

City of Buckeye, Arizona Comprehensive Annual Financial Report

For the Fiscal Year ended June 30, 2020

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CITY OF BUCKEYE, ARIZONA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE
FISCAL YEAR ENDED JUNE 30, 2020



PREPARED BY THE
FINANCE DEPARTMENT

CITY OF BUCKEYE, ARIZONA

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2020

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December 28, 2020

Honorable Mayor and City Council
City of Buckeye, AZ

The Finance Department respectfully submits the Comprehensive Annual Financial Report (CAFR) of the City of Buckeye, Arizona for the fiscal year ended June 30, 2020. The State of Arizona requires in ARS Section 9-481 that each incorporated city is to be audited at least once for every fiscal year. The State of Arizona also requires additional supplemental information in the form of a report entitled "Expenditure Limitation Report" is to be completed annually. This report is under separate cover. Federal law requires that a single audit is to be performed for federal grant funds in conformance with the provisions of the Single Audit Act of 1984 and the *Uniform Guidance*. All information related to the single audit, including the schedule of expenditures of federal awards, findings and recommendations, and the independent auditor's reports on the internal control structure and compliance with applicable laws and regulations are under separate cover.

This report was prepared by the Finance Department with the assistance of various other City departments. City management assumes full responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, based on a comprehensive framework of internal control that has been established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than an absolute, assurance that the financial statements are free of any material misstatements. Heinfeld Meech & Co., a firm of licensed certified public accountants, has issued an unmodified opinion on the City's CAFR for the year ended June 30, 2020. As indicated by the opinion of our independent auditors, the report fairly presents the financial position and the results of operations of the City as measured by the financial activity of its various funds. The report has been outlined in a manner that will give the reader a broad understanding of the City's financial affairs. It includes disclosures necessary for the reader to gain an understanding of the City's financial activities. The independent auditors' report is located at the front of the financial statements in the Financial Section of the report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction overview and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

A CAFR consists of three main sections: the Introductory section, the Financial section, and the Statistical section.

The **Introductory Section** includes this transmittal letter and an organization chart that lists the major divisions, components, and mechanisms of the City. This section is intended to familiarize the reader with the City of Buckeye's organizational structure, nature and scope of provided services, and specifics of its operating environment. The information in this section is intended to provide adequate background and sufficient context to assist the reader with the Financial Section of this CAFR.

The **Financial Section** contains all financial statements and supplemental information required to be disclosed by Generally Accepted Accounting Principles (GAAP) used in the United States and Arizona State Law, as well as information on all individual funds. Also in this section is other useful supplementary information that is not required by GAAP or Arizona State Law to represent a financial overview of the City of Buckeye. This section includes six parts:

- (1) Independent Auditor's Report,
- (2) Management's Discussion and Analysis (MD&A),

- (3) Basic Financial Statements (BFS),
- (4) Notes to the Basic Financial Statements,
- (5) Required Supplementary Information, and
- (6) Combining, Individual Fund Financial Statements and Schedules.

The **Statistical Section** is unaudited. It includes various tables and charts that reflect financial, economic, social, and demographic information about the City of Buckeye that is interesting and relevant to assessing the City's financial condition. This section is intended to assist the reader in understanding the environment in which the City operates.

PROFILE OF THE CITY OF BUCKEYE

The City of Buckeye was founded in 1888 and is the westernmost incorporated city in the Valley of the Sun, which is the economic, political, and population center in Arizona and includes the City of Phoenix and surrounding communities. What was once solely an agricultural community has grown from a population of 4,436 in 1990 to approximately 74,370 on July 1, 2018, based on a report from the U. S. Census Bureau. Robust population growth in the greater Phoenix area during the last 20 years had the inevitable effect of focusing housing attention in the southwest valley as other areas approached build-out. Not only has the population of Buckeye grown, today the City has a planning area of 600 square miles with a total of 392 annexed square miles. City planners' project total build-out could take at least 30 years for the nearly 600-mile planning area that stretches from almost Wickenburg on the north to Gila Bend on the south, and from the Hassayampa River on the west to Perryville Road on the east.

With a short drive of about 35 miles or less, Buckeye residents can take advantage of the cultural, economic, and entertainment venues found in major urban areas, yet they can return to the ease and ambiance of an essentially rural community where neighbors know each other.

The City operates under a council-manager form of government. The seven-member City Council consists of six members elected by district to serve staggered four-year terms. The Mayor is elected at-large for a four-year term and serves as a voting member of the Council. All City elections are non-partisan. The City Council is responsible for passing ordinances, adopting the budget, appointing members of commissions, and hiring the City Manager. The City Manager carries out the policies and ordinances of the City Council, oversees the day-to-day operations of the City, and appoints the various department heads.

The City provides traditional municipal services such as public safety (police, fire, and city court), airport facility for business and recreational flying, street construction and maintenance, parks, recreation and culture, planning and zoning, and general administrative and support services. Water and wastewater utility services are provided to many of the residents through the City's enterprise funds. Sanitation, refuse collection, and recycling services are provided through a separate enterprise fund. The City provides or will provide, street lighting and maintenance for developing areas through legally formed street lighting and maintenance improvement districts. The City provides and accounts for a legally separate volunteer firefighters' pension fund as mandated by Arizona Revised Statute, Title 9, as well as several community facilities districts and improvement districts designed to provide funding for the construction and acquisition of public infrastructure improvements; a discussion of these component units is available in the footnotes to the Financial Statements.

The CAFR of the City includes all government activities, organizations, and functions for which the City is financially accountable. The criteria used to determine financial accountability are based on and are consistent with, the pronouncements of the Governmental Accounting Standards Board which sets criteria for defining the financial reporting entity. The phrase "financially accountable" is defined to include, but is not limited to, selection of governing authority, the designation of management, ability to significantly influence operations, financial interdependence, and accountability for fiscal matters.

All of the various school districts and certain special districts within the City of Buckeye are governed independently. The financial statements of these districts are not included in this report.

FINANCIAL INFORMATION

Local Economy The City has an agricultural background and history, which it retains to this day. Substantial efforts have been put into developing thoughtful and comprehensive master plans that include retail, commercial, entertainment, health care, education, and employment centers. However, housing construction has been the primary source of the City's revenues over the past several years. Buckeye's retail is growing slowly but steadily, and a new manufacturing company completed construction during the fiscal year.

Buckeye is located just 35 minutes west of Downtown Phoenix; Buckeye is located on a robust transportation corridor. Buckeye provides direct access to the Union Pacific Railroad, Interstate 10, State Route 85, MC 85, and the future Interstate 11 and 30 with interconnections to Interstate 8, Loop 303, and other major highways. Virtually every major mode of transportation makes Buckeye accessible from multiple points. Large tracts of undeveloped land lie within Buckeye that are suitable for solar power generation facilities. In addition to this, the City of Buckeye sits on the state's largest untapped groundwater aquifer, the Hassayampa River Basin, and the majestic view of the White Tank Mountains from every vantage point creates a unique and unparalleled landscape.

Long-Term Financial Planning Buckeye is excited to face the challenges of the coming years where we will be accommodating growth while ensuring that the City develops as a place where people can live, work, and play. Increases in population and the property tax base, as well as commercial and retail activity and the City's economic development efforts are all expected to provide additional revenue to offset the costs related to both modest continuing growth, in addition to expanding services and facilities.

Because of today's economic uncertainties, the City established a contingency reserve in the general fund budget for the fiscal year and carried that policy forward into the budget for the following fiscal year. Various other funds also have budgeted contingency amounts not specifically designated or allocated for a specific activity or use to provide some flexibility in the face of an economic slowdown that appears to be deeper and longer-term than originally projected by economists.

Annually, City Council approves as part of the budget process, the City's five (5) Year Capital Improvement Program (FY 20/21 – FY 24/25). The Capital Improvement Program (CIP) is a suggested schedule of capital expenditures to be incurred in a given fiscal year for a fixed period of years to meet capital needs. The City of Buckeye CIP specifically sets forth each project or capital expenditure that the City initiates. Each project or capital expenditures will contain estimates of cost and proposed financing, with each project annually reviewed, updated, and possibly revised as part of the City of Buckeye budgeting process.

Relevant Financial Policies The City of Buckeye maintains accounts per the principles of fund accounting to ensure that limitations and restrictions on the City's available resources are observed and adhered to. Fund accounting classifies resources into funds for the intended activities or objectives specified by those resources for accounting controls and financial reporting purposes. Each fund is an independent fiscal and accounting entity, and its operations are accounted for in a separate set of self-balancing accounts that are comprised of assets, liabilities, fund equity, revenues, and expenditures or expenses.

The City incorporates performance expectations and initiatives into their annual budgeting process, which are intended to move the City toward achieving its goals. Department directors are held responsible for the financial performance of their units as well as the programmatic performance of their units. The City has adopted the practice of not "cleaning-up" program over-expenditures, but rather reporting them in the CAFR as budget overspent. This practice provides necessary information for future budget cycles and brings attention to the reasons for the budget overage. In the event a fund is overspent, the General Fund will advance sufficient funds to cover any deficit. In most cases, there is sufficient fund balance to take that action.



City management monitors the City's budget at the fund level for Special Revenue, Debt Service, and Capital Projects Funds. The General Fund is monitored at the department level. The budget is modified throughout the year as certain additional resources become available or anticipated resources dissipate if permitted under Arizona statutes. This practice ensures all available resources are accounted for with appropriate budgetary controls, and only available resources are disbursed or encumbered.

Historically, the City has been very conservative in its approach to financial matters, minimizing borrowing to control interest costs, and controlling the use of both recurring and non-recurring operating revenues.

AWARDS AND ACKNOWLEDGEMENTS

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting* to the City for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2019, marking the second year the City has achieved this prestigious recognition. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR that satisfies both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department. We wish to express our sincere appreciation to all members of every City Department who contributed to its preparation and recognize the major effort of the Finance Department in administering the City's accounting system and in preparing this report.

We also wish to thank each of you for your interest and support in planning and conducting the financial operations of the City responsibly and progressively.

Respectfully submitted,

A handwritten signature in blue ink that reads "William Kauppi".

William Kauppi
Chief Financial Officer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Buckeye
Arizona**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO

KEY OFFICIALS AND EXECUTIVE TEAM

The City of Buckeye operates under the Council-Manager form of government. An elected City Council consisting of a mayor and six members is responsible for making policies, passing ordinances, voting appropriations, and having overall supervisory authority to the city government. The City Manager is responsible for supervising government operations and implementing the policies adopted by the Council.

MAYOR AND COUNCIL

Mayor Jackie A. Meck

Vice Mayor, Council Member (District 5) Craig Heustis

Council Member (District 1) Tony Youngker

Council Member (District 2) Jeanine Guy

Council Member (District 3) Michelle Hess

Council Member (District 4) Patrick HagEstad

Council Member (District 6) Clay Goodman, PhD

EXECUTIVE TEAM

City Manager Roger Klingler

Assistant City Manager James Shano

City Attorney Shiela Schmidt

City Clerk Lucinda Aja

City Engineer Scott Zipprich

City Magistrate Maria Brewer

Chief Financial Officer William Kauppi

Community Services Director Phil Yabes (*Acting*)

Construction & Contracting Manager Chris Williams

Development Services Director George Flores

Economic Development Director David Roderique

Fire Chief Bob Costello

Human Resources Director Nancy Love

Information Technology Director Greg Platacz

Intergovernmental Relations Manager George Diaz

Marketing & Communications Manager Annie DeChance

Police Chief Larry Hall

Public Works Director Scott W. Lowe

Water Resources Director Alisha Solano

MANAGEMENT TEAM

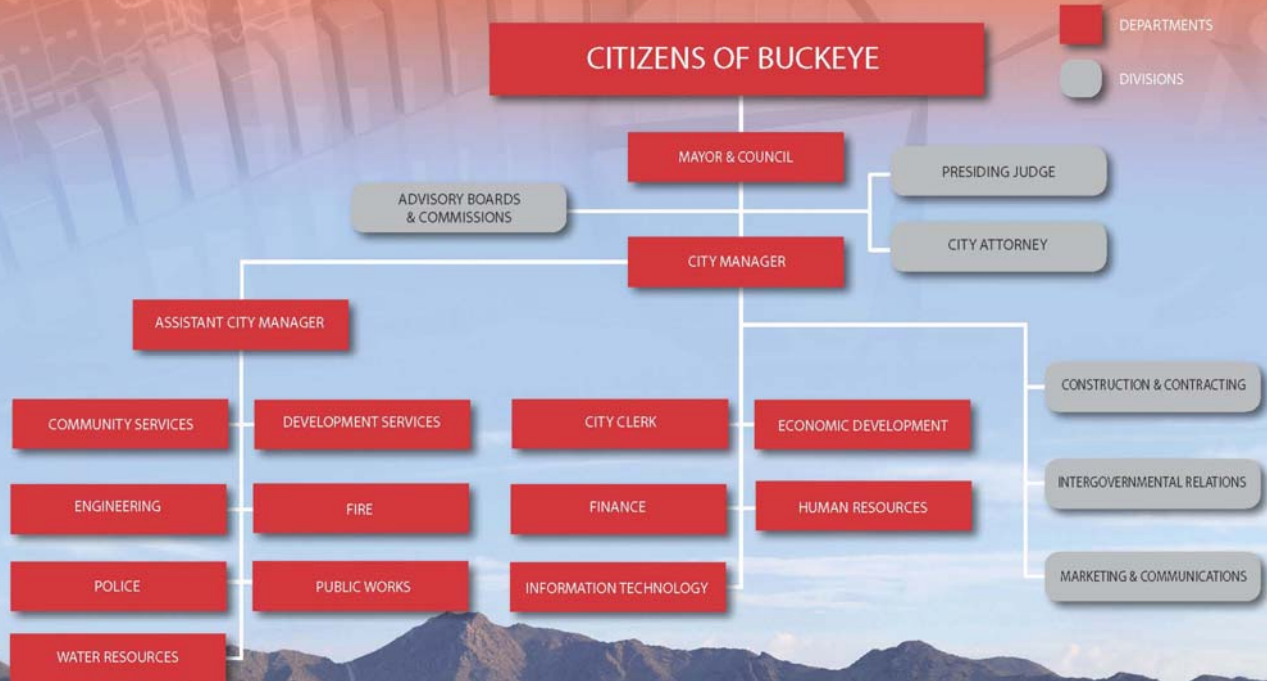
City Clerk:	Deputy City Clerk Summer Stewart
Community Services:	Recreation Superintendent Jessica Thompson Library Manager Jana White Parks Manager Dianna Lipe Community Center Manager Phil Yabes
Development Services:	Deputy Director of Planning Terri Hogan Deputy Director of Administration Cathy Clemons
Engineering:	Deputy City Engineer Paul Lopez
Finance Department:	Special Districts Manager Larry Price Accounting Manager Sherri Meredith
Fire Department:	Assistant Fire Chief Monte Egherman Battalion Chief Bill Stockley
Information Technology:	IT Operations Manager Robert Hoff
Police Department:	Assistant Police Chief Bob Sanders
Public Works:	Airport Coordinator Jeff Webbe Environmental Manager Robert van den Akker Fleet Maintenance Manager vacant Operations Manager Robert Linton
Water Resources:	Water Resources Manager Mark Seamans Water Resources Administrative Manager Lisa Hord

SUPPORTING STAFF

Senior Accountant Lisa Dickens
Accountant Stephanie Cave
Administrative Assistant Susan Pruett



ORGANIZATION CHART



INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of the City Council
City of Buckeye, 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 City of Buckeye, Arizona (the City), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City'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.

Auditor's 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 auditor's 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 entity'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 entity'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.

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 City of Buckeye, Arizona, as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof 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 the Management’s Discussion and Analysis, budgetary comparison information, and net pension liability information, as listed in the table of contents, 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 City’s basic financial statements. The Introductory Section, Combining and Individual Fund Statements and Schedules, Other Supplementary Information and Statistical Section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Combining and Individual Fund Statements and Schedules and Other Supplementary Information 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 Fund Statements and Schedules and Other Supplementary Information are fairly stated in all material respects in relation to the basic financial statements as a whole.

The Introductory Section and Statistical Section 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2020, on our consideration of the City of Buckeye, Arizona’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Buckeye’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Buckeye, Arizona’s internal control over financial reporting and compliance.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.
Phoenix, Arizona
December 17, 2020

City of Buckeye, Arizona

Management's Discussion and Analysis

Introduction

As financial management of the City of Buckeye (City), Arizona, we are pleased to provide an overview of our financial activities for the fiscal year ended June 30, 2020. The intended purpose of Management's Discussion and Analysis (MD&A) is to provide an introduction to the basic financial statements and notes that provides an objective and easy-to-read analysis of our financial activities based on currently known facts, decisions, and conditions. An easily readable summary of operating results and reasons for changes will help the reader to determine if our financial position improved or deteriorated over the past year. This report addresses current operational activities; the sources, uses, and changes in resources; adherence to budget; limitations; significant economic factors; and the status of infrastructure and its impacts on our debt and operations. When referring to prior year data in this analysis, we will be drawing on information from last year's audited financial reports.

The City includes Community Facility Districts (CFDs), which are separate legal entities, in this report because they are deemed to be "component units" of local government because of the commonality of management (the City's elected officials serve as the Board of Directors for each CFD). The City, however, has no financial liability for the CFDs. A description of these component units is available in Note 1. Separate financial statements are prepared for the CFDs.

Financial Highlights

- The City's government-wide assets and deferred outflows exceeded its liabilities and deferred inflows at the close of the fiscal year by \$683.9 million (net position). Of this amount, \$105.4 million is unrestricted balance and may be used to meet the government's ongoing obligations to citizens and creditors.
- The City's total net position, increased by \$30.7 million in the fiscal year 2020; an increase of \$19.9 million in governmental activities and an increase of \$10.8 million in business-type activities. The net position increase in governmental activities was primarily driven by higher than expected transaction privilege tax collections. The net position increase in business activities was due to increase in water users fees due to growth and contributed capital.
- As of the close of the fiscal year 2020, the City's governmental funds reported combined ending fund balances of \$97.1 million, an increase of \$16.2 million over the prior year. The majority of this increase can be attributed to an increase in sales tax collections, State Shared Revenues and developer contributions. The increase in assessed value due to new housing and a continued increase in population resulted in the increase to State Shared revenues.
- As of June 30, 2020, the total fund balance in the General Fund was \$54.0 million (unassigned fund balance of \$53.8 million). The fund balance in the Impact Fees Funds totaled \$23.8 million. The fund balance for the Highway Users Revenue Fund was \$3.9 million.
- For the fiscal year 2020, total General Fund revenues of \$93.9 million (non-GAAP basis) were greater than budgeted revenues of \$85.7 million; an increase of \$8.2 million, or 9.5%. Total General Fund expenditures of \$68.6 million (non-GAAP basis) were less than the budgeted expenditures of \$74.3 million, a variance of \$5.6 million.
- For the fiscal year 2020, the total Highway Users Revenue Fund (HURF) revenues of \$5.4 million were higher than the budgeted revenues of \$4.8 million; an increase of \$587,728 or 12.3%. Total HURF expenditures \$3.5 million were less than the budgeted amount of \$4.4 million; a difference of \$851,692 or 19.4%. Total Impact Fee revenues of \$5.5 million were higher than the budgeted revenues of \$4.2 million, an increase of \$1.3 million. Total Impact Fee expenditures of \$867,224 were less than the budgeted expenditures of \$6.6 million; a difference of \$5.8 million or 87.0% when compared to budget.

Overview of the Financial Statements

The financial section of the Comprehensive Annual Financial Report (CAFR) for the City consists of the introductory section, management's discussion, and analysis, the basic financial statements, the required supplementary schedules, the combining, and individual fund statements and budgetary statements.

City of Buckeye, Arizona

Management's Discussion and Analysis

The basic financial statements include the government-wide financial statements, fund financial statements, and notes to the basic financial statements. Other required supplementary information includes the budgetary statements for the General Fund and major special revenue funds and the schedules and notes related to pension requirements. The additional non-required information includes combining schedules and other supplementary schedules presented after the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, similar to private-sector businesses.

The *statement of net position* presents information on all of the City's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position defined as assets plus deferred outflows of resources less liabilities less deferred inflows of resources. Over time, increases or decreases in net position may serve as useful indicators of whether the financial position of the City 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 the 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).

The government-wide financial statements distinguish functions of the City 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 City include general government, public safety, highways and streets, culture and recreation, community development, economic development, and health and welfare. The business-type activities include the City's water, wastewater, solid waste, and airport operations.

Fund Financial Statements

Also presented are the traditional fund financial statements for governmental, proprietary, and fiduciary funds. The fund financial statements focus on major funds of the City. 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 City, 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 City 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 expendable resources, as well as balances of expendable 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 expendable 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.

Proprietary Funds

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The City maintains two types of proprietary funds. *Enterprise funds* are used to report the same functions presented as "business-type activities" in the government-wide financial statements. The City uses enterprise funds to account for its water, wastewater, solid waste, and airport operations.

City of Buckeye, Arizona

Management's Discussion and Analysis

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The Fiduciary fund held by the City is for the Volunteer Fire Fighters Alternate Pension & Benefit Plan. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the Basic Financial Statements

The notes to the basic financial statements 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 this MD&A

Governments have the 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 City has chosen to represent these budgetary statements as part of the required supplementary information. Additionally, governments are required to disclose certain information about employee pension funds.

Government-Wide Financial Statements Analysis

While this document contains information about the funds used by the City to provide services to its citizens, the statement of net position and statement of activities serve to provide an answer to the question of how the City, as a whole, performed financially throughout the year. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by the private sector. The basis for this accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

The net position may serve over time as a useful indicator of a government's financial position. The following table reflects the condensed Statement of Net Position of the City as of June 30, 2020, and 2019, showing that assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources for both governmental and business-type activities by a total of \$683.9 million for the fiscal year ended June 30, 2020.

Analysis of Net Position

As noted earlier, the net position may serve as a useful indicator of a government's financial condition. For the City, assets exceeded liabilities by \$683.9 million at the close of the current fiscal year. The net position consists of three components: 1) net investment in capital assets, 2) restricted, and 3) unrestricted. The net investment in capital assets of \$498.9 million is 73.0% of the City's total net position. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City'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.

An additional portion of the City's net position \$88.4 million (12.9%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$96.6 million (14.1%), may be used to meet the government's ongoing obligations to citizens and creditors.

City of Buckeye, Arizona
Management's Discussion and Analysis

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net position for the government as a whole.

City of Buckeye, Arizona
Condensed Statement of Net Position
June 30, 2020 and 2019

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
ASSETS						
Current and other assets	\$ 157,093,208	\$ 141,507,580	\$ 80,081,714	\$ 67,523,542	\$ 237,174,922	\$ 209,031,122
Capital assets:						
Non-depreciable	189,801,986	184,489,546	76,842,334	54,634,457	266,644,320	239,124,003
Depreciable (net)	237,252,273	237,177,796	247,134,980	246,345,143	484,387,253	483,522,939
Total Assets	\$ 584,147,467	\$ 563,174,922	\$ 404,059,028	\$ 368,503,142	\$ 988,206,495	\$ 931,678,064
DEFERRED OUTFLOWS OF RESOURCES						
Excess consideration for acquisition	\$ -	\$ -	\$ 20,037,208	\$ 23,358,372	\$ 20,037,208	\$ 23,358,372
Loss on refunding and defeasance	475,377	538,300	-	-	475,377	538,300
Pension related deferred outflows ASRS	3,536,398	4,758,388	1,116,756	1,535,776	4,653,154	6,294,164
Pension related deferred outflows PSPRS	12,876,682	11,467,067	-	-	12,876,682	11,467,067
Total deferred outflow of resources	\$ 16,888,457	\$ 16,763,755	\$ 21,153,964	\$ 24,894,148	\$ 38,042,421	\$ 41,657,903
Total assets and deferred outflows of resources	\$ 601,035,924	\$ 579,938,677	\$ 425,212,992	\$ 393,397,290	\$ 1,026,248,916	\$ 973,335,967
LIABILITIES						
Other liabilities	\$ 12,867,880	\$ 10,078,346	\$ 11,008,658	\$ 14,666,780	\$ 23,876,538	\$ 24,745,126
Non-current liabilities:						
Due within one year	11,951,385	11,898,369	12,366,676	4,017,485	24,318,061	15,915,854
Net Pension Liability - ASRS	23,201,539	21,894,714	7,326,801	7,066,548	30,528,340	28,961,262
Net Pension Liability - PSPRS	19,568,749	20,261,229	-	-	19,568,749	20,261,229
Due in more than one year	146,056,886	150,182,457	87,038,806	70,621,668	233,095,693	220,804,125
Compensated absences	2,816,896	2,323,236	318,116	312,979	3,135,012	2,636,215
Total Liabilities	\$ 216,463,335	\$ 216,638,351	\$ 118,059,057	\$ 96,685,460	\$ 334,522,392	\$ 313,323,811
DEFERRED INFLOWS OF RESOURCES						
Gain on refunding and defeasance	\$ 530,816	\$ 592,454	\$ -	\$ -	\$ 530,816	\$ 592,454
Pension related deferred inflows ASRS	1,449,783	2,588,485	457,826	835,437	1,907,609	3,423,922
Pension related deferred inflows PSPRS	5,415,490	2,839,684	-	-	5,415,490	2,839,684
Total deferred inflows of resources	\$ 7,396,089	\$ 6,020,623	\$ 457,826	\$ 835,437	\$ 7,853,915	\$ 6,856,060
NET POSITION						
Net investment in capital assets	\$ 272,794,226	\$ 268,720,179	\$ 226,109,234	\$ 227,843,477	\$ 498,903,460	\$ 496,563,656
Restricted for						
Impact fees	23,706,475	22,843,608	10,659,334	8,546,817	34,365,809	31,390,425
Highway and streets	3,664,182	2,532,081	-	-	3,664,182	2,532,081
Debt service	41,540,522	45,984,748	-	-	41,540,522	45,984,748
Capital projects	6,295,335	5,006,931	-	-	6,295,335	5,006,931
Other	2,501,465	1,926,627	-	-	2,501,465	1,926,627
Unrestricted	26,674,295	10,265,529	69,927,541	59,486,099	96,601,836	69,751,628
Total net position	\$ 377,176,500	\$ 357,279,703	\$ 306,696,109	\$ 295,876,393	\$ 683,872,609	\$ 653,156,096
Total liabilities, deferred inflows of resources and net position	\$ 601,035,924	\$ 579,938,677	\$ 425,212,992	\$ 393,397,290	\$ 1,026,248,916	\$ 973,335,967

City of Buckeye, Arizona

Management's Discussion and Analysis

Analysis of Changes in Net Position

The following table reflects the condensed Statement of Changes in Net Position for the fiscal years ended June 30, 2020, and 2019. This information helps understand the sources and uses of funds during the fiscal year.

City of Buckeye, Arizona Changes in Net Position For the Fiscal Years Ended June 30, 2020 and 2019						
	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
REVENUES						
Program revenues						
Fees, fines and charges for services	\$ 19,669,238	\$ 27,077,266	\$ 49,640,101	\$ 45,238,360	\$ 69,309,339	\$ 72,315,626
Operating grants and contributions	6,595,715	5,873,642	3,288,369	344,988	9,884,084	6,218,630
Capital grants and contributions	23,220,317	966,552	10,461,573	7,880,705	33,681,890	8,847,257
General revenues						
Sales taxes	41,285,076	33,750,698	-	-	41,285,076	33,750,698
Property taxes	19,541,703	17,828,195	-	-	19,541,703	17,828,195
Franchise taxes	3,833,190	3,412,932	-	-	3,833,190	3,412,932
State-shared revenues	20,501,125	18,196,197	-	-	20,501,125	18,196,197
Investment earnings	3,170,319	2,729,219	1,222,456	1,223,051	4,392,775	3,952,270
Other	1,848,018	2,060,514	-	-	1,848,018	2,060,514
Total Revenues	\$ 139,664,701	\$ 111,895,215	\$ 64,612,499	\$ 54,687,104	\$ 204,277,200	\$ 166,582,319
EXPENSES						
General government	\$ 30,210,142	\$ 22,746,029	-	-	\$ 30,210,142	\$ 22,746,029
Public safety	39,976,294	36,998,761	-	-	39,976,294	36,998,761
Highways and streets	20,998,421	20,066,172	-	-	20,998,421	20,066,172
Culture and recreation	7,094,958	6,708,402	-	-	7,094,958	6,708,402
Development services	4,669,973	3,666,988	-	-	4,669,973	3,666,988
Engineering	2,892,421	2,487,396	-	-	2,892,421	2,487,396
Public works	6,048,110	5,697,887	-	-	6,048,110	5,697,887
Interest on long-term debt	7,877,202	8,580,823	-	-	7,877,202	8,580,823
Nonmajor enterprise fund	-	-	8,301,582	7,494,469	8,301,582	7,494,469
Wastewater	-	-	15,956,647	15,888,986	15,956,647	15,888,986
Water	-	-	29,534,554	27,803,236	29,534,554	27,803,236
Total Expenses	\$ 119,767,521	\$ 106,952,458	\$ 53,792,783	\$ 51,186,691	\$ 173,560,304	\$ 158,139,149
Excess or deficiency (before extraordinary items and transfers)	19,897,180	4,942,757	10,819,716	3,500,413	30,716,896	8,443,170
Transfers	(383)	80,804	-	(81,300)	(383)	(496)
Change in net position	19,896,797	5,023,561	10,819,716	3,419,113	30,716,513	8,442,674
Net position at beginning of year, as restated	357,279,703	352,256,142	295,876,393	292,457,280	653,156,096	644,713,422
Total net position	\$ 377,176,500	\$ 357,279,703	\$ 306,696,109	\$ 295,876,393	\$ 683,872,609	\$ 653,156,096

Governmental Activities. Governmental activities increased the City's net position by \$19.9 million from the prior fiscal year.

Total revenues for governmental activities increased by approximated \$27.9 million the previous fiscal year. The greatest increase in revenue can be found in the capital grants and contribution category in the amount of \$18.0 million.

- Fines, Fees, and Charges decreased over the prior year by approximately \$3.1 million. The reason for the decrease was primarily due with the amount of special assessment collected during the year.
- Operating and Capital Grants and other Contributions increased by \$18.7 million over the previous fiscal year. The City accepted numerous streets and sidewalks from developers as a result of the positive economy. Developers have agreements with the City, which transfers the infrastructure constructed in those developments to the City upon completion. These conveyances include streets, sidewalks, water, and wastewater lines. All developments are further required to include parks and green spaces in their plans before approval. In additional construction on single-family residents increased which in turn increased the impact fees collected.
- As the population in the City continues to grow, the number of businesses and assessed property values within the City are also increasing. This growth is directly related to the increase in property taxes and sales tax collections. Sales

City of Buckeye, Arizona

Management's Discussion and Analysis

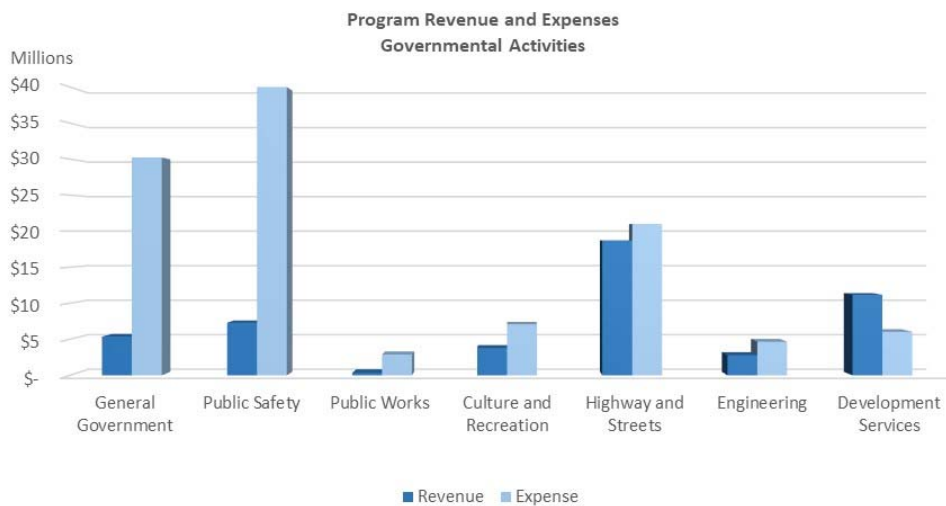
tax increased by \$7.5 million when compared to the prior fiscal year primarily in the area of contracting activity and retail. Due to the increase in assessed values within the City, property taxes increased by \$1.7 million with no increase in the City's tax rate.

- Franchise Fees increased by \$420,258 from the prior year.
- State Shared Revenues increased by \$2.3 million due to a positive economy and an increase in population.
- Investment earnings increased during the fiscal year by \$441,100 due to an unrealized gain in the change in market value in the City's investments.

Total expenses increased in the Governmental funds by \$12.9 million over the previous year. This increase is accounted for by:

- General Government increased by approximately \$7.5 million over the prior year. The increase was primarily attributed to the non-capitalized reimbursement to Pulte Homes through the Festival Ranch CFD 2019 General Obligation Bond. In addition, the General Government also experienced increases in the following areas:
 - Personnel costs increased by \$463,000 specific to the City Manager, Economic Development, City Clerk, and IT departments
 - Software Maintenance increased by \$248,000 in the IT department
- Public Safety expenditures increased by \$3.0 million due primarily to the increase in salaries, health benefits, and pension expense.
- Highway and Streets increased due to personnel costs, repair and maintenance costs and annual depreciation.
- Culture and Recreation increase of \$386,556 was due to the increase costs for special events (i.e. air fair and marathon) along with repair and maintenance of the Heritage Park office building.
- Development Services increased by \$1.0 million due primarily to an increase in professional services.
- Public Works increased by \$350,223. This increase was due to annual depreciation.

The following chart illustrates the City's governmental revenues and expenditures by function.

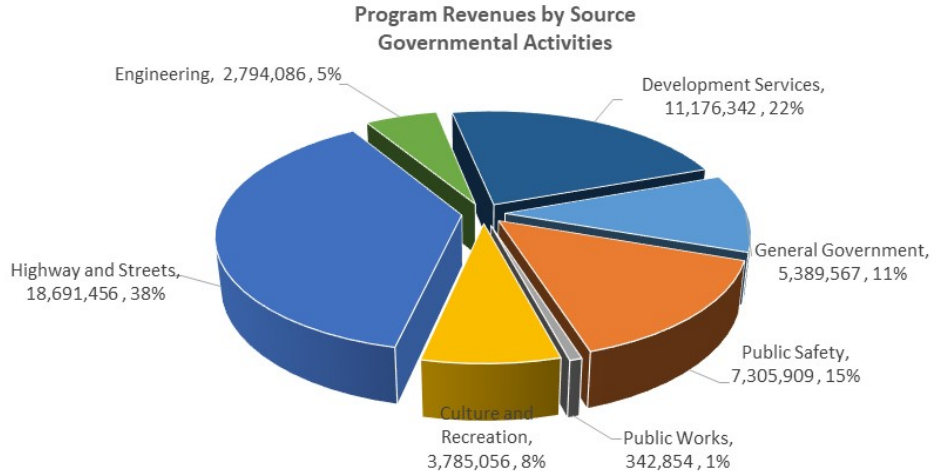


As shown, Public Safety (Police and Fire) and General Government (City Council, City Manager, City Clerk, Finance, City Court, IT, and Economic Development) are the largest functions in expenses at 33.4% and 25.2% respectively, followed by Highway and Streets at 17.5%, Culture and Recreation at 5.9%, Public Works at 5.1%, Development Services at 3.9% and Engineering at 2.4%.

City of Buckeye, Arizona

Management’s Discussion and Analysis

General revenues such as sales and use taxes (e.g. transaction privilege taxes), property taxes, franchise taxes and intergovernmental are not shown by a program, but are effectively used to support program activities of the City. Sales taxes and franchise fees account for 50.0% of the total. Intergovernmental revenues (e.g. state-shared sales tax, state revenue sharing franchise fees, and auto lieu) account for 22.7% of the total. Property taxes account for 21.6% of the total.

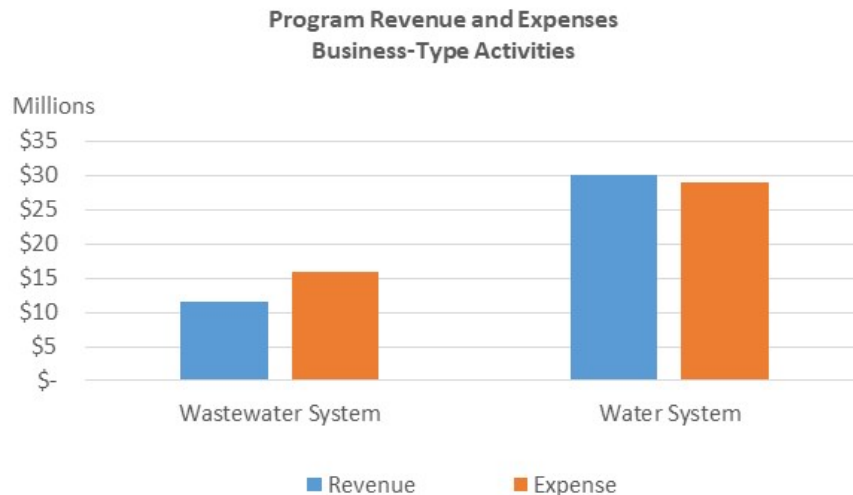


Business-Type Activities. Business-type activities increased the City’s net position by \$10.8 million (page 16-17) during the fiscal year ended June 30, 2020.

Total revenues for business-type activities increased by \$9.3 million over the previous fiscal year. Fees, fines, and charges for services showed an increase of \$4.0 million. Charges for services increased due to additional utility customers and the addition of the water repair and replacement fee that went into effect in March 2020. The increase for Operating and Capital Grant Contributions was primarily due to an increase in the number of permits issued for single-family homes during the year.

Total expenses increased by \$2.0 million was primarily due to personnel costs to include salaries, health benefits and contractual services during the year. In addition, the contractual agreement for the City’s solid waste services increased by approximately \$748,000.

As shown in the chart below, the Water System had expenses of \$28.9 million and Wastewater expenses totaling \$16.0 million. For the fiscal year, the Water System charges for services revenues exceeded expenses by \$1.2 million, and Wastewater expenditures exceeded revenues by \$4.5 million.



City of Buckeye, Arizona

Management's Discussion and Analysis

Fund Financial Statements Analysis

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the City'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 City's financing requirements. In particular, unreserved fund balances may serve as a useful measure of a government's net resources available for spending at the end of a fiscal year. Types of governmental funds reported by the City include the General Fund, Impact Fee Funds, CFD Funds for both capital improvements and debt service, and Non-major Governmental Funds, which includes Special Revenue Funds and Capital Project Funds among others.

As of June 30, 2020, the City's governmental funds reported combined ending fund balances of \$97.1 million, an increase of \$16.2 million from June 30, 2019. Approximately 55% of this total, as reflected in the table below, is the General Fund balance, which is available for contribution to the designated, undesignated, and reserved fund balances. Approximately \$53.8 million of this total amount constitutes unassigned fund balance, which is available for spending at the City's discretion. The remainder of the fund balance is: 1) non-spendable (\$244,831) for inventory and prepaid items, 2) restricted (\$42.9 million) for special revenue funds, capital improvement funds, community facilities districts and debt service, and 3) committed (\$84,379) for special purposes approved by City Council.

City of Buckeye, Arizona
Fund Balances - Governmental Funds
For the Fiscal Years Ended June 30, 2020 and 2019

	<u>Governmental Activities</u>		<u>Increase (Decrease)</u>
	<u>2020</u>	<u>2019</u>	<u>from FY 2019</u>
General Funds	\$ 53,996,924	\$ 36,317,744	\$ 17,679,180
Impact Fee Funds	23,706,475	22,843,608	862,867
Watson Road CFD	3,190,571	3,477,290	(286,719)
Festival Ranch CFD	1,331,855	1,154,170	177,685
HURF Fund	3,735,753	2,617,009	1,118,744
Nonmajor Governmental Funds	11,092,854	14,442,807	(3,349,953)
	<u>\$ 97,054,432</u>	<u>\$ 80,852,628</u>	<u>\$ 16,201,804</u>

General Fund. The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the general fund was \$53.8 million. As a measure of the general fund's liquidity, it may be useful to compare total unassigned and total fund balance to total fund expenditures. The unassigned fund balance represents 76.1% of total general fund expenditures of \$71.0 million.

According to the City's financial policy, the City's general fund will maintain an "unassigned" fund balance with a target of a minimum of 15% of general fund operating expenditures. The intention of the "unassigned" fund balance is to provide additional stability to the general fund recognizing the cyclical nature of the economy and the volatility of the major revenue sources of the City. Funds above the minimum targets will be retained in the unassigned general fund balance. As of June 30, 2020, the City had set aside 75.8% of general fund operating expenditures.

The fund balance of the City's general fund increased by \$17.7 million. Key factors in this change were:

- The increase in sales taxes has been a contributing factor in the fund balance increase. Construction sales tax continues to increase as the number of single-family building permits increase. The sales tax increase due to construction is considered a one-time revenue and used only for one-time expenditures.
- State Shared revenues continue to increase due to the City's population growth.
- Another factor to the increase was the increase in permitting activity both residential and commercial.

HURF (Highway User Revenues Fund). The HURF Fund, which is required by Arizona law to be accounted for separately from all other funds, increased by \$1,118,744 during the fiscal year. The increase was attributed HURF revenue collections exceeding budget by approximately \$588,000 and actual expenditures being lower than budget by approximately \$767,000.

City of Buckeye, Arizona
Management's Discussion and Analysis

Impact Fee Funds. Fund balances increased during the fiscal year by approximately \$862,000, due to the higher than anticipated housing starts and was offset due to transfers to the Capital Projects fund to cover growth related capital expenditures. Total impact fees ending fund balance was \$23.7 million.

Watson Road Community Facility District. During the fiscal year, the Watson Road CFD Fund balance decreased by \$286,719. The reason for the decrease was a primarily related to the refunding of 2005 bond issue during the year.

Festival Ranch Community Facility District. During the fiscal year, the Festival Ranch CFD Fund balance increased by \$177,685. The reason for the increase was due to a developer contribution related to the refunding of the 2009 bond issue.

Proprietary Funds. The City's proprietary fund financial statements provide the same type of information found in the government-wide financial statements but in more detail. The total net position for business-type activities (enterprise funds) was \$306.7 million. At the end of the fiscal year, unrestricted net position for the proprietary funds were \$69.9 million, an increase of \$10.4 million.

Unrestricted net position at the end of the year is as follows for the indicated funds:

City of Buckeye, Arizona
Unrestricted Net Position - Proprietary Funds
For the Fiscal Years Ended June 30, 2020 and 2019

	Business-Type Activities		Increase
	2020	2019	(Decrease) from FY 2019
Water Fund	\$ 59,004,389	\$ 42,577,731	\$ 16,426,658
Wastewater Fund	14,477,010	12,195,713	2,281,297
Nonmajor Fund	427,473	564,798	(137,325)
	\$ 73,908,872	\$ 55,338,242	\$ 18,570,630

Utility rates will be set at a minimum to ensure the ratio of revenue to debt meets bond indenture requirements of 1.20:1 ratio. The City's goal will be to maintain a minimum ratio of utility revenue to debt service of 1.6:1 to ensure debt coverage in times of revenue fluctuations attributable to weather or other causes, and to ensure a balanced pay-as-you-go capital improvement plan. Currently, both of the utility funds have incurred debt. As of June 30, 2020, both utility systems have met the minimum net revenues to the debt ratio. Additional information is available in Table 14, Pledge-Revenue Coverage. The City completed reviewing the water and wastewater utility rates during the fiscal year 2019-20. The results were presented to Council in December 2019 and the water fee increase of \$3.05 per meter per month was approved in January 2020.

Budgetary Highlights

The City's annual budget is the legally adopted expenditure control document of the City. Budgetary comparison statements are required for the General Fund and all major special revenue funds and may be found beginning on page 70. These statements compare the original adopted budget and revised budget, and the actual expenditures prepared on a budgetary basis.

Revenues collected in the general fund exceeded budgeted amounts by \$8,182,996. Actual expenditures were less than the amount budgeted by \$5,655,417 as the general fund department activities continue to be closely monitored. Differences between budget and actual for revenues and expenditures amounts relate to an increase in licenses and permits, sales tax, and fair value of investments. The difference was primarily attributable to the following reasons:

- Revenue results were over budget by \$8.2 million. Sales tax (i.e. transaction privilege tax) revenues were above estimates by \$5.7 million; licenses and permit revenues for building and related permits were \$1.4 million over budget;
- Investment earnings exceeded budget by \$1.3 million and total Intergovernmental revenues were over budget by approximately \$796,000.
- Operating expenditures had a positive variance to budget of \$3.6 million. Capital outlay had a positive variance to a budget of \$975,000 due to less than budgeted expenditures for Information Technology and Public Works departments.
- Contingency budget remaining at year-end was approximately \$1.5 million.

City of Buckeye, Arizona

Management's Discussion and Analysis

Capital Asset

The City's capital assets for its governmental and business-type activities as of June 30, 2020 amount to \$751.0 million (net of accumulated depreciation). For government-wide financial statement presentations, all depreciable capital assets were depreciated from the acquisition date to the end of the fiscal year. Fund financial statements record capital asset acquisitions as expenditures.

Capital assets include land and improvements; buildings and improvements; landfill, infrastructure; furniture, machinery, equipment and vehicles; the airport campus; the water system; and the wastewater system. The City contracts for solid waste services.

The following table provides details of the City's capital assets as of June 30, 2020:

City of Buckeye, Arizona
Capital Assets at June 30, 2020
(Net of Depreciation)

	Governmental Activities	Business-Type Activities	Total
Land	\$ 176,541,284	\$ 11,775,296	\$ 188,316,580
Water Rights	-	3,883,259	3,883,259
Construction in progress	13,260,702	61,183,779	74,444,481
Land improvements	17,378,119	2,357,472	19,735,591
Buildings and improvements	32,887,932	56,713,786	89,601,718
Infrastructure	147,106,052	-	147,106,052
Landfill	23,621,900	-	23,621,900
Machinery and equipment	16,258,270	5,754,482	22,012,751
Wastewater system	-	111,039,849	111,039,849
Water system	-	71,269,391	71,269,391
	<u>\$ 427,054,259</u>	<u>\$ 323,977,314</u>	<u>\$ 751,031,572</u>

Below is a listing of the major capital asset events that occurred during this fiscal year. Some of these capital projects were started during the fiscal year 2018, continued during 2019, still ongoing, and some of the projects have been completed and recorded during the fiscal year 2020.

- Police Property and Evidence building project (\$6,281,384) will be completed in fiscal year 2021.
- ADOT/CMAQ Trail Project was completed by ADOT for a total project cost of \$1,376,060.
- Sundance Park Phase II is underway with an additional \$486,316 expended in FY20 to include when completed a lake, splash pad, multi-use sports field, amphitheater and more amenities.
- Tartesso Fire Station 705 project (\$3,438,402) is expected to be completed in fiscal year 2021.
- Roosevelt Street Improvements was completed for a total project cost of \$6,314,432.
- Sundance Crossings Tenant Improvement project (\$316,591) is to provide additional workspace for the Community Services department. The project is scheduled for completion in fiscal year 2021
- There are multiple traffic signal and intersection improvement projects in process with total costs to date of \$1.2 million.

Business Type

- Apache Road Water campus project is currently in the construction phase. Total costs to date equal \$54.5 million.
- CDBG Waterline Rehab 1st-4th Street project completed at a cost of \$1.2 million.
- North Miller Road Trunk Sewer project is in the construction phase. Total costs to date is \$1.1 million.
- The Apache Road fill line project was completed at a cost of \$644,922.
- Drill Well #13 project should be completed next fiscal year. Total costs to date is \$535,223.
- Sundance WWTP SBR 1 & 2 DCR (\$420,020) will be rolled into the Sundance WWTP upgrade.
- Sundance WRF Odor Scrubber project will be completed in fiscal year 2021. Total costs to date is \$1.2 million.
- Beloat Road Manhole Repair & Rehab was completed at a cost of \$302,624.

City of Buckeye, Arizona

Management's Discussion and Analysis

- Construction on the Taxiway and Apron started in fiscal year 2020 and total cost to date is \$1.6 million.

For governmental-wide financial statement presentations, all depreciable capital assets were depreciated from acquisition date to the end of the current fiscal year. Fund financial statements record capital assets purchases as expenditures. See note 7 on page 43 in the notes to the financial statements for further information regarding capital assets.

Long-Term Debt

At the end of the fiscal year, the City had total long-term obligations outstanding of \$292.1 million. Of this amount, \$125 million (42.9%) is Community Facilities District bonds backed solely by the property owners within the various CFDs. Improvement district bonds of \$5.3 million (1.8%) are backed principally by the property owners within the improvement district which the City is liable in the event of default by the owners subject to the assessment. An additional \$12.5 million (governmental activities) and \$88.8 million (business-type activities) of outstanding debt is secured by pledges of specific revenue sources of the City. The remaining \$60.1 million (20.5%) is for compensated absences, deferred amounts on bond premiums, and discounts and pension liability related to ASRS and PSPRS per GASB 68. See note 9 on page 45 in the notes to the financial statements for additional information regarding the City's long-term debt obligations and other long-term liabilities.

The State constitution limits the amount of general obligation debt a city may issue to six percent of its total assessed valuation. The current six percent debt limitation for the City is \$41.7 million. Also, the State constitution limit allows a city to issue an additional 20 percent of its total assessed valuation for water, wastewater, lights, transportation, public safety, open space preserves, parks, playgrounds, and recreational facilities. The current 20 percent debt limitation for the City is \$138.9 million. The City has no property tax authority and no outstanding general obligation debt outstanding as of June 30, 2020.

The following table shows the long-term obligations of the City (including both the current and long-term portions of those obligations) as of June 30, 2020.

City of Buckeye, Arizona
Long-term Obligations at June 30, 2020

	Governmental Activities	Business-Type Activities	Total
Improvement district bonds	\$ 5,336,000	\$ -	\$ 5,336,000
Revenue bonds	12,472,200	88,840,955	101,313,155
Community facility district bonds	125,308,511	-	125,308,511
Deferred amount on premium	3,427,566	3,981,332	7,408,899
Deferred amount on discount	(255,391)	-	(255,391)
Compensated absences	2,816,896	318,116	3,135,012
Net Pension Liability - ASRS	23,201,539	7,326,801	30,528,340
Net Pension Liability - PSPRS	19,568,749	-	19,568,749
	<u>\$ 191,876,070</u>	<u>\$ 100,467,204</u>	<u>\$ 292,343,274</u>

Fiscal Year 2020-21 Budget Proposal Highlights

The total for this balanced budget is \$329.8 million excluding budgeted transfers and includes significant investments in services for our citizens, our employees, and the City's infrastructure. It complies with Council adopted policy, including a fully funded contingency reserve.

The City's population continues to increase averaging 8 percent in the last three years, and we are predicting an additional nine percent increase this year to more than 89,000. Normally these increases, among other factors, would translate to a projected increase over the prior year, however; due to COVID-19, the City adopted a conservative operating revenues budget (excluding other financing sources and bond proceeds) while maintaining current level of service demands and expenditure needs. Significant funds have been budgeted in contingency in the event that City's revenues are higher than anticipated.

General Fund major revenue sources include:

- \$39.7 million projected city sales taxes
- \$36.2 million in state shared revenue (includes \$9.1 million in AZ CARES funding)
- \$15.0 million in permitting revenues

City of Buckeye, Arizona

Management's Discussion and Analysis

- \$3.6 million development-related fees
- \$10.5 million property tax revenues

The City's primary property tax rate has been reduced to \$1.789 per \$100.00 of taxable value, a decrease from \$1.800 as it has for the past seven years. The City's assessed value increased by 12.5% over the prior year which will result in an increase in property tax levy assessed values due to new construction also contributed to the increase in the City tax levy. While there are more needs than available funds, the focus of this year's proposed expenditure plan is on creating a balance between investing in citizen services, investing in our employees, and investing in our infrastructure. Examples of increased services include additional street paving projects, new park trails, and equipment. Other investments include:

- \$6.1 million for Phase II design of the Sundance Park
- \$5.6 million for intersection improvements and traffic signals at Miller & Broadway and Miller & Southern
- \$5.0 million for intersection improvements at Miller and Watson Road
- \$2.6 million for the Warner Street Bridge construction
- \$2.5 million to complete the construction of a new fire station at Tartesso
- \$2.0 million for expansion of the park and ride at Jackrabbit Trail and Palm Lane

The budget includes the addition of 21 positions. Out of these positions, 8 positions were approved for the police department, 3 additional positions for the fire department, 3 positions for the Engineering Department, 2 positions for the Development Services Department and 5 Support Services positions. These new positions will allow the City to respond to the needs of the community and still result in a slight decrease in the number of employees per 1,000 residents. Additionally, to attract and retain a quality team of employees, the budget includes a 2 percent cost of living adjustment.

There are 84 capital improvement projects totaling approximately \$153.0 million in this year's CIP budget. In addition to the projects mentioned above, the following projects are also part of the City's five-year capital improvement plan:

- \$64 million for the Apache Water Campus. This is one of the largest projects to date in the City's CIP plan and includes master planning, design, and construction. This project is scheduled to continue through FY 2020/2021.
- \$21.5 million in various wastewater related CIP projects including the construction of North Miller Road sewer trunk line to improve wastewater service to the major commercial areas on Miller Road.

As one of the fastest-growing cities in the country, with a planning area of over 642 square miles, the budget for FY 2020/2021 focuses on meeting the demands of growth and smart planning for future needs.

Financial Contact Information

This report is designed to provide a general overview of the City's finances for those with interest in the topic and to demonstrate accountability in 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:

City of Buckeye
Finance Department
530 East Monroe Avenue
Buckeye, AZ 85326
623-349-6000 (main telephone number)

or visit the City's website at www.buckeyeaz.gov. Financial documents and reports are available on the website (select Departments, select Finance, select Reports), along with many other City government documents, reports, and information.

City of Buckeye, Arizona

Statement of Net Position

June 30, 2020

ASSETS	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Cash and investments	\$ 99,234,527	\$ 63,503,203	\$ 162,737,730
Receivables, net			
Accounts receivable	1,458,613	6,573,609	8,032,222
Taxes receivable	104,792	-	104,792
Intergovernmental	6,358,153	7,726,671	14,084,824
Special assessments receivable	35,451,511	-	35,451,511
Accrued interest	461,511	-	461,511
Other	65,211	-	65,211
Inventory	120,506	245,908	366,414
Prepaid expenses	124,325	8,274	132,599
Restricted assets			
Cash with paying agent	10,190,074	2,024,049	12,214,123
Restricted cash	3,523,985	-	3,523,985
Capital assets			
Land and construction in progress	189,801,986	76,842,334	266,644,320
Facilities, infrastructure and equipment (net of depreciation)	237,252,273	247,134,980	484,387,253
Total assets	584,147,467	404,059,028	988,206,495
DEFERRED OUTFLOWS OF RESOURCES			
Excess consideration provided for acquisition	-	20,037,208	20,037,208
Loss on refunding and defeasance	475,377	-	475,377
Pension related deferred outflows - ASRS	3,536,398	1,116,756	4,653,154
Pension related deferred outflows - PSPRS	12,876,682	-	12,876,682
Total deferred outflows of resources	16,888,457	21,153,964	38,042,421
LIABILITIES			
Accounts payable and other current liabilities	6,214,757	7,490,134	13,704,891
Accrued wages and benefits	3,923,648	402,743	4,326,391
Retainage Payable	322,794	954,306	1,277,100
Intergovernmental payable	176,858	-	176,858
Unearned revenue	474,500	-	474,500
Customer deposits payable	1,592,882	2,161,475	3,754,357
Other current liabilities	162,441	-	162,441
Noncurrent liabilities			
Due within one year			
Matured debt interest payable	3,076,373	1,537,402	4,613,775
Matured debt principal payable	8,643,012	5,045,793	13,688,805
Bonds payable	232,000	5,783,481	6,015,481
Compensated absences	1,633,800	184,507	1,818,307
Due in more than one year			
Bonds payable	146,056,886	87,038,806	233,095,693
Net pension liability - ASRS	23,201,539	7,326,801	30,528,340
Net pension liability - PSPRS	19,568,749	-	19,568,749
Compensated absences	1,183,096	133,609	1,316,705
Total liabilities	216,463,335	118,059,057	334,522,392
DEFERRED INFLOWS OF RESOURCES			
Gain on refunding and defeasance	530,816	-	530,816
Pension related deferred inflows - ASRS	1,449,783	457,826	1,907,609
Pension related deferred inflows - PSPRS	5,415,490	-	5,415,490
Total deferred inflows of resources	7,396,089	457,826	7,853,915
NET POSITION			
Net investment in capital assets	272,794,226	226,109,234	498,903,460
Restricted for			
Impact fees	23,706,475	10,659,334	34,365,809
Highways and Streets	3,664,182	-	3,664,182
Debt service	41,540,522	-	41,540,522
Capital projects	6,295,335	-	6,295,335
Other special purposes	2,501,465	-	2,501,465
Unrestricted	26,674,295	69,927,541	96,601,836
Total net position	\$ 377,176,500	\$ 306,696,109	\$ 683,872,609

The notes to the financial statements are an integral part of this statement.

City of Buckeye, Arizona

Statement of Activities

For the Year Ended June 30, 2020

Functions/Programs	Expenses	Fees, Fines, and Charges for Services	Program Revenues Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities				
General government	\$ 30,210,142	\$ 4,547,693	\$ 237,973	\$ 603,901
Public safety	39,976,294	273,393	886,579	6,145,937
Highways and streets	20,998,421	85,163	5,075,899	13,530,394
Culture and recreation	7,094,958	657,366	389,264	2,738,426
Public works	6,048,110	135,195	6,000	201,659
Development services	4,669,973	11,176,342	-	-
Engineering	2,892,421	2,794,086	-	-
Interest on long-term debt	7,877,202	-	-	-
Total governmental activities	<u>119,767,521</u>	<u>19,669,238</u>	<u>6,595,715</u>	<u>23,220,317</u>
Business-type activities				
Water	29,534,554	30,132,238	1,701,500	4,629,950
Wastewater	15,956,647	11,469,354	-	5,831,623
Nonmajor enterprise fund	8,301,582	8,038,509	1,586,869	-
Total business-type activities	<u>53,792,783</u>	<u>49,640,101</u>	<u>3,288,369</u>	<u>10,461,573</u>
Total primary government	<u>\$ 173,560,304</u>	<u>\$ 69,309,339</u>	<u>\$ 9,884,084</u>	<u>\$ 33,681,890</u>

General revenues:

Taxes:

 Sales taxes

 Property taxes

 Franchise taxes

Unrestricted revenues:

 State revenue sharing

 State sales tax revenue sharing

 Auto lieu tax revenue sharing

Investment earnings

Other

Transfers

Total general revenues and transfers

Change in net position

Net position - beginning

Net position - ending

Primary Government

Governmental Activities	Business-type Activities	Total
\$ (24,820,575)	\$ -	\$ (24,820,575)
(32,670,385)	-	(32,670,385)
(2,306,965)	-	(2,306,965)
(3,309,902)	-	(3,309,902)
(5,705,256)	-	(5,705,256)
6,506,369	-	6,506,369
(98,335)	-	(98,335)
<u>(7,877,202)</u>	<u>-</u>	<u>(7,877,202)</u>
<u>(70,282,251)</u>	<u>-</u>	<u>(70,282,251)</u>
-	6,929,134	6,929,134
-	1,344,330	1,344,330
-	1,323,796	1,323,796
-	<u>9,597,260</u>	<u>9,597,260</u>
<u>\$ (70,282,251)</u>	<u>\$ 9,597,260</u>	<u>\$ (60,684,991)</u>
41,285,076	-	41,285,076
19,541,703	-	19,541,703
3,833,190	-	3,833,190
9,617,118	-	9,617,118
7,727,535	-	7,727,535
3,156,472	-	3,156,472
3,170,319	1,222,456	4,392,775
1,848,018	-	1,848,018
<u>(383)</u>	<u>-</u>	<u>(383)</u>
<u>90,179,048</u>	<u>1,222,456</u>	<u>91,401,504</u>
19,896,797	10,819,716	30,716,513
<u>357,279,703</u>	<u>295,876,393</u>	<u>653,156,096</u>
<u>\$ 377,176,500</u>	<u>\$ 306,696,109</u>	<u>\$ 683,872,609</u>

City of Buckeye, Arizona

Balance Sheet

Governmental Funds

June 30, 2020

	General	Special Revenue Fd Highway Users Revenue Fund	Capital Projects Fund Impact Fees Funds	Debt Service	
				Watson Road CFD	Festival Ranch CFD
ASSETS					
Cash and investments	\$ 54,191,535	\$ 3,321,631	\$ 23,838,313	\$ 822,472	\$ 88,053
Receivables, net					
Accounts	683,715	143,856	-	330,015	-
Taxes	41,383	-	-	-	6,836
Intergovernmental	5,938,128	401,720	-	-	3,386
Special assessments	-	-	-	19,252,560	8,926,951
Accrued interest	461,511	-	-	-	-
Other	65,211	-	-	-	-
Inventory	49,765	70,741	-	-	-
Prepaid items	120,363	830	-	-	-
Restricted assets					
Cash with paying agent	961,823	-	-	2,115,504	2,651,455
Restricted cash	162,441	-	-	2,120,853	877,687
Total assets	\$ 62,675,875	\$ 3,938,778	\$ 23,838,313	\$ 24,641,404	\$ 12,554,368
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 2,088,458	\$ 111,465	\$ 131,838	\$ -	\$ 15,121
Accrued wages and benefits	3,803,166	91,560	-	-	-
Intergovernmental payable	176,858	-	-	-	-
Unearned revenues	28,453	-	-	82,769	-
Retainage payable	-	-	-	-	-
Customer deposits payable	1,457,752	-	-	-	-
Other current liabilities	162,441	-	-	-	-
Matured debt interest payable	260,823	-	-	297,064	803,869
Matured debt principal payable	701,000	-	-	1,818,440	1,476,572
Total liabilities	8,678,951	203,025	131,838	2,198,273	2,295,562
Deferred Inflows of Resources:					
Special assessments not yet due	-	-	-	19,252,560	8,926,951
Total deferred inflows of resources	-	-	-	19,252,560	8,926,951
Fund Balances:					
Nonspendable	170,128	71,571	-	-	-
Restricted:					
Impact Fees	-	-	23,706,475	-	-
Highways and Streets	-	3,664,182	-	-	-
Capital Projects	-	-	-	-	-
Other Special Purposes	-	-	-	-	-
Debt Service	-	-	-	3,190,571	1,331,855
Unassigned	53,826,796	-	-	-	-
Total fund balances	53,996,924	3,735,753	23,706,475	3,190,571	1,331,855
Total liabilities, deferred inflows of resources and fund balances	\$ 62,675,875	\$ 3,938,778	\$ 23,838,313	\$ 24,641,404	\$ 12,554,368

The notes to the financial statements are an integral part of this statement.

Nonmajor Governmental Funds	Total Governmental Funds
\$ 16,972,523	\$ 99,234,527
301,027	1,458,613
56,573	104,792
14,919	6,358,153
7,272,000	35,451,511
-	461,511
-	65,211
-	120,506
3,132	124,325
4,461,292	10,190,074
363,004	3,523,985
<u>\$ 29,444,470</u>	<u>\$ 157,093,208</u>

\$ 3,867,875	\$ 6,214,757
28,922	3,923,648
-	176,858
363,278	474,500
322,794	322,794
135,130	1,592,882
-	162,441
1,714,617	3,076,373
4,647,000	8,643,012
<u>11,079,616</u>	<u>24,587,265</u>

<u>7,272,000</u>	<u>35,451,511</u>
<u>7,272,000</u>	<u>35,451,511</u>

3,132	244,831
-	23,706,475
-	3,664,182
7,022,639	7,022,639
2,501,465	2,501,465
1,566,585	6,089,011
(967)	53,825,829
<u>11,092,854</u>	<u>97,054,432</u>
<u>\$ 29,444,470</u>	<u>\$ 157,093,208</u>

City of Buckeye, Arizona
Reconciliation of the Balance Sheet
to the Statement of Net Position
Governmental Activities
June 30, 2020

Fund balances - total governmental funds		\$ 97,054,432
Amounts reported for governmental activities in the statement of net position are different because:		
Special assessment revenue not available for current financial resources		35,451,511
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Governmental capital assets	682,905,185	
Less accumulated depreciation	<u>(255,850,926)</u>	427,054,259
Long-term liabilities, including bonds payable, that are not due and payable in the current period and therefore are not reported in the governmental funds.		
Improvement bonds	(5,336,000)	
Revenue bonds	(12,472,200)	
Community facilities district bonds	(125,308,511)	
Loss on refunding and defeasance of bonds	475,377	
Gain on refunding and defeasance of bonds	(530,816)	
Premium on long-term debt issued	(3,427,566)	
Discount on long-term debt issued	255,391	
Compensated absences	(2,816,896)	
Accrued interest on long-term debt	-	
Net Pension Liability - ASRS	(23,201,539)	
Net Pension Liability - PSPRS	(19,568,749)	
Deferred inflow of resources - ASRS	(1,449,783)	
Deferred inflow of resources - PSPRS	(5,415,490)	
Deferred outflow of resources - ASRS	3,536,398	
Deferred outflow of resources - PSPRS	<u>12,876,682</u>	<u>(182,383,702)</u>
Net position of governmental activities		<u>\$ 377,176,500</u>

The notes to the financial statements are an integral part of this statement.



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City of Buckeye, Arizona

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the Year Ended June 30, 2020

	General	Special Revenue Fd Highway Users Revenue Fund	Capital Projects Fund Impact Fees Funds	Debt Service	
				Watson Road CFD	Festival Ranch CFD
REVENUES					
Taxes:					
Sales taxes	\$ 41,085,190	\$ -	\$ -	\$ -	\$ -
Property taxes	8,616,105	-	-	-	2,185,902
Franchise fees	3,833,190	-	-	-	-
Intergovernmental	20,501,125	5,075,899	-	-	-
Fines and forfeitures	745,026	-	-	-	-
Licenses and permits	13,970,428	-	-	-	-
Charges for services	2,776,749	85,163	-	-	-
Developer agreements	-	-	-	-	-
Contributions and donations	-	-	-	-	368,901
Impact fees	-	-	4,973,328	-	-
Special assessments	-	-	-	3,736,598	1,240,000
Investment earnings	2,336,296	77,511	529,616	59,585	30,947
Other	1,571,760	148,535	-	-	35,000
Total revenues	95,435,869	5,387,108	5,502,944	3,796,183	3,860,750
EXPENDITURES					
Current:					
General government	16,312,648	-	-	3,531	5,214
Public safety	34,606,611	-	863,146	-	-
Highway and streets	-	3,390,657	2,487	-	-
Culture and recreation	4,939,492	-	1,591	-	-
Public works	3,661,521	-	-	-	-
Development services	4,436,942	-	-	-	-
Engineering	2,748,197	-	-	-	-
Debt service:					
Principal retirement	701,000	-	-	2,334,440	1,691,572
Interest and fiscal charges	524,067	-	-	1,211,755	1,641,614
Issuance costs of long term debt	-	-	-	376,176	401,802
Capital outlay	3,040,736	151,492	-	-	-
Total expenditures	70,971,214	3,542,149	867,224	3,925,902	3,740,202
Excess (deficiency) of revenues over expenditures	24,464,655	1,844,959	4,635,720	(129,719)	120,548
OTHER FINANCING SOURCES (USES)					
Bonds issued	-	-	-	-	5,715,000
Refunding bonds issued	-	-	-	20,914,000	3,885,000
Premiums issued	-	-	-	-	468,923
Payment to refunding agent	-	-	-	(21,071,000)	(4,135,000)
Transfers in	726,894	-	-	-	-
Transfers out	(7,512,369)	(726,215)	(3,772,853)	-	(5,876,786)
Total other financing sources (uses)	(6,785,475)	(726,215)	(3,772,853)	(157,000)	57,137
Net Change in Fund Balances	17,679,180	1,118,744	862,867	(286,719)	177,685
Fund Balances, Beginning of Year	36,317,744	2,617,009	22,843,608	3,477,290	1,154,170
Fund Balances, End of Year	\$ 53,996,924	\$ 3,735,753	\$ 23,706,475	\$ 3,190,571	\$ 1,331,855

The notes to the financial statements are an integral part of this statement.

Nonmajor Governmental Funds	Total Governmental Funds
\$ 199,886	\$ 41,285,076
8,739,696	19,541,703
-	3,833,190
1,035,464	26,612,488
-	745,026
-	13,970,428
669,555	3,531,467
24,630	24,630
3,732,985	4,101,886
-	4,973,328
784,556	5,761,154
136,364	3,170,319
31,085	1,786,380
<u>15,354,221</u>	<u>129,337,075</u>
1,208,569	17,529,962
899,156	36,368,913
72,817	3,465,961
736,709	5,677,792
-	3,661,521
-	4,436,942
-	2,748,197
5,043,000	9,770,012
3,523,494	6,900,930
222,400	1,000,378
<u>24,273,975</u>	<u>27,466,203</u>
<u>35,980,120</u>	<u>119,026,811</u>
<u>(20,625,899)</u>	<u>10,310,264</u>
-	5,715,000
7,515,000	32,314,000
-	468,923
(7,400,000)	(32,606,000)
17,860,254	18,587,148
<u>(699,308)</u>	<u>(18,587,531)</u>
<u>17,275,946</u>	<u>5,891,540</u>
<u>(3,349,953)</u>	<u>16,201,804</u>
<u>14,442,807</u>	<u>80,852,628</u>
<u>\$ 11,092,854</u>	<u>\$ 97,054,432</u>

City of Buckeye, Arizona

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities For the Year Ended June 30, 2020

Net change in fund balances - total governmental funds \$ 16,201,804

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	27,466,203	
Less amount not capitalized	(12,767,562)	
Capital contributions	14,316,285	
Transfer to Proprietary Funds	(321,288)	
Less current year depreciation	<u>(23,078,926)</u>	5,614,712

The net effect on the disposal of capital assets (227,796)

Some revenues reported in the governmental funds that did not provide current financial resources in prior years have been recognized previously in the statement of activities and therefore are not reported as revenues in the statement of activities.

Special assessments (3,729,012)

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. Likewise, refunding and defeasance of existing debt reduces the balance of long-term debt without adding additional debt. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when the debt is first issued, whereas these items are deferred and amortized over the term of the long-term debt in the statement of activities.

Issuance of long-term debt	(38,029,000)	
Premiums on debts issued	(468,923)	
Principal payments on long-term debt	42,376,012	
Amortization of loss on refunding and defeasance	(62,923)	
Amortization of gain on refunding and defeasance	61,638	
Amortization of premium	291,214	
Amortization of discount	(48,732)	
Interest on long-term debt	275,287	
Pension Expense - ASRS	(1,390,113)	
Pension Expense - PSPRS	<u>(473,711)</u>	2,530,749

Some expenses reported in the statement of activities do not require the use of current use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Net increase in compensated absences (493,660)

Change in net position of governmental activities \$ 19,896,797

The notes to the financial statements are an integral part of this statement.

City of Buckeye, Arizona

Statement of Net Position

Proprietary Funds

June 30, 2020

ASSETS	Wastewater	Water	Nonmajor Enterprise Fund	Totals
Current assets:				
Cash and investments	\$ 23,030,680	\$ 39,189,560	\$ 1,282,963	\$ 63,503,203
Cash with trustee	247,528	1,776,521	-	2,024,049
Accounts receivable, net	1,364,360	4,388,211	821,038	6,573,609
Intergovernmental receivable	-	7,726,671	-	7,726,671
Inventory	-	234,929	10,979	245,908
Prepaid expenses	1,361	6,838	75	8,274
Total current assets	24,643,929	53,322,730	2,115,055	80,081,714
Noncurrent assets:				
Capital assets:				
Land	5,104,366	1,998,440	4,672,490	11,775,296
Buildings and improvements	70,332,855	16,363,047	2,562,648	89,258,550
Land improvements	393,406	417,046	12,206,753	13,017,205
Distribution and collection systems	164,321,315	137,799,929	-	302,121,244
Water rights	-	3,883,259	-	3,883,259
Machinery and equipment	3,274,302	5,589,405	553,976	9,417,683
Less accumulated depreciation & amortization	(76,031,982)	(77,836,107)	(12,811,613)	(166,679,702)
Construction in progress	3,203,100	55,869,603	2,111,076	61,183,779
Capital assets, net	170,597,362	144,084,622	9,295,330	323,977,314
Total assets	195,241,291	197,407,352	11,410,385	404,059,028
DEFERRED OUTFLOWS OF RESOURCES				
Excess consideration provided for acquisition	-	20,037,208	-	20,037,208
Pension related deferred outflows - ASRS	338,284	641,204	137,268	1,116,756
Total deferred outflows of resources	338,284	20,678,412	137,268	21,153,964
LIABILITIES				
Current liabilities:				
Accounts payable	1,474,841	5,432,489	582,804	7,490,134
Accrued wages and benefits	123,780	230,974	47,989	402,743
Retainage payable	20,805	933,501	-	954,306
Customer deposits payable	396,388	1,557,768	207,319	2,161,475
Compensated absences	41,614	125,564	17,329	184,507
Accrued interest payable	119,120	1,418,282	-	1,537,402
Accrued principal payable	778,564	4,267,229	-	5,045,793
Total current liabilities	2,955,112	13,965,807	855,441	17,776,360
Noncurrent liabilities:				
Compensated absences	30,135	90,925	12,549	133,609
Bonds, notes and loans payable	7,837,479	84,984,808	-	92,822,287
Net pension liability - ASRS	2,219,411	4,206,805	900,585	7,326,801
Total noncurrent liabilities	10,087,025	89,282,538	913,134	100,282,697
Total liabilities	13,042,137	103,248,345	1,768,575	118,059,057
DEFERRED INFLOWS OF RESOURCES				
Pension related deferred inflows - ASRS	138,683	262,868	56,275	457,826
Total deferred inflows of resources	138,683	262,868	56,275	457,826
NET POSITION				
Net investment in capital assets	161,981,319	54,832,585	9,295,330	226,109,234
Restricted:				
Impact fees	5,940,426	4,718,908	-	10,659,334
Unrestricted	14,477,010	55,023,058	427,473	69,927,541
Total net position	\$ 182,398,755	\$ 114,574,551	\$ 9,722,803	\$ 306,696,109

The notes to the financial statements are an integral part of this statement.

City of Buckeye, Arizona

Statement of Revenue, Expenses and Changes in Fund Net Position

Proprietary Funds

For the Fiscal Year Ended June 30, 2020

	<u>Wastewater</u>	<u>Water</u>	<u>Nonmajor Enterprise Fund</u>	<u>Total</u>
OPERATING REVENUES				
Charges for services	\$ 11,454,106	\$ 25,894,566	\$ 7,703,056	\$ 45,051,728
Other fees and charges	13,737	4,148,513	203,534	4,365,784
Other operating revenues	1,511	89,159	131,919	222,589
Total operating revenues	<u>11,469,354</u>	<u>30,132,238</u>	<u>8,038,509</u>	<u>49,640,101</u>
OPERATING EXPENSES				
Salaries, wages and employee benefits	2,654,722	5,157,938	1,071,320	8,883,980
Contractual services, materials and expenses	2,345,728	5,554,439	6,683,993	14,584,160
Other operating expenses	1,051,511	2,389,628	224,873	3,666,012
Depreciation and amortization	6,166,129	11,215,319	321,396	17,702,844
Total operating expenses	<u>12,218,090</u>	<u>24,317,324</u>	<u>8,301,582</u>	<u>44,836,996</u>
Operating income (loss)	<u>(748,736)</u>	<u>5,814,914</u>	<u>(263,073)</u>	<u>4,803,105</u>
NON-OPERATING REVENUES (EXPENSES)				
Impact fees	4,147,506	3,161,864	-	7,309,370
Investment earnings	423,637	762,070	36,749	1,222,456
Interest expense	(238,241)	(2,777,393)	-	(3,015,634)
Intergovernmental	-	1,701,500	1,586,869	3,288,369
Capital Contributions	1,684,117	1,468,086	-	3,152,203
Developer reimbursements	(3,500,316)	(1,833,348)	-	(5,333,664)
Loss on disposal of capital assets	-	(606,489)	-	(606,489)
Total non-operating revenues (expense)	<u>2,516,703</u>	<u>1,876,290</u>	<u>1,623,618</u>	<u>6,016,611</u>
Income (loss) before transfers	<u>1,767,967</u>	<u>7,691,204</u>	<u>1,360,545</u>	<u>10,819,716</u>
Change in net position	1,767,967	7,691,204	1,360,545	10,819,716
Total net position - beginning	180,630,788	106,883,347	8,362,258	295,876,393
Total net position - ending	<u>\$ 182,398,755</u>	<u>\$ 114,574,551</u>	<u>\$ 9,722,803</u>	<u>\$ 306,696,109</u>

The notes to the financial statements are an integral part of this statement.

City of Buckeye, Arizona

Statement of Cash Flows

Proprietary Funds

For the Fiscal Year Ended June 30, 2020

	<u>Wastewater</u>	<u>Water</u>	<u>Nonmajor Enterprise Fund</u>	<u>Totals</u>
Cash flows from operating activities				
Receipts from customers	\$ 11,364,357	\$ 29,814,644	\$ 8,087,339	\$ 49,266,340
Payments to suppliers	(3,897,221)	(9,044,390)	(7,317,989)	(20,259,600)
Payments to employees	(2,599,305)	(4,871,433)	(1,026,578)	(8,497,316)
Customer deposits received (paid)	3,629	(1,178,482)	(106,919)	(1,281,772)
Net cash provided (used) by operating activities	<u>4,871,460</u>	<u>14,720,339</u>	<u>(364,147)</u>	<u>19,227,652</u>
Cash flows from capital and related financing activities				
Impact fees	4,147,506	3,161,864	-	7,309,370
Developer reimbursements	(3,500,316)	(1,833,348)	-	(5,333,664)
Intergovernmental	-	689,000	1,586,869	2,275,869
Purchases of capital assets	(2,500,089)	(31,020,080)	(1,819,265)	(35,339,434)
Interest paid on capital debt	(250,343)	(2,564,393)	-	(2,814,736)
Proceeds from capital debt	-	19,764,293	-	19,764,293
Principal paid on capital debt	(756,464)	(990,043)	-	(1,746,507)
Net cash provided (used) by capital and related financing activities	<u>(2,859,706)</u>	<u>(12,792,707)</u>	<u>(232,396)</u>	<u>(15,884,809)</u>
Cash flows from investing activities				
Investment earnings	423,637	762,070	36,749	1,222,456
Net cash from (used in) investing activities	<u>423,637</u>	<u>762,070</u>	<u>36,749</u>	<u>1,222,456</u>
Net increase (decrease) in cash and investment	2,435,391	2,689,702	(559,794)	4,565,299
Cash balance, July 1, 2019	20,842,817	38,276,379	1,842,757	60,961,953
Cash balance, June 30, 2020	<u>\$ 23,278,208</u>	<u>\$ 40,966,081</u>	<u>\$ 1,282,963</u>	<u>\$ 65,527,252</u>
Cash and investments	\$ 23,030,680	\$ 39,189,560	\$ 1,282,963	\$ 63,503,203
Cash with trustee	247,528	1,776,521	-	2,024,049
Cash balance, June 30, 2020	<u>\$ 23,278,208</u>	<u>\$ 40,966,081</u>	<u>\$ 1,282,963</u>	<u>\$ 65,527,252</u>

The notes to the financial statements are an integral part of this statement.

City of Buckeye, Arizona**Statement of Cash Flows****Proprietary Funds**

For the Fiscal Year Ended June 30, 2020

Reconciliation of operating income (loss) to net cash from (used in) operating activities:				
Operating income (loss)	<u>\$ (748,736)</u>	<u>\$ 5,814,914</u>	<u>\$ (263,073)</u>	<u>\$ 4,803,105</u>
Adjustments to reconcile operating income (loss) to net cash from (used in) operating activities:				
Depreciation expense	6,166,129	8,060,682	321,396	14,548,207
Amortization	-	3,154,637	-	3,154,637
Add: Pension Expense	240,081	608,100	115,643	963,824
Add: Employer Pension Contribution	(200,580)	(380,192)	(81,390)	(662,162)
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable	(104,997)	(317,594)	48,830	(373,761)
Increase in inventory	-	91,274	21,282	112,556
(Increase) decrease in prepaid expenses	(447)	(6,205)	1,655	(4,997)
Decrease in accounts payable	(499,535)	(1,185,392)	(432,061)	(2,116,988)
Increase in accrued wages and benefits	19,165	51,602	9,098	79,865
Increase (decrease) in compensated absences payables	(3,249)	6,995	1,392	5,138
Increase (decrease) in customer deposits	3,629	(1,178,482)	(106,919)	(1,281,772)
Total adjustments	<u>5,620,196</u>	<u>8,905,425</u>	<u>(101,074)</u>	<u>14,424,547</u>
Net cash from (used in) operating activities	<u>\$ 4,871,460</u>	<u>\$ 14,720,339</u>	<u>\$ (364,147)</u>	<u>\$ 19,227,652</u>
Noncash investing, capital, and financing activities:				
Contributions of capital assets	1,684,117	1,468,086	-	3,152,203
WIFA Loan forgiveness	-	1,012,500	-	1,012,500
	<u>\$ 1,684,117</u>	<u>\$ 2,480,586</u>	<u>\$ -</u>	<u>\$ 4,164,703</u>

City of Buckeye, Arizona
Statement of Net Position
Fiduciary Fund
June 30, 2020

	Pension Trust
<hr/> ASSETS <hr/>	
Cash and cash equivalents	<u>\$ 296,646</u>
Total assets	<u><u>\$ 296,646</u></u>
<hr/> NET POSITION <hr/>	
Restricted for pensions	<u>\$ 296,646</u>
Total net position	<u><u>\$ 296,646</u></u>

The notes to the financial statements are an integral part of this statement.

City of Buckeye, Arizona
Statement of Changes in Net Position
Fiduciary Fund
For the Year Ended June 30, 2020

	<u>Pension Trust</u>
Additions	
State fire insurance premium	\$ 1,572
City contribution	383
Investment earnings:	
Net increase in fair value of investments	<u>9,868</u>
Total additions, net of depreciation in fair value	<u>11,823</u>
Deductions	
Administration	<u>28,386</u>
Total deductions	<u>28,386</u>
Change in net position	(16,563)
Net position - beginning	<u>313,209</u>
Net position - ending	<u>\$ 296,646</u>

The notes to the financial statements are an integral part of this statement.

City of Buckeye, Arizona

Notes to Financial Statements

Notes for Financial Statements

Note 1 – Summary of Significant Accounting Policies

The accompanying financial statements of the City of Buckeye, Arizona (the City) 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 City's more significant accounting policies follows.

A. Financial Reporting Entity

The City was incorporated in 1929 under the provisions of the State of Arizona. In accordance with Arizona Revised Statutes, the City adopted the Council/Manager form of government. The City 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 City provides basic government services to its citizens including public safety, roads, water, wastewater, planning and zoning, parks and recreation facilities, library, and general administrative services. The accompanying financial statements present the City and its blended component units, entities for which the City is considered to be financially accountable. Per GASB Statement No. 14, and as amended by GASB Statement No. 61, the component units discussed below have been included in the City's reporting entity because of the significance of their operational or financial relationship with the City.

Per GASB Statement 39, *Determining Whether Certain Organizations are Component Units*; the City includes in its financial statements all entities for which the City's Mayor and Council are financially accountable. As the primary government, the City is financially accountable if it appoints a voting majority of an organization's governing body, and: 1) it can impose its will on that organization, or 2) there is a potential for that organization to provide specific benefits to or impose specific financial burdens on the primary government. Additionally, the primary government may be financially accountable if an organization is fiscally dependent on the primary government.

Individual Component Units - Blended

Community Facilities Districts were formed to acquire and improve public infrastructure in specified land areas. As special purpose districts and separate political subdivisions under the Arizona Constitution, the Districts can levy taxes and issue bonds independently of the City. Property owners in the designated areas are assessed for District taxes and thus for the cost of operating the Districts. The City Council serves as the Board of Directors; however, the City has no liability for the districts' debt. Although it is legally separate from the City, the districts are reported as if it is part of the primary government because the districts' governing body is substantively the same as the governing body of the City and management of the City has operational responsibility for the Districts. Included within the reporting entity are the following Districts: Anthem Communities, Elianto Community Facilities District, Festival Ranch Community Facilities District, Mirielle Community Facilities District (collectively, the Districts) Sundance Community Facilities District, Tartesso West Community Facilities District, Trillium West Community Facilities District, Verrado Community Facilities District No. 1 (formerly Whitestone District No. 1), Verrado Western Overlay Community Facilities District, Watson Road Community Facilities District, and West Park Community Facilities District. Complete financial statements for the Districts maybe obtained from the City's Finance Department.

Also included with the reporting entity is the Buckeye Pollution Control Corporation (the Corporation). The Corporation was formed to control, prevent, abate, store and dispose of solid waste and other pollutants and contaminants in the general vicinity of the City. The Corporation is a separate legal entity under the Arizona Constitution and can issue bonds independently of the City and is considered a component unit. The City has no liability for debt issued by the Corporation. The City Council has the authority to approve and remove directors of the Corporation. Separate financial statements are not prepared for the Corporation.

The City has contracted with an outside agency to provide operations for its solid waste facility. The contract requires the outside agency to reserve funds under the closure and post-closure care costs. In the event of termination of the contract, the required reserve funds are to be remitted to the Arizona Department of Environmental Quality. Consequently, no liability for landfill closure and post-closure care costs has been recorded on the basic financial statements.

City of Buckeye, Arizona

Notes to Financial Statements

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 non-fiduciary activities of the primary government and its component units. 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.

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. 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 City 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. However, since debt service resources are provided during the current year for payment of long-term principal and interest due early in the following year, the expenditures and related liabilities have been recognized in the Debt Service Fund.

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. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund, or when the City determines there is an operational advantage to do so.

The Highway User Fund (HURF), a Special Revenue fund, accounts for revenue and expenditures that are legally restricted to expenditures for transportation, the construction, repairs, and maintenance of public works and streets.

City of Buckeye, Arizona

Notes to Financial Statements

The Impact Fees Fund, a Capital Projects fund, accounts for resources accumulated and one-time expenditures made for new developments within the City.

The Watson Road CFD Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on long-term debt associated with the Watson Road Community Facilities Districts.

The Festival Ranch CFD Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on long-term debt associated with the Festival Ranch Community Facilities Districts.

The City reports the following major proprietary funds:

The Wastewater Fund accounts for the activities of the City's wastewater operations including wastewater development impact fees.

The Water Fund accounts for the activities of the City's water operations including water development impact fees.

The Pension Trust Fund accounts for the activities of the Volunteer Firefighters' Relief and Pension Fund, a defined contribution plan for which the assets are held by the City in a trustee capacity. The Pension Trust Fund is reported using the accrual basis of accounting.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. However, charges for interfund services provided and used are not eliminated if the prices approximate their external exchange values.

Amounts reported as program revenues include 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating 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 wastewater and water funds are charges to customers for sales and services. Operating expenses for the enterprise funds include the cost of sales and services and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use for governmental activities, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to having been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City Council has provided otherwise in its commitment or assignment actions. For business-type activities, the use of restricted resources is governed by the state statutes that regulate the use of impact fees.

D. Cash and Investment

Cash represents amounts in demand deposits and amounts held in trust by financial institutions. The funds held in trust are available to the City upon demand. The City considers short-term investments (including restricted assets) in the State of Arizona investment pool, mutual fund-money market, U.S. Treasury bills and notes with maturities of three months or less at acquisition date to be cash equivalents.

Buckeye maintains investment accounts for funds that are not legally required to be maintained separately. Each fund's equity in investments represents that fund's position in the consolidated accounts and determines that fund's allocation of interest earned. Arizona Revised Statutes regulate the investment of surplus cash. Buckeye limits its investments to U.S. government securities, certificates of deposit, bonds, repurchase agreements, corporate notes, commercial paper, and money market accounts. Investments are stated at fair value based on quoted market prices and cash equivalents are stated at amortized cost.

City of Buckeye, Arizona

Notes to Financial Statements

E. Receivables and Payables

All receivables are shown net of an allowance for uncollectible accounts. For trade accounts receivable (miscellaneous receivable and utility billing receivables), amounts outstanding more than 120 days are included in this amount.

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in government-wide financial statements as "internal balances".

F. Inventory and Prepaid Items

Inventories consist of expendable supplies and vehicle repair parts held for consumption. For the governmental funds inventories are reported using the purchase method, expenditures are incurred as inventory is purchased and an adjustment is made at year-end directly to inventory and fund balance. For the proprietary funds and government-wide statements inventories are reported using the consumption method, inventory is recorded when it is purchased and expensed as it is used. Inventory is valued using the average cost method. Certain payments to vendors reflect costs applicable to future accounting periods and are reported using the consumption method in both government-wide and fund financial statements and are therefore recorded as prepaid items.

G. Restricted Assets

Certain proceeds of the City's bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because they are maintained in separate bank accounts and their use is limited by applicable bond covenants.

H. Capital Assets

Capital assets, which include property, plant, infrastructure, furniture, equipment, and vehicles are reported in the governmental and business-type activities column in the government-wide financial statements as applicable and in the proprietary fund statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life over one year.

Property, plant, furniture, equipment, and vehicles purchased or acquired is carried at historical cost or estimated historical cost. Contributed assets are recorded at acquisition value as of the date received. Additions, improvements, and other capital outlay 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:

Furniture, machinery, and equipment	3-15 years
Vehicles	5-10 years
Land improvements	10-20 years
Infrastructure	20-50 years
Improvements other than buildings	40 years
Buildings and improvements	50 years
Landfill	50 years
Wastewater system	50 years
Water system	50 years

City of Buckeye, Arizona

Notes to Financial Statements

I. Deferred Outflows of Resources

For current refundings and advance refundings resulting in defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt should be reported as a deferred outflow of resources or a deferred inflow of resources and recognized as a component of interest expense systematically and rationally over the remaining life of the old debt or the life of the new debt, whichever is shorter.

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, require actuarial assumptions be made, based on the measurement date, in computing deferred outflows of resources determined in connection with recording total pension liability. Contributions made by the City to its pension plans since the measurement date of the plan's net pension liability, the difference between expected and actual experiences in the plan, changes in assumptions, and changes in the proportion and differences between employer contributions and the proportionate share of contributions to the plan are reported as pension-related deferred outflows of resources. The contributions made since the measurement date of the plan will be recognized when the time period in which the contributions were made are encompassed by the plan. The difference between expected and actual experiences in the plan, changes in assumptions, and the changes in the proportion and differences between employer contributions and the proportionate share of contributions to the plan are amortized over the estimated remaining work-life of active participants in the plan and recognized as a reduction of pension expense.

GASB Statement No. 69, *Government Combinations and Disposals of Government Operations* requires that in instances where the acquiring government provides consideration in excess of the net position acquired, the acquiring government should report the difference as a deferred outflow of resources. As of June 30, 2020, there was \$20,037,208 in deferred outflows related to the excess consideration provided by the City in relation to the acquisition of Global Water Resources, Inc. (Global Water) on July 9, 2015. The City desired to acquire Global Water, a water utility service corporation, to enhance its water utility system in order to provide its residents with greater consistency in rates, water quality, water resource management, and other policies and practices relating to the provision of water utility services to its residents. This deferred outflow of resources is attributed to future periods systematically and rationally, based on the estimated service lives of the capital assets acquired. The amortization expense related to this deferred outflow for the year ended June 30, 2020, was \$3,321,164. The deferred outflow will be reviewed periodically and the estimated services' lives will be revised as necessary.

J. Compensated Absences

The City's employee vacation and sick leave policies provide for granting vacation and sick leave with pay. Sick leave and vacation benefits vest at the employee's current rate of pay. The current and long-term liabilities for accumulated vacation and sick leave are reported on the government-wide financial statements and in the proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee leave, resignation, and retirements. Resources from the General Fund are generally used to liquidate the governmental funds' liabilities for compensated absences.

K. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Under GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, bond issuance costs are expensed as incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

City of Buckeye, Arizona

Notes to Financial Statements

L. Deferred Inflows of Resources

For current refundings and advance refundings resulting in defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt should be reported as a deferred outflow of resources or a deferred inflow of resources and recognized as a component of interest expense systematically and rationally over the remaining life of the old debt or the life of the new debt, whichever is shorter.

Revenues and other governmental fund financial resources should be recognized in the accounting period in which they become both measurable and available. When an asset is recorded in governmental fund financial statements but the revenue is not available, the government should report a deferred inflow of resources until the revenue becomes available.

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, require actuarial assumptions be made, based on the measurement date, in computing deferred inflows of resources determined in connection with recording total pension liability. The difference between projected and actual investment earnings of the pension plan and changes in the proportion and differences between employer contributions and the proportionate share of contributions to the plan are presented as pension-related deferred inflows of resources. This difference between projected and actual investment earnings of the pension plan is amortized over five years and recognized as a component of pension expense. The changes in the proportion and differences between employer contributions and the proportionate share of contributions to the plan are amortized over the estimated remaining work-life of active participants in the plan and recognized as a reduction of pension expense.

As of June 30, 2020, there was a \$1,449,783 and \$457,826 in deferred inflows related to pension expenses for ASRS, net of accumulated amortization for governmental and business-type activities, respectively. As of June 30, 2020, there was a \$5,415,490 in deferred inflows related to pension expenses for PSPRS – Police and PSPRS – Fire, net of accumulated amortization for governmental activities.

M. Net Position

In the government-wide financial statements, the net position is reported in three categories: net investment in capital assets; restricted net position; and unrestricted net position. Net investment in capital assets includes all capital assets of the City both depreciable and non-depreciable net of accumulated depreciation and outstanding debt balances attributable to the acquisition, construction, or improvement of these assets. Net position in this category represents the infrastructure of the City and is not available to meet the City's needs. The restricted net position consists of amounts that have external restrictions imposed upon them by creditors, grantors, contributors, or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation. Net positions in this category represent amounts that are not available to meet the City's needs as they have been promised for other purposes. The unrestricted net position represents amounts that have been restricted for any project or other purpose. These amounts are available to meet any needs of the City. While the unrestricted net position is technically available to be spent by the City, it is important to remember that the City has established financial policies that would prevent this. There are certain self-imposed criteria, such as maintaining a minimum operating fund balance that would further reduce the amount the City is willing to spend.

N. Fund Balance

The following classifications describe the relative strength of the spending constraints:

Non-spendable fund balance - amounts that cannot be spent either because they are in a non-spendable form (such as inventory and pre-pays) or because they are required legally or contractually required to be maintained intact.

Restricted fund balance - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

City of Buckeye, Arizona

Notes to Financial Statements

Committed fund balance - amounts constrained to specific purposes by the City itself, using its highest level of decision-making authority (i.e., City Council). To be reported as committed, amounts cannot be used for any other purpose unless the City Council approves by Resolution to remove or change the constraint.

Assigned fund balance - amounts the City intends to use for a specific purpose. Intent can be expressed by the City Council or by an official or body to which the City Council delegates the authority. The City Council and the Chief Financial Officer have the authority to assign fund balances intended to be used for specific purposes.

Unassigned fund balance – represents the General Fund balance that has not been assigned to other funds that have not been restricted, committed, or assigned to specific purposes.

- The City’s General Fund will maintain an “Unassigned” fund balance with a target of a minimum of fifteen percent (15%) of General Fund operating expenditures. The intention of the “Unassigned” fund balance is to provide additional stability to the General Fund recognizing the cyclical nature of the economy and the volatility of the major revenue sources of the City. Funds in excess of the minimum targets will be retained in the Unassigned General Fund Balance.

It is the government’s policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Governmental fund balances as of June 30, 2020 are as follows:

	General	Special Revenue	Capital Projects	Debt Service		Non-Major	Total
		Highway Users Revenue Fund	Impact Fees Fund	Watson Road CFD	Festival Ranch CFD	Governmental Funds	
Fund Balance							
Non-spendable	\$ 170,128	\$ 71,571	\$ -	\$ -	\$ -	\$ 3,132	\$ 244,831
Restricted							
Impact Fees	-	-	23,706,475	-	-	-	23,706,475
Highways and streets	-	3,664,182	-	-	-	-	3,664,182
Capital projects	-	-	-	-	-	7,022,639	7,022,639
Debt service	-	-	-	3,190,571	1,331,855	1,566,585	6,089,011
Other special purposes	-	-	-	-	-	2,501,465	2,501,465
Unassigned	53,826,796	-	-	-	-	(967)	53,825,829
	<u>\$ 53,996,924</u>	<u>\$ 3,735,753</u>	<u>\$ 23,706,475</u>	<u>\$ 3,190,571</u>	<u>\$ 1,331,855</u>	<u>\$ 11,092,854</u>	<u>\$ 97,054,432</u>

O. Property Tax

A primary tax levy is limited to an increase of two percent over the previous year’s maximum allowable primary levy plus an increased dollar amount due to a net gain in property not taxed the previous year (Section 42-301, Arizona Revised Statutes). The two percent increase is based on the City’s “maximum allowable levy” for the prior year.

Property taxes are recognized as revenues in the year they are levied and collected, or if they are collected within 60 days subsequent to fiscal year-end. Property taxes not collected within 60 days subsequent to fiscal year-end, or collected in advance of the year-end for which they are levied, are reported as unavailable revenues.

The County levies real 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 in November. The second installment is due on the first day of March of the next year and becomes delinquent 30 days thereafter.

City of Buckeye, Arizona

Notes to Financial Statements

P. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the statement of net position/balance sheet and the reported amounts of revenue and expenses/expenditures during the reporting period. Actual results could differ from the estimates.

Note 2 - Compliance and Accountability

Budgetary Information

According to the laws of the State of Arizona, all operating budgets must be approved by their governing board on or before the second Monday in August to allow sufficient time for legal announcements and hearings required for the adoption of the property tax levy on the third Monday in August.

In June, the proposed budget for the following fiscal year is presented by the City Manager to the City Council. The budget includes proposed expenditures and the means of financing them. A public meeting is held to obtain citizen comments.

Prior to July 15th, the City Council legally enacts the budget, through the passage of an ordinance. The ordinance sets the limit for expenditures for the year, within the voter mandated state expenditure limitation. Additional expenditures may be authorized if directly necessitated by a natural or man-made disaster as prescribed in the state constitution. There were no supplemental appropriations made during the fiscal year 2020.

The maximum legal expenditure permitted for the year is the total budget as adopted. All funds of the City have legally adopted budgets. The initial budget for the fiscal year may be amended during the year in a legally permissible manner. The City adopts the budget by major program area for the General Fund and by funds for all others.

In practice, the City Council approves all budget transfers that cross appropriation lines on a monthly basis. All unencumbered expenditure appropriations expire at the end of the fiscal year. Encumbered amounts are re-budgeted in the following year as deemed appropriate and necessary after review by the Finance Department. Budgetary carryforwards are approved by the City Council through the budgetary process.

The budgets are adopted on a basis differing from GAAP in that for budgetary purposes: (1) bond proceeds for enterprise funds are considered revenue; (2) capital outlays for enterprise funds are treated as expenses; (3) debt service principal payments are treated as expenses for enterprise funds; (4) accrued compensated absences are not recognized as expenses; (5) depreciation and amortization are not recognized as expenses; (6) contributions to pension plans are recognized as an expense for enterprise funds.

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

The Community Facilities District Board annually approves the budgets for each of the Community Facility Districts (CFD). For presentation purposes, budgets for the various CFDs are not included within this report.

Arizona Lottery was a new fund created during the year, so no budget was approved by Council. For presentation purposes, no budgets to actual statements were prepared for the Jackrabbit Trail ID O & M and Roosevelt Street ID O & M funds.

City of Buckeye, Arizona

Notes to Financial Statements

Note 3 - Deposits and Investments

Deposits – The City maintains a cash and investment pool that is available for use by all funds. Certain restricted funds are not part of the City’s pool but rather are maintained with trustees. On June 30, 2020, the carrying amount of the City’s pooled deposits was \$59,225,939 and the bank balance was \$62,959,297. The difference represents deposits in transit, outstanding checks, and other reconciling items. In addition to pooled deposits, the City also maintains deposits with paying agents and trustees. On June 30, 2020, the carrying amount of deposits with paying agents and trustees was \$14,887,988 and the bank balance of deposits with paying agent and trustees was \$14,888,199.

Custodial Credit Risk – Of pooled deposits, \$413,937 were covered by federal depository insurance, \$133,220 were collateralized by the pledging financial institution’s trust department or agent but not in the City’s name, and \$62,412,140 was uninsured and uncollateralized. Cash on deposit with paying agents and trustees is collateralized by the City’s agent in the City’s name. The City maintains cash on hand in the form of petty cash and change funds. As of June 30, 2020, the total of these balances was \$6,000.

The City records its investment in U.S. agency securities at their fair market values based on quoted market prices. The unrealized gains and losses on these investments are included in the net increase (decrease) in fair value of investments in the fund statements and statement of activities.

Interest Rate Risk – It is the City’s policy, to the extent possible and consistent with statutory requirements, to match its investments with anticipated cash flow requirements. The City will not directly invest in securities maturing more than five years from the date of purchase. The City’s investments are invested in U.S. agency step-up securities, which are considered to be highly sensitive to interest rate changes. These securities can be called by the issuer on certain specified dates. If the security is not called, the interest rate is increased by a specified amount. Prevailing interest rates may go up faster than the increase in the coupon interest rate. As of June 30, 2020, the average portfolio duration was 2.44 years.

As of June 30, 2020, the City had the following investments and related maturities:

Investment Type	Investment Maturities			Total
	Less than 1 Year	1 to 3 Years	Greater than 3 years	
Money Market	\$ 768,058	\$ -	\$ -	\$ 768,058
US Treasury Bills	11,997,510	-	-	11,997,510
US Treasury Notes	5,562,819	32,874,507	-	38,437,326
Supra-National Agency Bond/Note	-	2,416,435	-	2,416,435
Federal Agency Collateralized Mortgage	-	1,683,857	170,043	1,853,900
Federal Home Loan Banks (FHLB)	1,630,064	8,101,768	-	9,731,832
Federal National Mortgage Association (FNMA)	1,639,760	5,065,001	-	6,704,761
Federal Home Loan Mortgage Corporation	-	6,004,534	-	6,004,534
Corporate Note	1,198,218	13,454,204	1,082,275	15,734,697
Certificate of Deposits	-	3,306,240	-	3,306,240
Asset-Backed Security	-	1,011,001	6,389,618	7,400,619
	\$ 22,796,429	\$ 73,917,547	\$ 7,641,936	\$104,355,912

Credit Risk – The risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations. The City’s policy is to diversify its investments by security type and institution. As of June 30, 2020, the City’s investments were rated in the following manner:

City of Buckeye, Arizona

Notes to Financial Statements

Investment Type	Rating Agency	Rating	Balance 6/30/2020	Avg Rate	% of Total
Money Market		Not Rated	\$ 768,058		0.74%
US Treasury Bills		Not Rated	11,997,510	0.84%	11.50%
US Treasury Notes	Moody's	AAA	38,437,326	1.89%	36.83%
Supra-National Agency Bond/Note	Moody's	AAA	2,416,435	1.14%	2.32%
Federal Agency Collateralized Mortgage	Moody's	AAA	1,853,900	1.64%	1.78%
Federal Home Loan Banks (FHLB)	Moody's	AAA	9,731,832	2.21%	9.33%
Federal National Mortgage Association (FNMA)	Moody's	AAA	6,704,761	1.72%	6.42%
Federal Home Loan Mortgage Corporation	Moody's	AAA	6,004,534	0.39%	5.75%
Corporate Note	Moody's	A1 or higher	15,734,697	1.69%	15.08%
Certificate of Deposits	Moody's	A1 or higher	3,306,240	1.90%	3.17%
Asset-Backed Security	Moody's	AAA or Not Rated	7,400,619	1.71%	7.09%
			<u>\$104,355,912</u>	<u>1.68%</u>	<u>100.00%</u>

Concentration of Credit Risk – The City’s policy is to maintain a diversified portfolio to minimize the risk of loss resulting from over concentration of assets in a specific maturity. The concentration of credit risk is the risk of a loss attributed to the magnitude of a government’s investment in a single issuer.

Note 4 - Fair Value Measurement and Disclosures

The City reports certain assets at fair value in the consolidated financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity’s assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that we can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3 – Unobservable inputs for the asset or liability. In these situations, we develop inputs using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to an entire measurement requires judgment, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to our assessment of the quality, risk, or liquidity profile of the asset or liability.

U.S. Government obligations are valued by the custodians of the securities using pricing models based on credit quality, time to maturity, stated interest rates and market-rate assumptions, and are classified within Level 2. Corporate notes, CD’s and asset-backed securities are also classified within Level 2.

City of Buckeye, Arizona

Notes to Financial Statements

Note 5 - Excess of Expenditures over Appropriations

In the General Fund, the following line item accounts within departments exceeded the amounts budgeted. Expenditure appropriations are adopted in the budget at the fund level. For presentation purposes, we have elected to show any deficits at the line item level within departments/divisions, all of which were funded by available fund balances within the General Fund.

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary</u>	<u>Variance Between</u> <u>Final Budget and</u> <u>Actual Amounts</u>
	<u>Adopted</u>	<u>Final</u>		
General government:				
Mayor and Council				
Personnel services	\$ 415,062	\$ 415,062	\$ 435,632	\$ (20,570)
City Clerk				
Personnel services	453,643	453,643	486,350	(32,707)
Human Resources				
Personnel services	857,420	857,420	900,423	(43,003)
City Court				
Personnel services	910,445	910,445	930,911	(20,466)
Economic Development				
Personnel services	465,435	465,435	474,809	(9,374)
Public safety:				
Police				
Personnel services	16,453,324	16,453,324	17,172,609	(719,285)
Public Works:				
Public Works				
Personnel services	1,633,747	1,633,747	1,878,678	(244,931)
Development Services:				
Development Services				
Personnel services	2,633,350	2,633,350	2,785,262	(151,912)
Engineering:				
Engineering				
Personnel services	2,175,657	2,175,657	2,195,223	(19,566)
Debt Service				
Principal	508,300	508,300	701,000	(192,700)
Interest and other charges	436,657	436,657	524,067	(87,410)
Total Debt Service	944,957	944,957	1,225,067	(280,110)

The deficit in personnel services in **Mayor and Council** was due to an unexpected increase in salaries and wages, increases in health insurance and vehicle allowance. The deficit in personnel services in **City Clerk Department** was due to an unexpected increase in salaries and wages, unbudgeted vacation and leave redemption payout, and increases in health insurance. The deficit in personnel services in the **Human Resources** was due to unbudgeted vacation/sick leave redemption payoff, unbudgeted overtime, Arizona State Retirement and increases in health insurance. The deficit in personnel services in the **City Court** was due to an unexpected increase in salaries and wages, a one-time unbudgeted vacation/sick leave redemption payoff and unbudgeted overtime. The deficit in personnel services in **Economic Development Department** was due to an unexpected increase in salaries and wages and unbudgeted vacation and leave redemption payout. The deficit in personnel services for the **Police Department** was due to an unexpected increase in salaries and wages, overtime expenses exceeded the amount budgeted, a one-time unbudgeted vacation/sick leave redemption payoff and Public Safety Retirement budget. The deficit in the **Public Works Department** was attributed to an unexpected increase in salaries and wages, unbudgeted vacation/sick leave

City of Buckeye, Arizona

Notes to Financial Statements

redemption payoffs, unbudgeted on-call pay, overtime expenses exceeded the amount budgeted and increases to health insurance. The deficit in the **Development Services Department** was due to unbudgeted overtime costs and vacation/sick leave redemption payoffs. The deficit in the **Engineering Department** was due to unbudgeted overtime costs and vacation/sick leave redemption payoffs. The **Debt Service** expenditures exceeded budget due to reclassifying debt service expenditures previously budgeted in the HURF. During the previous annual audit, it was determined that the debt service expenditures should not have been charged to the HURF.

Note 6 - Receivables

Receivables as of year-end for the government's individual major and non-major funds in the aggregate, as shown in the balance sheet, including the applicable allowances for uncollectible accounts, are as follows:

Receivables	Accounts	Taxes	Inter- governmental	Special Assessments	Interest	Other	Less:		Net Total Receivables
							Gross Receivables	Allowance for Uncollectibles	
General Fund	\$ 683,715	\$ 41,383	\$ 5,938,128	\$ -	\$ 461,511	\$ 65,211	\$ 7,189,948	\$ -	\$ 7,189,948
HURF	143,856	-	401,720	-	-	-	545,576	-	545,576
Watson Road CFD	330,015	-	-	19,252,560	-	-	19,582,575	-	19,582,575
Festival Ranch CFD	-	6,836	3,386	8,926,951	-	-	8,937,173	-	8,937,173
Nonmajor Governmental Funds	301,027	56,573	14,919	7,272,000	-	-	7,644,519	-	7,644,519
Wastewater	1,531,645	-	-	-	-	-	1,531,645	(167,285)	1,364,360
Water	4,858,238	-	7,726,671	-	-	-	12,584,909	(470,027)	12,114,882
Nonmajor Enterprise Funds	956,991	-	-	-	-	-	956,991	(135,953)	821,038
	<u>\$ 8,805,487</u>	<u>\$ 104,792</u>	<u>\$14,084,824</u>	<u>\$35,451,511</u>	<u>\$ 461,511</u>	<u>\$ 65,211</u>	<u>\$58,973,336</u>	<u>\$ (773,265)</u>	<u>\$58,200,071</u>



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City of Buckeye, Arizona
Notes to Financial Statements

Note 7 - Capital Assets

Capital asset activity for the year ended June 30, 2020, was as follows:

City of Buckeye, Arizona

Schedule of Activity in Capital Assets

	<u>Capital Assets June 30, 2019</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Capital Assets June 30, 2020</u>
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 176,452,449	\$ 88,835	\$ -	\$ -	\$ 176,541,284
Construction in progress	8,037,097	13,375,031	-	(8,151,426)	13,260,702
Total capital assets, not being depreciated	<u>184,489,546</u>	<u>13,463,866</u>	<u>-</u>	<u>(8,151,426)</u>	<u>189,801,986</u>
Capital assets, being depreciated:					
Land improvements	23,982,294	-	-	1,676,063	25,658,357
Building and improvements	46,709,607	43,314	-	-	46,752,921
Infrastructure	318,997,357	12,406,032	-	6,475,363	337,878,752
Landfill	44,053,429	522,947	-	-	44,576,376
Furniture, machinery and equipment	38,039,011	2,578,767	(2,059,697)	(321,288)	38,236,793
Total capital assets being depreciated	<u>471,781,698</u>	<u>15,551,060</u>	<u>(2,059,697)</u>	<u>7,830,138</u>	<u>493,103,199</u>
Less accumulated depreciation for:					
Land improvements	(7,244,094)	(1,036,144)	-	-	(8,280,238)
Building and improvements	(12,433,761)	(1,431,228)	-	-	(13,864,989)
Infrastructure	(175,610,420)	(15,162,280)	-	-	(190,772,700)
Landfill	(19,140,088)	(1,814,388)	-	-	(20,954,476)
Furniture, machinery and equipment	(20,175,538)	(3,634,886)	1,831,901	-	(21,978,523)
Total accumulated depreciation	<u>(234,603,901)</u>	<u>(23,078,926)</u>	<u>1,831,901</u>	<u>-</u>	<u>(255,850,926)</u>
Total capital assets, being depreciated, net	<u>237,177,797</u>	<u>(7,527,866)</u>	<u>(227,796)</u>	<u>7,830,138</u>	<u>237,252,273</u>
Governmental activities capital assets, net	<u>421,667,343</u>	<u>5,936,000</u>	<u>(227,796)</u>	<u>(321,288)</u>	<u>427,054,259</u>
Business-type activities:					
Capital assets, not being depreciated:					
Land	11,775,296	-	-	-	11,775,296
Water Rights	3,883,259	-	-	-	3,883,259
Construction in progress	29,872,945	33,416,051	-	(2,105,217)	61,183,779
Total capital assets, not being depreciated	<u>45,531,500</u>	<u>33,416,051</u>	<u>-</u>	<u>(2,105,217)</u>	<u>76,842,334</u>
Capital assets, being depreciated:					
Wastewater system	162,054,895	1,684,117	-	582,303	164,321,315
Water system	139,753,372	1,146,798	(4,623,155)	1,522,914	137,799,930
Land improvements	12,986,217	30,988	-	-	13,017,205
Building and improvements	89,166,932	91,618	-	-	89,258,550
Machinery, equipment and vehicles	7,683,984	1,461,545	(49,135)	321,288	9,417,682
Total capital assets being depreciated	<u>411,645,400</u>	<u>4,415,066</u>	<u>(4,672,290)</u>	<u>2,426,505</u>	<u>413,814,682</u>
Less accumulated depreciation for:					
Wastewater system	(49,121,189)	(4,160,277)	-	-	(53,281,466)
Water system	(63,849,798)	(6,697,407)	4,016,666	-	(66,530,539)
Land improvements	(10,420,077)	(239,656)	-	-	(10,659,733)
Building and improvements	(30,123,395)	(2,421,369)	-	-	(32,544,764)
Machinery, equipment and vehicles	(2,682,837)	(1,029,498)	49,135	-	(3,663,200)
Total accumulated depreciation	<u>(156,197,296)</u>	<u>(14,548,207)</u>	<u>4,065,801</u>	<u>-</u>	<u>(166,679,702)</u>
Total capital assets, being depreciated, net	<u>255,448,104</u>	<u>(10,133,141)</u>	<u>(606,489)</u>	<u>2,426,505</u>	<u>247,134,980</u>
Business-type activities capital assets, net	<u>300,979,604</u>	<u>23,282,910</u>	<u>(606,489)</u>	<u>321,288</u>	<u>323,977,314</u>
Total	<u>\$ 722,646,947</u>	<u>\$ 29,218,910</u>	<u>\$ (834,285)</u>	<u>\$ -</u>	<u>\$ 751,031,572</u>

City of Buckeye, Arizona

Notes to Financial Statements

Depreciate expense was charged to functions/programs of the primary government as follows:

Governmental activities:		
General government	\$	975,199
Public safety		2,849,841
Highways and streets		15,722,217
Culture and recreation		1,137,470
Development services		86,556
Engineering		15,657
Public Works		<u>2,291,986</u>
Total depreciation expense - governmental activities	<u>\$</u>	<u>23,078,926</u>
Business-Type activities:		
Water	\$	8,060,682
Sewer		6,166,130
Airport		273,235
Solid Waste		<u>48,160</u>
Total depreciation expense - business-type activities	<u>\$</u>	<u>14,548,207</u>

Note 8 - Construction Commitments

The City has various active construction projects on June 30, 2020. At fiscal year-end, the City's commitments with contractors were as follows:

Governmental Activities		
Project	Spent-to-date	Remaining Commitment
Sundance Park Phase II	\$ 553,074	\$ 3,903,305
247th Avenue Paving, Lower Buckeye to Durango	201,880	3,125,000
Miller & Southern Traffic Signal	253,557	2,800,000
Miller & Broadway Traffic Signal	268,657	2,800,000
Tartesso Fire Station 705	3,438,402	2,500,000
Communication Tower, ParkNRide	26,127	2,300,000
ParkNRide Expansion	187,633	1,988,500
Sundance Crossing Tenant Improvement	316,591	1,365,000
Jackrabbit/Indian School- Intersection Improv	28,027	962,273
Police Communications Center	17	500,000
PD Property & Evidence Building	<u>6,281,384</u>	<u>300,000</u>
	<u>\$ 11,555,349</u>	<u>\$ 22,544,078</u>
Business-type Activities		
Project	Spent-to-date	Remaining Commitment
Broadway Road Water Campus	\$ 54,511,848	\$ 64,200,000
North Miller Road Trunk Sewer	1,081,985	9,000,000
West Phoenix Estates Water Campus #3	149,423	5,200,000
Airport Maintenance Bldg	178,974	3,652,600
Waterline at Airport	341,240	3,000,000
Taxiway & Apron Reconstruction	1,902,550	1,290,000
Water Treatment Facility #9	84,294	1,200,000
Water Treatment Facility Farallon #16	<u>104,028</u>	<u>1,200,000</u>
	<u>\$ 58,354,342</u>	<u>\$ 88,742,600</u>

City of Buckeye, Arizona

Notes to Financial Statements

Note 9 - Long-Term Debt

The following are brief descriptions of bonds and long-term loans/obligations outstanding as of June 30, 2020. There are several limitations and restrictions contained in the various documents, and the City complies with all significant limitations and restrictions.

Water Infrastructure Finance Authority Debt

The City has various loan agreements with the Water Infrastructure Finance Authority of Arizona (WIFA) Revolving Fund Loan Program for the acquisition and construction of water and wastewater facilities and obtaining water rights.

On November 20, 2009, the City entered into a 20-year agreement with the WIFA for \$12,000,000 in water and wastewater system revenue debt obligation as part of the water infrastructure improvements related to the expansion of the water and wastewater plant. As part of this agreement, the City has covenanted that the system revenue will produce sufficient revenues to cover the operating and maintenance expenses of the systems plus 120 percent of the aggregate payments on the loan including any outstanding parity obligations. Interest accrues at a rate of 2.50 percent annually. Annual debt service payments of varying amounts are due through July 2029. As of June 30, 2020, the total principal and interest remaining is \$2,989,790 and the City complied with all covenants. (See table 14.)

On April 5, 2013, the City entered into a 20-year agreement with WIFA for \$7,370,000 in water and wastewater system revenues debt obligation as part of the water infrastructure improvements related to constructing, acquiring, and improving water reclamation and recharge systems. As part of this agreement, the City has covenanted that the water and wastewater plant will produce sufficient revenues to cover operating and maintenance expenses of the plant plus 120 percent of the aggregate payments on the loan including any outstanding parity obligations. Interest accrues at a rate of 2.5 percent. Annual payments of varying amounts are due through July 2032. As of June 30, 2020, the total principal and interest remaining is \$4,913,881, and the City complied with all covenants.

On April 5, 2013, the City entered into an agreement with WIFA for \$5,065,000 in water and wastewater system revenues debt obligation as part of the water infrastructure improvements related to constructing and acquiring waterline to extend and connect existing services. As part of this agreement, the City has covenanted that the water and wastewater plant will produce sufficient revenues to cover operating and maintenance expenses of the plant plus 120 percent of the aggregate payments on the loan including any outstanding parity obligations. Interest accrues at a rate of 2.975 percent. Annual payments are \$228,118 through July 2032. As of June 30, 2020, the total principal and interest remaining is \$2,737,417, and the City complied with all covenants.

On April 5, 2013, the City entered into an agreement with WIFA for \$3,617,450 in water and wastewater system revenues debt obligation as part of the water infrastructure improvements related to repairing and improving an existing well site and integrating it with the current system. As part of this agreement, the City has covenanted that the water and wastewater plant will produce sufficient revenues to cover operating and maintenance expenses of the plant plus 120 percent of the aggregate payments on the loan including any outstanding parity obligations. Interest accrues at a rate of 2.975 percent. Annual payments are \$242,588 through July 2032. As of June 30, 2020, the total principal and interest remaining is \$2,911,051, and the City complied with all covenants.

On December 5, 2014, the City entered into an agreement with WIFA for \$761,000 in water and wastewater system revenues debt obligation as part of the water infrastructure improvements related to repairing and improving an existing well site and integrating it with the current system. As part of this agreement, the City has covenanted that the water and wastewater plant will produce sufficient revenues to cover operating and maintenance expenses of the plant plus 120 percent of the aggregate payments on the loan including any outstanding parity obligations. Interest accrues at a rate of 2.184 percent. Annual payments are \$46,518 through July 2034. As of June 30, 2020, the total principal and interest remaining is \$644,045, and the City complied with all covenants.

On January 21, 2020, the City entered into an agreement with WIFA for \$108,582,332 in water and wastewater system revenues debt obligation to finance the acquisition and construction of the Broadway Water Campus. As part of this agreement, the City has covenanted that the water and wastewater plant will produce sufficient revenues to cover operating and maintenance expenses of the plant plus 120 percent of the aggregate payments on the loan including any outstanding parity obligations. Interest accrues at a rate of 1.873 percent. Annual payments range between \$3,413,186 to \$5,328,172 with a final maturity

City of Buckeye, Arizona

Notes to Financial Statements

date of July 2044. During the year, the City has requested and received \$27,454,773 of the total amount approved. Additionally, \$1,012,500 of loan principal was forgiven during the year and recognized as revenue.

Improvement Bonds

The City has long-term bonds issued to provide funds for the acquisition and construction of major capital facilities. The City has also issued debt to refund earlier obligations with higher interest rates. The debt is being repaid by various debt service funds. Special Assessment districts are created only by petition of the City Council by property owners within the district areas.

The Jackrabbit Trail Sanitary Wastewater Improvement District was created so the City could fund improvements. Specifically, the District financed the construction of wastewater treatment plant capacity, design engineering, and inspection and construction of certain wastewater collection related improvements. Each of the 49 property owners within the District were assessed a special assessment lien by the City for repayment of the improvement bond. In case of default, the City has the responsibility to cover delinquencies of special assessment bonds with other sources until foreclosure proceeds are received.

The City has pledged revenue derived from an annual assessment on the real property of the Jackrabbit Trail Improvement District to repay \$2,545,000 in improvement bonds issued in December 2009. Proceeds from these bonds were used to install and construct water and wastewater lines within the District. The bonds are payable solely from assessments on the property owners and are payable through 2029. The total principal and interest remaining to be paid on the bonds is \$341,467. Principal and interest paid for the current year approximate amounts received from improvement district property owners, which, at times, exceed assessments billed for the year.

The Roosevelt Improvement District was created so the City could fund street improvements. The City has pledged revenue derived from an annual assessment on the real property of the Roosevelt Street Improvement District to repay \$5,285,000 in improvement bonds issued June 2018. The total principal and interest remaining to be paid on the bonds is \$7,107,770. Principal and interest paid for the current year approximate amounts received from improvement district property owners, which, at times, exceed assessments billed for the year.

Excise Tax Revenue Bonds

The City has pledged future excise tax revenues, which include the City's sales and transaction privilege tax, franchise fees, licenses and permit fees, and fines and forfeitures, to repay \$2,200,000 in Greater Arizona Development Authority (GADA) Excise Tax Revenue Bonds issued May 2007. As part of the bond agreement, the City has covenanted that it will maintain collections equal to two (2.0) times the highest combined interest and principal requirements for any succeeding 12 month period for the bonds. Proceeds from these bonds were used for the acquisition and improvement of a facility for administrative purposes. As of June 30, 2020, the total principal and interest to be paid on the bonds is \$1,737,027 and the City was in compliance with all covenants. The principal and interest paid for the current year was \$157,281.

The City has pledged future excise tax revenues, which include the City's sales and transaction privilege tax, franchise fees, licenses, and permit fees, and fines and forfeitures to repay \$1,795,000 in Series 2010 Excise Tax Revenue Refunding Obligation Bonds issued in November 2010 to refund the outstanding Series 2000 Excise Tax Revenue Bonds. As part of the bond agreement, the City has covenanted that it will maintain collections equal to two (2.0) times the highest combined interest and principal requirements for any succeeding 12 month period for the bonds. Proceeds from the Series 2000 bonds were used to connect an unused water well to the existing water system of the City and as a result, the City will use water utility revenues to repay the debt. As of June 30, 2020, the bonds have been paid off, and the City was in compliance with all covenants. The principal and interest paid for the current year was \$234,000.

The City has pledged future excise tax revenues, which include the City's sales and transaction privilege tax, franchise fees, licenses, and permit fees, and fines and forfeitures, to repay \$6,565,000 in Series 2015 Excise Tax Revenue Refunding Obligation Bonds issued in April 2015 to refund the outstanding Series 2005A GADA Excise Tax Revenue Bonds. As part of the bond agreement, the City has covenanted that it will maintain collections equal to two (2.0) times the highest combined interest and principal requirements for any succeeding 12 month period for the bonds. Proceeds from the Series 2005 bonds were used to reconstruct streets, and to construct water wells and the related distribution system, flood control structures, and a wastewater treatment facility expansion. Annual principal and interest payments will be made from a combination of excise taxes and utility revenues. As of June 30, 2020, the total principal and interest to be paid on the bonds is \$3,223,150, and the City was in

City of Buckeye, Arizona

Notes to Financial Statements

compliance with all covenants. The principal and interest paid for the current year was \$806,050.

The City has pledged water and wastewater net revenues to repay \$250,000 in Water and Wastewater Systems Senior Revenue Bonds 2015 issued in March 2015. As part of the bond agreement, the City has covenanted that it will maintain collections equal to two (1.2) times the highest combined interest and principal requirements for any succeeding 12 month period for the bonds. Proceeds from these bonds were obtained for purposes of procuring funds to be used to aid in the purchase of water utility properties to expand the utility systems. Annual principal and interest payments on the bonds are expected to require one percent of net revenues to be paid from water utility revenues. As of June 30, 2020, the total principal and interest to be paid on the bonds is \$535,000 and the City was in compliance with all covenants. Interest paid for the current year was \$11,875, there were no principal payments in the current year.

The City has pledged future excise tax revenues, which include the City's sales and transaction privilege tax, franchise fees, licenses, and permit fees, and fines and forfeitures, to repay \$12,620,000 in Series 2016 Excise Tax Revenue Refunding Obligation Bonds issued in April 2016 to refund the outstanding Series 2006A GADA Excise Tax Revenue Bonds. As part of the bond agreement, the City has covenanted that it will maintain collections equal to two (2.0) times the highest combined interest and principal requirements for any succeeding 12 month period for the bonds. Proceeds from the Series 2006 bonds were used to construct a municipal complex. As of June 30, 2020, the total principal and interest to be paid on the bonds is \$13,984,175, and the City was in compliance with all covenants. The principal and interest paid for the current year was \$871,913.

The City has pledged future excise tax revenues, which include the City's sales and transaction privilege tax, franchise fees, licenses, and permit fees, and fines and forfeitures to repay \$51,260,000 in Excise Tax Revenue Bonds, Series 2015 issued in July 2015. As part of the bond agreement, the City has covenanted that it will maintain collections equal to two (2.0) times the highest combined interest and principal requirements for any succeeding 12 month period for the bonds. Proceeds from these bonds were obtained for purposes of financing the costs of acquiring various water systems, facilities, and improvements as set forth in the Settlement Agreement for Stipulated Condemnation, by and among Global Water Resources, Inc. Annual principal and interest payments on the bonds are expected to be paid from existing water utility revenues. As of June 30, 2020, the total principal and interest to be paid on the bonds is \$87,684,597 and the City was in compliance with all covenants. Interest paid for the current year was \$2,470,625, with no principal payments due in the current year.

Community Facilities District Bonds

Community Facilities Districts (CFDs) are created only by petition to the City Council by property owners within the District areas. As the board of directors for the District, the City Council has adopted a formal policy that CFD debt will be permitted only when the ratio of the full cash value of the District property (before improvements being installed), when compared to proposed District debt, is a minimum of 4 to 1 before issuance of debt. These ratios are verified by an appraisal paid for by the District and administered by the City. Besides, the cumulative debt of all CFDs cannot exceed 26 percent of the City's net assessed full cash value of the real property within the district.

The CFD Board of Directors pledged revenue derived from annual assessments on real property located in the community facilities districts in general obligation bonds and special assessment revenue bonds. Special assessment districts were created only by petition to the City Council by property owners within the areas of the districts. Proceeds were used for acquisition, construction, and infrastructure improvements within the special assessment districts. The bonds are payable solely from assessments on the property owners.

The **Festival Ranch** CFD is a special purpose district created specifically to acquire or construct public infrastructure within specific areas of the City of Buckeye, Arizona. The District is authorized under state law to issue special assessment (SA) revenue bonds to be repaid by the property within the SA District, general obligation (GO) bonds to be repaid by property (ad valorem) taxes levied on property within the District (for GO debt), or revenue bonds to be repaid by specific revenues generated within the District (revenue bonds). The District has \$139 million of authorized GO bonds authority. The District was created by petition to the City Council by property owners within the area to be covered by the District and comprises approximately 4,015 acres.

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Special Assessment Bonds

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 2 and 3) to repay \$1,868,000 in special assessment lien bonds issued April 2007. Proceeds were used for infrastructure improvements within the special assessment district. The bonds are payable solely from assessments on the property owners. The remaining principal being \$736,000. The principal paid for the current year is \$70,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 4 and 5) to repay \$1,784,000 in special assessment lien bonds issued October 2007. The bonds are payable solely from assessments on the property owners. The remaining principal being \$700,000. The principal paid for the current year is \$92,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 6) to repay \$356,000 in special assessment revenue bonds issued November 2009. The bonds are payable solely from assessments on the property owners. The remaining principal being \$138,000. The principal paid for the current year is \$10,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 7) to repay \$404,000 in special assessment revenue bonds issued April 2011. The bonds are payable solely from assessments on the property owners. The remaining principal being \$174,000. The principal paid for the current year is \$16,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 8) to repay \$186,000 in special assessment revenue bonds issued July 2013. The bonds are payable solely from assessments on the property owners. The total remaining principal being \$104,088. The principal paid for the current year is \$8,882. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 9) to repay \$288,000 in special assessment revenue bonds issued July 2015. The bonds are payable solely from assessments on the property owners. The remaining principal being \$167,000. The principal paid for the current year is \$9,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 10) to repay \$200,000 in special assessment revenue bonds issued March 2016. The remaining principal being \$115,063. The principal paid for the current year is \$7,290. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 11) to repay \$2,738,000 in special assessment revenue bonds issued February 2017. The remaining principal being \$2,313,000. The principal paid for the current year is \$140,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

City of Buckeye, Arizona

Notes to Financial Statements

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of Festival Ranch CFD (Assessment District 12) to repay \$210,000 in special assessment revenue bonds issued in June 2018. The remaining principal being \$182,400. The principal paid for the current year is \$13,800. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of Festival Ranch CFD (Assessment District 13) to repay \$3,920,000 in special assessment revenue bonds issued in November 2018. The remaining principal being \$3,600,000. The principal paid for the current year is \$320,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of Festival Ranch CFD (Assessment District 14) to repay \$722,000 in special assessment revenue bonds issued February 2019. The remaining principal being \$697,400. The principal paid for the current year is \$24,600. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

General Obligation Bonds

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$5,435,000 in general obligation bonds and \$2,165,000 taxable general obligation bonds issued December 2009. Proceeds were used for the acquisition and construction of public infrastructure within the district, specifically sewer lines and roadways. The remaining total principal was refunded during the year.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$5,400,000 in general obligation bonds issued July 2012. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$2,565,000. The principal paid for the current year is \$180,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$1,800,000 in general obligation bonds issued in November 2013. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$1,580,000. The principal paid for the current year is \$50,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$5,410,000 in general obligation bonds, Series 2016, and issued in July 2016. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$5,100,000. The principal paid for the current year is \$85,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$3,665,000 in general obligation bonds, Series 2017 issued in July 2017. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$3,390,000. The principal paid for the current year is \$100,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$7,600,000 in general obligation bonds issued December 2009. Proceeds were used for the acquisition and construction of the CFD. By way of an advance refunding, these bonds were partially defeased through the issuance of \$2,940,000 Festival Ranch CFD General Obligation Refunding Bonds, issued in July 2017. The remaining total principal to be paid being \$2,670,000. The principal paid for the current year is \$95,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$3,335,000 in general obligation bonds, Series 2018 issued in August 2018. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$3,205,000. The principal paid for the current year is \$60,000.

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The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$5,715,000 in general obligation bonds, Series 2019 issued in July 2019. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$5,555,000. The principal paid for the current year is \$160,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$7,600,000 in general obligation bonds issued December 2009. Proceeds were used for the acquisition and construction of the CFD. By way of a current refunding, these bonds were fully defeased through the issuance of \$3,885,000 Festival Ranch CFD General Obligation Refunding Bonds, Series 2019 issued in July 2019. The combined defeasance resulted in cash flow savings of \$1,157,680 and an economic gain (net present value of savings) of \$941,511. The remaining total principal to be paid being \$3,635,000. The principal paid for the current year is \$250,000.

The **Sundance** CFD is a special purpose district created specifically to acquire or construct public infrastructure within specific areas of the City of Buckeye, Arizona. The District is authorized under state law to issue special assessment (SA) revenue bonds to be repaid by the property within the SA District, general obligation (GO) bonds to be repaid by property (ad valorem) taxes levied on property within the District (for GO debt), or revenue bonds to be repaid by specific revenues generated within the District (revenue bonds). The District has \$17.8 million of authorized GO bonds authority remaining. The District was created by petition to the City Council by property owners within the area to be covered by the District, and comprises approximately 2,105 acres.

Special Assessments Bonds

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Sundance CFD No. 2 to repay \$7,175,000 in special assessment revenue bonds issued April 2003. Proceeds were used for infrastructure improvements within the special assessment District. The bonds are payable solely from assessments on the properties. The total principal remaining to be paid on the bonds is \$877,000. The principal paid for the current year was \$248,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment and levy of taxes on the real property of the Sundance CFD No. 3 to repay \$2,050,000 in special assessment bonds issued June 2004. Proceeds were used for infrastructure improvements within the special assessment District. The total principal remaining to be paid on the bonds is \$262,000. The principal paid for the current year was \$33,000. Principal and interest paid for the current year approximate amounts received from special assessment properties, which, at times exceed special assessments billed for the year.

General Obligation Bonds

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Sundance CFD to repay \$17,945,000 in general obligation bonds issued March 2014. Proceeds were used for the construction and acquisition of public infrastructure. The bonds are payable from property taxes levied on properties within the District. The total principal remaining to be paid on the bonds is \$14,535,000. The principal paid for the current year was \$645,000.

In November 2018, the CFD Board of Directors pledged revenue derived from the property taxes levied on the real property of the Sundance CFD to repay \$3,140,000 in general obligation refunding bonds. The proceeds of the refunding bonds were used to refund \$3,045,000 of outstanding Series 2005 general obligation bonds. The total principal remaining to be paid on the bonds is \$2,700,000. The principal paid for the current year was \$255,000.

In November 2018, the CFD Board of Directors pledged revenue derived from the property taxes levied on the real property of the Sundance CFD to repay \$3,265,000 in general obligation bonds, whose proceeds were used for infrastructure improvements within the District. The total principal remaining to be paid on the bonds is \$3,265,000. No principal was paid during the year.

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The **Tartesso West** CFD is a special purpose district created specifically to acquire or construct public infrastructure within specific areas of the City of Buckeye, Arizona. The District is authorized under state law to issue special assessment (SA) revenue bonds to be repaid by the property within the SA District, general obligation (GO) bonds to be repaid by property (ad valorem) taxes levied on property within the District (for GO debt), or revenue bonds to be repaid by specific revenues generated within the District (revenue bonds). The District has \$166.1 million of authorized GO bonds authority remaining. The District was created by petition to the City Council by property owners within the area to be covered by the District. The District comprises approximately 5,396 acres.

General Obligation Bonds

The CFD Board of Directors has pledged revenue derived from property taxes levied on the real property of the Tartesso West CFD to repay \$6,430,000 in general obligation refunding bonds issued August 2018. The proceeds of the refunding bonds were used to refund \$6,221,000 of outstanding Series 2005 and 2007 general obligation bonds. The bonds are payable from property taxes levied on properties within the District. The total principal remaining to be paid on the bonds is \$5,675,000. The total principal paid during the year was \$375,000.

The **Verrado District 1** CFD is a special purpose district created specifically to acquire or construct public infrastructure within specific areas of the City of Buckeye, Arizona, and is authorized under state law to issue general obligation (GO) or revenue bonds to be repaid by property (City) taxes levied on property within the District (for GO debt), or by specific revenues generated within the District (revenue bonds). The District was created by petition to the City Council by property owners within the area to be covered by the District, and debt may be issued only after approval of the voters within the District. The District has \$51.4 million of authorized GO bonds authority remaining. The District comprises approximately 8,800 acres.

General Obligation Bonds

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Verrado CFD No. 1 to repay \$20,400,000 in general obligation refunding bonds, Series 2013A issued July 2013.

Proceeds were used to currently refund the full outstanding amount of Verrado Community Facilities District No. 1 general obligation bonds Series 2003. The bonds are payable from property taxes levied on property within the District. The total principal remaining to be paid on the bonds is \$11,775,000. The principal paid for the current year was \$1,400,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Verrado CFD No. 1 to repay \$6,000,000 in general obligation bonds Series 2013B, issued July 2013. Proceeds were used for the construction and acquisition of public infrastructure. The bonds are payable from property taxes levied on property within the District. The total principal remaining to be paid on the bonds is \$5,405,000. The principal paid for the current year was \$160,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Verrado CFD No. 1 to repay \$14,055,000 in general obligation bonds Series 2017, issued March 2017. Proceeds were used to currently refund the full outstanding amount of Verrado Community Facilities District No. 1, Series 2006. The bonds are payable from property taxes levied on property within the District. The total principal remaining to be paid on the bonds is \$12,425,000. The principal paid for the current year was \$910,000.

The **Verrado Western Overlay** CFD is a special purpose district created specifically to acquire or construct public infrastructure within specific areas of the City of Buckeye, Arizona, and is authorized under state law to issue general obligation (GO) or revenue bonds to be repaid by property (ad valorem) taxes levied on property within the District (for GO debt), or by specific revenues generated within the District (revenue bonds). The District was created by petition to the City Council by property owners within the area to be covered by the District, and debt may be issued only after approval of the voters within the District. The District has \$47 million of authorized GO bonds authority remaining. The District comprises approximately 5,120 acres and wholly resides within the overlay District.

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General Obligation Bonds

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Verrado Western Overlay CFD to repay \$13,000,000 in variable rate general obligation bonds issued November 2004. Proceeds were used for the construction and acquisition of public infrastructure. The bonds are payable from property taxes levied on property owners within the District. By way of a current refunding, these bonds were fully defeased through the issuance of \$7,515,000 Verrado Western Overlay General Obligation Refunding Bonds, Series 2019 issued in October 2019. The combined defeasance resulted in cash flow loss of \$192,795 but an economic gain (net present value of savings) of \$347,763. The total principal remaining to be paid on the bonds is \$7,195,000. The principal paid for the current year was \$320,000.

The **Watson Road** CFD (WRCFD) is a special purpose district created specifically to acquire or construct public infrastructure within specific areas of the City of Buckeye, Arizona, and was authorized under state law to issue special assessment (SA) revenue bonds to be repaid by the property within the District (revenue bonds). The District was created by petition to the City Council by property owners within the area to be covered by the District. The District comprises approximately 2,080 acres.

Special Assessment Bonds

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Watson Road CFD to repay \$49,000,000 in special assessment revenue bonds issued in December 2005. Proceeds were used for infrastructure improvements within the special assessment District. The bonds are payable solely from assessments on the property in the District. By way of a current refunding, these bonds were fully defeased through the issuance of \$20,914,000 Watson Road Assessment Refunding Bonds, Series 2020 issued in March 2020. The combined defeasance resulted in cash flow savings of \$4,056,467 and an economic gain (net present value of savings) of \$2,611,527. The total principal remaining to be paid on the bonds is \$19,095,560. The principal paid for the current year was \$1,818,440. Principal and interest paid for the current year approximate amounts received from special assessment properties, which, at times exceed special assessments billed for the year.

The **Westpark** CFD is a special purpose district created specifically to acquire or construct public infrastructure within specific areas of the City of Buckeye, Arizona, and is authorized under state law to issue special assessment lien (SA), general obligation (GO) or revenue bonds to be repaid by property (ad valorem) taxes levied on property within the District (for GO debt), or by specific revenues generated within the District (revenue bonds). The District was created by petition to the City Council by property owners within the area to be covered by the District, and debt may be issued only after approval of the voters within the District. The District has \$17.3 million of authorized GO bonds authority.

Special Assessments Bonds

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the West Park CFD (Assessment District 1) to repay \$3,800,000 in special assessment revenue bonds issued May 2005. Proceeds were used for infrastructure improvements within the special assessment District. The bonds are payable solely from assessments on the property owners. The total principal remaining to be paid on the bonds is \$797,000. The principal paid for the current year was \$152,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times exceed special assessments billed for the year.

General Obligation Bonds

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the West Park CFD to repay \$5,895,000 in general obligation bonds Series 2016, issued November 2016. Proceeds were used to refund the full outstanding amounts of West Park CFD General Obligation Bonds Series 2005 and Series 2006 and advance refund the full outstanding balance of West Park CFD General Obligation Bonds Series 2007. The bonds are payable from property taxes levied on property owners within the District. The total principal remaining to be paid on the bonds is \$4,675,000. The principal paid for the current year was \$295,000.

City of Buckeye, Arizona
Notes to Financial Statements

The following table shows interest rate, maturity date, original issue amount, amount outstanding, and all debt issued by the City and various CFDs.

City of Buckeye, Arizona

Notes to Financial Statements

June 30, 2020

Purpose	Interest Rates (%)	Matures	Original Issue Amount	Amount Outstanding
Governmental activities:				
<i>Improvement District Bonds:</i>				
Roosevelt Street Improvements Bonds	2.5%-4.2%	January 2038	\$ 5,285,000	\$ 5,080,000
Jackrabbit Trail Sewer Improvements Bonds	6.25%	January 2029	2,545,000	256,000
Total Improvement District Bonds			<u>\$ 7,830,000</u>	<u>\$ 5,336,000</u>
<i>Revenue Bonds:</i>				
Greater Arizona Development Authority Excise Tax Revenue Bonds				
Series 2007A (private placement)	4.0 - 5.0%	August 2031	\$ 2,200,000	\$ 1,340,000
Excise Tax Revenue Refunding Bonds, Series 2015	2.0 - 5.0%	July 2024	1,575,600	697,200
Excise Tax Revenue Refunding Bonds, Series 2016	2.0 - 5.0%	July 2036	12,620,000	10,435,000
Total Revenue Bonds			<u>\$ 16,395,600</u>	<u>\$ 12,472,200</u>
Business-type Activities:				
<i>Revenue Bonds:</i>				
Excise Tax Revenue Refunding Bonds, Series 2010	2.5% - 4%	July 2020	\$ 1,795,000	\$ -
Water & Sewer System Senior Revenue Bonds 2015	4.75%	July 2044	250,000	250,000
Excise Tax Revenue Refunding Bonds, Series 2015	2.0 - 5.0%	July 2024	4,989,400	2,207,800
Excise Tax Revenue Obligations, Series 2015	3.50 - 5.00%	July 2045	51,260,000	51,260,000
Total Revenue Bonds			<u>\$ 58,294,400</u>	<u>\$ 53,717,800</u>
<i>WIFA Bonds:</i>				
WIFA Bond - 91A140 - 10 (private placement)	2.50%	July 2029	\$ 12,000,000	\$ 2,647,913
WIFA Bond - 910158 - 13 (private placement)	2.50%	July 2032	7,370,000	4,201,865
WIFA Bond - 920239 - 13 (private placement)	2.975%	July 2032	5,065,000	2,274,081
WIFA Bond - 920241 - 13 (private placement)	2.975%	July 2032	3,617,450	2,418,327
WIFA Bond - 920240 - 15 (private placement)	2.184%	July 2034	761,000	551,881
WIFA Bond - 920299 - 20 (private placement)	1.873%	July 2044	108,582,332	23,029,087
Total WIFA Bonds			<u>\$ 137,395,782</u>	<u>\$ 35,123,155</u>
<i>Community Facilities District Bonds:</i>				
Festival Ranch Special Assessment Revenue Bonds,				
Series 2009 (private placement)	8.88%	July 2034	\$ 356,000	\$ 138,000
Series 2011 (private placement)	8.50%	July 2035	404,000	174,000
Series 2013 (private placement)	7.25%	July 2033	186,000	104,088
Series 2015 (private placement)	6.00%	July 2035	288,000	167,000
Series 2016 (private placement)	5.75%	July 2035	200,000	115,063
Series 2017 (private placement)	2.5% - 5.2%	July 2037	2,738,000	2,313,000
Series 2018 (private placement)	5.88%	July 2037	210,000	182,400
Series 2018 (private placement)	3.0% - 4.9%	July 2038	3,920,000	3,600,000
Series 2019 (private placement)	5.88%	July 2038	722,000	697,400
Festival Ranch Special Assessment Lien Bonds,				
Series 2007 (private placement)	4.2 - 5.0%	July 2032	1,868,000	736,000
Series 2007 (private placement)	4.3 - 5.75%	July 2032	1,784,000	700,000

City of Buckeye, Arizona
Notes to Financial Statements

Purpose	Interest Rates (%)	Matures	Original Issue Amount	Amount Outstanding
Festival Ranch General Obligation Bonds,				
Series 2012	1.0 - 5.0%	July 2031	5,400,000	2,565,000
Series 2013	2.0 - 5.25%	July 2033	1,800,000	1,580,000
Series 2016	2.0 - 4.0%	July 2036	5,410,000	5,100,000
Series 2017A	3.0 - 5.0%	July 2037	3,665,000	3,390,000
Series 2017B	3.0 - 4.0%	July 2032	2,940,000	2,670,000
Series 2018	3.0 - 5.0%	July 2038	3,335,000	3,205,000
Series 2019 Refunding	3.0 - 4.0%	July 2034	3,885,000	3,635,000
Series 2019	3.0 - 4.0%	July 2039	5,715,000	5,555,000
Total Festival Ranch			44,826,000	36,626,951
Sundance Special Assessment Revenue Bonds				
Series 2003 (private placement)	5.0 - 7.125%	July 2027	7,175,000	877,000
Series 2004 (private placement)	6.50%	July 2029	2,050,000	262,000
Sundance General Obligation Bonds,				
Series 2014	2.0 - 4.625%	July 2034	17,945,000	14,535,000
Refunding, Series 2018	4.00%	July 2029	3,140,000	2,700,000
Series 2018	4.0 - 5.0%	July 2043	3,265,000	3,265,000
Total Sundance			33,575,000	21,639,000
Tartesso West General Obligation Bonds,				
Refunding, Series 2018 (private placement)	3.47%	July 2032	6,430,000	5,675,000
Total Tartesso			6,430,000	5,675,000
Verrado District No. 1, General Obligation Bonds,				
Series 2013A (private placement)	2.0 - 6.0%	July 2027	20,400,000	11,775,000
Series 2013B (private placement)	5.0 - 6.0%	July 2033	6,000,000	5,405,000
Series 2017 (private placement)	3.55%	July 2031	14,055,000	12,425,000
Verrado Western Overlay General Obligation, Refunding Bonds, 2019 (private placement)				
	2.55%	July 2033	7,515,000	7,195,000
Total Verrado/Verrado Overlay			47,970,000	36,800,000
West Park Special Assessment Revenue Bonds,				
Series 2005	5.55 - 5.9%	July 2029	3,800,000	797,000
West Park General Obligation Bonds,				
Series 2016	4.0% - 5.0%	July 2032	5,895,000	4,675,000
Total West Park			9,695,000	5,472,000
Watson Road Special Assessment Revenue Bonds, Series 2005 (private placement)				
	4.5 - 6.0%	July 2030	49,000,000	-
Bonds, Series 2020 (private placement)	3.14%	July 2030	20,914,000	19,095,560
Total Community Facilities Districts Bonds			\$ 212,410,000	\$ 125,308,511
Total Debt - All Funds			\$ 432,325,782	\$ 231,957,666

City of Buckeye, Arizona

Notes to Financial Statements

Debt service requirements on long-term debt at June 30, 2020, are as follows:

Governmental Activities								
Fiscal Year	Excise Tax		Greater Arizona Development		Improvement Districts		Total Debt	
	Revenue Bond		Authority (Private Placement)				Primary Government	
Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 637,000	\$ 429,925	\$ 95,000	\$ 62,781	\$ 232,000	\$ 203,559	\$ 964,000	\$ 696,265
2022	665,400	402,825	100,000	58,031	239,000	196,384	1,004,400	657,240
2023	698,800	369,555	105,000	53,031	245,000	188,597	1,048,800	611,183
2024	721,000	348,103	110,000	48,437	251,000	180,158	1,082,000	576,698
2025	560,000	313,913	115,000	42,937	263,000	171,050	938,000	527,900
2026-30	3,210,000	1,159,765	665,000	125,248	1,431,000	695,019	5,306,000	1,980,032
2031-35	3,800,000	567,852	150,000	6,562	1,565,000	400,250	5,515,000	974,664
2036-40	840,000	33,600	-	-	1,110,000	71,190	1,950,000	104,790
	<u>\$ 11,132,200</u>	<u>\$ 3,625,538</u>	<u>\$ 1,340,000</u>	<u>\$ 397,027</u>	<u>\$ 5,336,000</u>	<u>\$ 2,106,207</u>	<u>\$ 17,808,200</u>	<u>\$ 6,128,772</u>

Governmental Activities (continued)								
Community Facilities Districts - Private Placement								
Fiscal Year	Festival		Sundance		Tartesso		Verrado No 1	
	Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal
2021	\$ 381,190	\$ 446,622	\$ 123,000	\$ 79,516	\$ 390,000	\$ 196,922	\$ 2,580,000	\$ 1,413,228
2022	395,969	430,704	130,000	70,898	405,000	183,390	2,700,000	1,297,858
2023	412,911	413,478	142,000	61,778	415,000	169,336	2,820,000	1,177,068
2024	443,022	394,646	153,000	51,804	430,000	154,935	2,945,000	1,050,713
2025	456,307	374,070	161,000	41,078	445,000	140,014	3,090,000	900,533
2026-30	2,629,322	1,516,020	430,000	54,906	2,470,000	456,650	12,115,000	2,295,373
2031-35	2,813,530	793,002	-	-	1,120,000	58,643	3,355,000	294,593
2036-40	1,394,700	134,160	-	-	-	-	-	-
	<u>\$ 8,926,951</u>	<u>\$ 4,502,702</u>	<u>\$ 1,139,000</u>	<u>\$ 359,980</u>	<u>\$ 5,675,000</u>	<u>\$ 1,359,890</u>	<u>\$ 29,605,000</u>	<u>\$ 8,429,363</u>

Governmental Activities (continued)						
Community Facilities Districts - Private Placement (continued)						
Fiscal Year	Verrado Western Overlay		Watson Rd		Total Private Placement	
	Ending	Principal	Interest	Principal	Interest	Principal
2021	\$ 330,000	\$ 183,472	\$ 1,655,005	\$ 599,601	\$ 5,459,195	\$ 2,919,361
2022	360,000	175,058	1,706,972	547,634	5,697,941	2,705,542
2023	390,000	165,878	1,760,571	494,034	5,940,482	2,481,572
2024	425,000	155,932	1,815,853	438,752	6,211,875	2,246,782
2025	460,000	145,095	1,872,871	381,734	6,485,178	1,982,524
2026-30	2,905,000	529,889	10,284,288	988,740	30,833,610	5,841,578
2031-35	2,325,000	121,381	-	-	9,613,530	1,267,619
2036-40	-	-	-	-	1,394,700	134,160
	<u>\$ 7,195,000</u>	<u>\$ 1,476,705</u>	<u>\$ 19,095,560</u>	<u>\$ 3,450,495</u>	<u>\$ 71,636,511</u>	<u>\$ 19,579,135</u>

City of Buckeye, Arizona

Notes to Financial Statements

Governmental Activities (continued)

Fiscal Year	Community Facilities Districts - Public Offering							
	Festival		Sundance		Westpark		Total Public Offering	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 1,015,000	\$ 1,108,266	\$ 930,000	\$ 893,319	\$ 375,000	\$ 264,273	\$ 2,320,000	\$ 2,265,858
2022	1,050,000	1,073,791	970,000	856,119	393,000	247,943	2,413,000	2,177,853
2023	1,085,000	1,037,329	1,010,000	817,319	409,000	230,836	2,504,000	2,085,484
2024	1,120,000	999,269	1,050,000	776,919	422,000	212,975	2,592,000	1,989,163
2025	1,165,000	958,594	1,090,000	734,919	443,000	194,537	2,698,000	1,888,050
2026-30	6,560,000	4,042,481	6,180,000	2,951,419	2,455,000	623,051	15,195,000	7,616,951
2031-35	8,000,000	2,602,425	6,305,000	1,445,669	975,000	73,750	15,280,000	4,121,844
2036-40	7,705,000	783,050	1,730,000	495,500	-	-	9,435,000	1,278,550
2041-45	-	-	1,235,000	100,200	-	-	1,235,000	100,200
	<u>\$ 27,700,000</u>	<u>\$ 12,605,205</u>	<u>\$ 20,500,000</u>	<u>\$ 9,071,381</u>	<u>\$ 5,472,000</u>	<u>\$ 1,847,365</u>	<u>53,672,000</u>	<u>23,523,952</u>
Total Government Activities Bonded and Long-Term Debt							<u>\$143,116,711</u>	<u>\$ 29,652,724</u>

Fiscal Year	Business Type Activities					
	Revenue Bonds				Total Debt	
	Water		Wastewater		Excise Tax Revenue Bonds	
Ending	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 1,368,500	\$ 2,537,121	\$ 229,500	\$ 44,217	\$ 1,598,000	\$ 2,581,338
2022	1,438,200	2,468,696	241,400	32,742	1,679,600	2,501,438
2023	1,512,900	2,396,786	253,300	20,672	1,766,200	2,417,458
2024	1,580,500	2,324,270	263,500	10,540	1,844,000	2,334,810
2025	1,320,000	2,248,500	-	-	1,320,000	2,248,500
2026-30	7,660,000	10,184,002	-	-	7,660,000	10,184,002
2031-35	9,640,000	8,206,875	-	-	9,640,000	8,206,875
2036-40	12,295,000	5,544,375	-	-	12,295,000	5,544,375
2041-45	15,915,000	2,167,908	-	-	15,915,000	2,167,908
	<u>\$ 52,730,100</u>	<u>\$ 38,078,533</u>	<u>\$ 987,700</u>	<u>\$ 108,171</u>	<u>\$ 53,717,800</u>	<u>\$ 38,186,704</u>

Fiscal Year	Business Type Activities (Continued)							
	Water Infrastructure Finance Authority (Private Placement)				Total Debt		Total Debt	
	Water		Wastewater		Private Placement		Business Type Activities	
Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 3,843,478	\$ 582,986	\$ 571,503	\$ 171,244	\$ 4,414,981	\$ 754,230	\$ 6,012,981	\$ 3,335,568
2022	3,919,225	507,240	585,790	156,957	4,505,016	664,197	6,184,616	3,165,635
2023	3,996,501	429,964	600,435	142,312	4,596,936	572,276	6,363,136	2,989,734
2024	4,075,339	351,125	615,446	127,301	4,690,785	478,426	6,534,785	2,813,236
2025	4,155,771	270,693	630,832	111,915	4,786,603	382,608	6,106,603	2,631,108
2026-30	7,219,476	465,616	3,066,559	314,979	10,286,035	780,595	17,946,035	10,964,597
2031-35	1,063,587	48,786	779,212	29,184	1,842,798	77,970	11,482,798	8,284,845
2036-40	-	-	-	-	-	-	12,295,000	5,544,375
2041-45	-	-	-	-	-	-	15,915,000	2,167,908
	<u>\$ 28,273,376</u>	<u>\$ 2,656,410</u>	<u>\$ 6,849,778</u>	<u>\$ 1,053,892</u>	<u>\$ 35,123,154</u>	<u>\$ 3,710,303</u>	<u>88,840,954</u>	<u>41,897,007</u>
Total Business-Type Activity Bonded and Long-Term Debt							<u>\$ 88,840,954</u>	<u>\$ 41,897,007</u>

City of Buckeye, Arizona
Notes to Financial Statements

Other Long-Term Obligations

Changes in long-term obligations for the year ended June 30, 2020 are as follows:

City of Buckeye, Arizona
Notes to Financial Statements
June 30, 2020

	July 1, 2019	Increases	Decreases	June 30, 2020	Due Within One Year
Governmental Activities:					
Bonds payable:					
Improvement Districts	\$ 5,586,000	\$ -	\$ (250,000)	\$ 5,336,000	\$ 232,000
GADA	1,430,000	-	(90,000)	1,340,000	-
Excise Tax Revenue Bonds	11,743,200	-	(611,000)	11,132,200	-
Community facilities district					
Private placement	78,170,523	28,429,000	(34,963,012)	71,636,511	-
Public offering	50,534,000	9,600,000	(6,462,000)	53,672,000	-
Deferred amount on premium	3,249,857	468,923	(291,214)	3,427,566	-
Deferred amount on discount	(304,123)	-	48,732	(255,391)	-
Total bonds payable	<u>150,409,457</u>	<u>38,497,923</u>	<u>(42,618,494)</u>	<u>146,288,886</u>	<u>232,000</u>
Other liabilities:					
Compensated absences	2,323,236	2,208,334	(1,714,674)	2,816,896	1,633,800
Net Pension Liability - ASRS	21,894,714	3,476,728	(2,169,903)	23,201,539	-
Net Pension Liability - PSPRS	20,261,229	7,934,903	(8,627,383)	19,568,749	-
Total other liabilities	<u>44,479,179</u>	<u>13,619,965</u>	<u>(12,511,960)</u>	<u>45,587,184</u>	<u>1,633,800</u>
Total long-term liabilities	<u>\$ 194,888,636</u>	<u>\$ 52,117,888</u>	<u>\$ (55,130,454)</u>	<u>\$ 191,876,070</u>	<u>\$ 1,865,800</u>
Business-type Activities:					
Bonds payable:					
Revenue	\$ 67,408,283	\$ 26,478,464	\$ (5,045,793)	\$ 88,840,955	\$ 5,783,481
Deferred amount on premium	4,147,859	-	(166,527)	3,981,332	-
Total bonds payable	<u>71,556,142</u>	<u>26,478,464</u>	<u>(5,212,320)</u>	<u>92,822,287</u>	<u>5,783,481</u>
Other liabilities:					
Compensated absences	312,979	293,769	(288,632)	318,116	184,507
Net Pension Liability - ASRS	7,066,548	1,070,275	(810,022)	7,326,801	-
Total other liabilities	<u>7,379,527</u>	<u>1,364,044</u>	<u>(1,098,654)</u>	<u>7,644,917</u>	<u>184,507</u>
Total long-term liabilities	<u>\$ 78,935,669</u>	<u>\$ 27,842,508</u>	<u>\$ (6,310,974)</u>	<u>\$ 100,467,204</u>	<u>\$ 5,967,988</u>

The personnel policy allows up to 80 hours of each employee's accrued vacation hours to be redeemed at the employee's request. These amounts are included in the changes in the long-term obligations schedule. Liquidation of compensated absences, other post-employment benefits, and net pension liability for governmental funds have been made out of the General, HURF and the Area Agency on Aging funds.

Note 10 - Interfund Transfers

Interfund transfers for the year ended June 30, 2020 consisted of the following:

Transfers To	Transfers From					Total
	General Fund	Highway Users Revenue Fund	Impact Fees Fund	Festival Ranch CFD Debt	Nonmajor Governmental Fund	
General Fund	\$ -	\$ -	\$ 204,600	\$ -	\$ 522,294	\$ 726,894
Fudiciary Fund	383	-	-	-	-	383
Nonmajor Governmental Funds	7,511,986	726,215	3,568,253	5,876,786	177,014	17,860,254
Total	<u>\$ 7,512,369</u>	<u>\$ 726,215</u>	<u>\$ 3,772,853</u>	<u>\$ 5,876,786</u>	<u>\$ 699,308</u>	<u>\$ 18,587,531</u>

City of Buckeye, Arizona

Notes to Financial Statements

Transfers were made for operations in the applicable funds and debt service transfers were for debt service payments made in other funds.

Note 11 - Risk Management

The City of Buckeye, 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 City's insurance protection is provided by the Arizona Municipal Risk Retention Pool, of which the City is a participating member. The limit for basic coverage is for \$3,000,000 per occurrence on a claims-made basis. Excess coverage is for an additional \$3,000,000 per occurrence on a follow form, a 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 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 the reserves and annual premiums be insufficient to meet the pool's obligations.

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

Note 12 - Retirement Plans

The City contributes to the three plans described below. The plans are component units of the State of Arizona. At June 30, 2020, the City reported the following aggregate amounts related to pensions for all plans to which it contributes:

Statement of Net Position and Statement of Activities	Governmental Activities	Business-Type Activities	Total
Net pension liabilities	\$ 42,770,288	\$ 7,326,801	\$ 50,097,089
Deferred outflows of resources	16,413,080	1,116,756	17,529,836
Deferred inflows of resources	6,865,272	457,827	7,323,099
Pension expense	8,791,865	963,824	9,755,689

Arizona State Retirement System

Plan Description – City employees, not covered by the other pension plans described below, participate in the Arizona State Retirement System (ASRS). The ASRS administers a cost-sharing multiple-employer defined benefit pension plan, a cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) plan, and a cost-sharing multiple-employer defined benefit long-term disability (OPEB) plan. The Arizona State Retirement System Board governs the ASRS according to the provisions of A.R.S. Title 38, Chapter 5, Articles 2 and 2.1. The ASRS issues a publicly available financial report that includes its financial statements and required supplementary information. The report is available on its Web site at www.azasrs.gov.

Benefits Provided – The ASRS provides retirement, health insurance premium supplement, long-term disability, and survivor benefits. State statute establishes benefits terms. Retirement benefits are calculated based on age, average monthly compensation, and service credit as follows:

City of Buckeye, Arizona

Notes to Financial Statements

	Initial Membership Date	
	Before July 1, 2011	On or after July 1, 2011
Years of service and age required to receive benefits	Sum of years and age equals 80 10 years; age 62 5 years; age 50* Any years; age 65	30 years; age 55 25 years; age 60 10 years; age 62 5 years; age 50* Any years; age 65
Final average salary is based on	Highest 36 consecutive months of last 10 years	Highest 60 consecutive months of last 10 years
Benefit % per year of service	2.1% to 2.3%	2.1% to 2.3%
*With actuarially reduced benefits		

Retirement benefits for members who joined the ASRS prior to September 13, 2013, are subject to automatic cost-of-living adjustments based on excess investment earning. Members with a membership date on or after September 13, 2013, are not eligible for cost-of-living adjustments. Survivor benefits are payable upon a member's death. For retired members, the survivor benefit is determined by the retirement benefit option chosen. For all other members, the beneficiary is entitled to the member's account balance that includes the member's contributions and employer's contributions, plus interest earned.

Contributions - In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the year ended June 30, 2020, active ASRS members were required by statute to contribute at the actuarially determined rate of 12.11% (11.94% for retirement and 0.17% for long-term disability) of the members' annual covered payroll, and the City was required by statute to contribute at the actuarially determined rate of 12.11% (11.45% for retirement, 0.49% for health insurance premium benefit, and 0.17% for long-term disability) of the active members' annual covered payroll. In addition, the City was required by statute to contribute at the actuarially determined rate of 10.41% (10.29% for retirement, 0.05% for health insurance premium benefit, and 0.07% for long-term disability) of annual covered payroll of retired members who worked for the City in positions that would typically be filled by an employee who contributes to the ASRS. The City's contributions to the pension plan for the year ended June 30, 2020, were \$2,759,010. The City's contributions for the current and six preceding years for OPEB, all of which were equal to the required contributions, were as follows:

Year ended June 30:	Health Benefit Supplement Fund	Long-Term Disability Fund
2020	118,071	40,963
2019	94,536	34,377
2018	112,058	28,014
2017	88,661	21,279
2016	102,808	20,910
2015	86,507	17,595
2014	82,956	33,183

During the fiscal year 2020, the City paid for ASRS pension and OPEB contributions as follows: 76.0% from the General Fund, 23.79% from enterprise funds, .21% from other funds. The City's pension and OPEB contributions are paid from the same funds as the employee's salary with the largest component coming from the General Fund.

Pension Liability – On June 30, 2020, the City reported a liability of \$30,528,341 for its proportionate share of the ASRS' net pension liability. The net pension liability was measured as of June 30, 2019. The total pension liability used to calculate the net pension liability was determined using updated procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2018, to the measurement date of June 30, 2019.

City of Buckeye, Arizona

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The City's reported liability at June 30, 2020, increased to \$30,528,341 from the City's prior year liability of \$28,961,262 because of changes in the ASRS' net pension liability and the City's proportionate share of that liability. The ASRS' publicly available financial report provides details on the change in the net pension liability.

The City's proportion of the net pension liability was based on accrued retirement contributions for employers that were members of the ASRS as of June 30, 2019. The City's proportion measured as of June 30, 2019 was 0.209790%, which was an increase of .00213% from its proportion measured as of June 30, 2018.

Pension Expense and Deferred Outflows/Inflows of Resources – For the year ended June 30, 2020, the City recognized pension expense for ASRS of \$4,450,783. At June 30, 2020, and the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 551,503	\$ 5,740
Difference between projected and actual investment earnings	-	686,172
Changes in assumptions	129,044	1,215,698
Changes in proportion and differences between City	1,213,600	-
City contributions subsequent to the measurement date	2,759,010	-
	\$ 4,653,157	\$ 1,907,610

The \$2,759,010 reported as deferred outflows of resources related to ASRS pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ASRS pensions will be recognized in pension expense as follows:

Year ending June 30:	
2021	\$ 650,452
2022	(715,916)
2023	(131,774)
2024	183,775
Total	\$ (13,463)

Actuarial Assumptions – The significant actuarial assumptions used to measure the total pension liability are as follows:

Actuarial valuation date	June 30, 2018
Actuarial roll forward date	June 30, 2019
Actuarial cost method	Entry age normal
Discount rate	7.5%
Projected salary increases	2.7-7.2%
Inflation	2.3%
Permanent benefit increase	Included
Mortality rates	2017 SRA Scale U-MP

Actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2016.

The long-term expected rate of return on ASRS pension plan investments was determined to be 7.5% using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, excluding any expected inflation. On June 29, 2018, the ASRS Board approved updated strategic asset allocation targets to be effective beginning July 2018. The ASRS' estimates of geometric real rates of return for each major asset class are summarized in the following table:

City of Buckeye, Arizona

Notes to Financial Statements

Asset Class	Target Asset Allocation	Real Return Geometric Basis	Long-Term Expected Real Rate of Return
Equity	50%	6.09%	3.05%
Credit	20%	5.36%	1.07%
Interest Rate Sensitive Bonds	10%	1.62%	0.16%
Real Estate	20%	5.85%	1.17%
Total	<u>100%</u>		<u>5.45%</u>

Discount Rate – The discount rate used to measure the ASRS total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board’s funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City’s Proportionate Share of the ASRS Net Pension Liability to Changes in the Discount Rate – The following table presents the City’s proportionate share of the net pension liability calculated using the discount rate of 7.5%, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.5%) or 1 percentage point higher (8.5%) than the current rate:

Net Liability	1% Decrease 6.5%	Current Discount Rate 7.5%	1% Increase 8.5%
Retirement	\$ 43,448,901	\$ 30,528,341	\$ 19,730,079

Public Safety Personnel Retirement System (PSPRS)

Plan Descriptions – City’s police employees and fire employees who are regularly assigned hazardous duty to participate in the Public Safety Personnel Retirement System (PSPRS). The PSPRS administers an agent multiple-employer defined benefit pension plan and an agent multiple-employer defined benefit health insurance premium benefit (OPEB) plan (agent plans). A nine-member board known as the Board of Trustees and the participating local boards govern the PSPRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 4.

The PSPRS issue publicly available financial reports that include their financial statements and required supplementary information. The reports are available on the PSPRS Web site at www.psprs.com.

Benefits Provided – The PSPRS provides retirement, health insurance premium supplement, disability, and survivor benefits. State statute establishes benefits terms. Retirement, disability, and survivor benefits are calculated based on age, average monthly compensation, and service credit as follows:

City of Buckeye, Arizona
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	<u>Initial Membership Date</u>		
	<u>Before January 1, 2012 (Tier 1)</u>	<u>On or after January 1, 2012 and before July 1, 2017 (Tier 2)</u>	<u>On or after July 1, 2017 (Tier 3)</u>
Retirement and disability years of service and age required to receive benefits	20 years of service, any age OR 15 years and age 62	25 years of service OR 15 years of credited service and age 52.5	15 years of service and age 55 or 15 years of credited service and age 52.5 with reduced benefits
Final average salary is based on	Highest 36 consecutive months of last 20 years	Highest 60 consecutive months of last 20 years	Highest 60 consecutive months of last 15 years
Benefit percent:			
Normal retirement	50% less 2.0% for each year of credited service less than 20 years OR plus 2.0% to 2.5% for each year of credited service over 20 years, not to exceed 80%	1.58% to 2.5% per year of credited service, not to exceed 80%	1.5% to 2.5% per year of credited service, not to exceed 80%
Accidental disability retirement	50% or normal retirement, whichever is greater		
Catastrophic disability retirement	90% for the first 60 months then reduced to either 62.5% or normal retirement, whichever is greater		
Ordinary disability retirement	Normal retirement calculated with actual years of credited service or 20 years of credited service, whichever is greater, multiplied by years of credited service (not to exceed 20 years) divided by 20		
Survivor benefit:			
Retired members	80% - 100% of retired members pension benefit		
Active members	80% - 100% of accidental disability retirement benefit or 100% of average monthly compensation if death was the result of injuries on the job		

Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on excess investment earning. PSPRS also provides temporary disability benefits of 50% of the member's compensation for up to 12 months.

Employees Covered by Benefit Terms – At June 30, 2019, the following employees were covered by the agent pension plans' benefit terms:

	<u>PSPRS Police</u>	<u>PSPRS Fire</u>
Inactive employees or beneficiaries currently receiving benefits	16	-
Inactive employees entitled to but not yet receiving benefits	14	7
Active employees	75	79
Total	<u>105</u>	<u>86</u>

Contributions and Annual OPEB Cost – State statutes establish the pension contribution requirements for active PSPRS. In accordance with state statutes, annual actuarial valuations determine employer contribution requirements for PSPRS pension and health insurance premium benefits. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. Contribution rates for the year ended June 30, 2020, are indicated below. Rates are a percentage of active members' annual covered payroll.

	<u>Tier 1 & 2</u>		<u>Tier 3</u>	
	<u>PSPRS - Police</u>	<u>PSPRS - Fire</u>	<u>PSPRS - Police</u>	<u>PSPRS - Fire</u>
Active members				
Pension	7.65%	7.65%	9.80%	9.80%
Health insurance premium benefit			0.21%	0.21%
City				
Pension	28.06%	21.99%	22.89%	16.06%
Health insurance premium benefit	0.31%	0.30%	0.21%	0.21%
City Total	<u>28.37%</u>	<u>22.29%</u>	<u>23.10%</u>	<u>16.27%</u>

City of Buckeye, Arizona

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In addition, the City was required by statute to contribute at the actuarially determined rate of 13.16% for Police and 6.26% for Fire for the PSPRS of annual covered payroll of retired members who worked for the City in positions that would typically be filled by an employee who contributes to the PSPRS.

For the agent plans, the City's contributions to the pension plan and annual OPEB cost and contributions for the health insurance premium benefit for the year ended June 30, 2020, were:

	PSPRS Police	PSPRS Fire
Pension contributions made	\$ 2,197,117	\$ 1,809,632
Health insurance premium benefit OPEB contributions made	24,273	24,688

During the fiscal year 2020, the City paid for PSPRS pension and OPEB contributions from both the General Fund and the Nuclear Emergency Management Fund.

Pension Liability – At June 30, 2020, the City reported the following net pension liabilities:

	Net Pension Liability
PSPRS Police	\$ 14,230,584
PSPRS Fire	5,338,165

The net pension liabilities were measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total liabilities as of June 30, 2019 reflect changes of actuarial assumptions to decrease the investment rate of return from 7.4 percent to 7.3 percent and update the mortality tables.

Pension Actuarial Assumptions – The significant actuarial assumptions used to measure the total pension liability are as follows:

Actuarial valuation date	June 30, 2019
Actuarial cost method	Entry age normal
Asset Valuation Method	Fair value of assets
Price Inflation	2.50%
Cost-of-living adjustment	1.75%
Projected salary increases	3.50% - 7.50% including inflation
Investment rate of return	7.3% - Tier 1 & 2, 7.00% - Tier 3
Permanent benefit increase	Included
Mortality tables	PubS-2010 tables

Actuarial assumptions used on June 30, 2019, valuation were based on the results of an actuarial experience study of the period July 1, 2011 – June 30, 2016.

The long-term expected rate of return on PSPRS pension plan investments was determined to be 7.30% using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

City of Buckeye, Arizona

Notes to Financial Statements

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. equity	16%	4.75%
Non-U.S. equity	14%	5.00%
Private equity	12%	8.40%
Fixed income	5%	3.00%
Private Credit	16%	5.36%
GTS	12%	4.01%
Real assets	9%	6.75%
Real estate	10%	4.50%
Risk parity	4%	4.01%
Short term investments	2%	0.25%
Total	100%	

Pension Discount Rates – The PSPRS Police and PSPRS Fire used a discount rate of 7.30% to measure the total pension liabilities.

The projection of cash flows used to determine the PSPRS discount rates assumed that plan member contributions will be made at the current contribution rate and those employer contributions will be made at rates equal to the difference between the actuarially determined contribution rate and the member rate. Based on those assumptions, the pension plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in Net Pension Liability

PSPRS Police	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at June 30, 2019	\$ 35,964,296	\$ 22,727,384	\$ 13,236,912
Changes for the year:			
Service cost	1,641,029	-	1,641,029
Interest on the total pension liability	2,751,515	-	2,751,515
Changes of benefit terms	-	-	-
Differences between expected and actual experience in the measurement of the pension liability	(411,801)	-	(411,801)
Changes of assumptions	833,345	-	833,345
Contributions - employer	-	1,988,279	(1,988,279)
Contributions - employee	-	592,683	(592,683)
Net investment income	-	1,272,546	(1,272,546)
Benefit payments, including refunds of employee contributions	(845,388)	(845,388)	-
Pension plan administrative expenses	-	(23,107)	23,107
Other changes	-	(9,985)	9,985
Net changes	3,968,700	2,975,028	993,672
Balances at June 30, 2020	\$ 39,932,996	\$ 25,702,412	\$ 14,230,584

City of Buckeye, Arizona
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PSPRS Fire	Increase (Decrease)		
	Total	Plan	Net
	Pension	Fiduciary	Pension
	Liability	Net Position	Liability
	(a)	(b)	(a) - (b)
Balances at June 30, 2019	\$ 32,699,598	\$ 25,675,281	\$ 7,024,317
Changes for the year:			
Service cost	1,824,195	-	1,824,195
Interest on the total pension liability	2,554,761	-	2,554,761
Changes of benefit terms	-	-	-
Differences between expected and actual experience in the measurement of the pension liability	(2,809,551)	-	(2,809,551)
Changes of assumptions	637,043	-	637,043
Contributions - employer	-	1,879,307	(1,879,307)
Contributions - employee	-	597,405	(597,405)
Net investment income	-	1,450,405	(1,450,405)
Benefit payments, including refunds of employee contributions	-	-	-
Pension plan administrative expenses	-	(26,196)	26,196
Other changes	-	(8,321)	8,321
Net changes	<u>2,206,448</u>	<u>3,892,600</u>	<u>(1,686,152)</u>
Balances at June 30, 2020	<u>\$ 34,906,046</u>	<u>\$ 29,567,881</u>	<u>\$ 5,338,165</u>

Sensitivity of the City's Net Pension Liability to Changes in the Discount Rate – The following table presents the City's net pension liabilities calculated using the discount rates noted above, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	Current		
	1% Decrease	Discount Rate	1% Increase
	6.30%	7.30%	8.30%
PSPRS Police	\$ 20,790,310	\$ 14,230,584	\$ 8,982,065
PSPRS Fire	<u>11,612,583</u>	<u>5,338,165</u>	<u>312,028</u>
City's net pension liability	<u>\$ 32,402,893</u>	<u>\$ 19,568,749</u>	<u>\$ 9,294,093</u>

Pension Plan Fiduciary Net Position – Detailed information about the pension plans' fiduciary net position is available in the separately issued PSPRS financial reports.

Pension Expense – For the year ended June 30, 2020, the City recognized \$3,200,505 for PSPRS Police and \$2,104,400 for PSPRS Fire in pension expense.

Pension Deferred Outflows/Inflows of Resources – At June 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
PSPRS Police		
Difference between expected and actual experience	\$ 964,348	\$ 1,213,964
Changes in assumptions	2,147,893	-
Difference between projected and actual investment earnings	364,032	-
City contributions subsequent to the measurement date	<u>2,197,117</u>	<u>-</u>
	<u>\$ 5,673,390</u>	<u>\$ 1,213,964</u>
PSPRS Fire		
Difference between expected and actual experience	\$ 2,522,694	\$ 4,201,526
Changes in assumptions	1,639,633	-
Difference between projected and actual investment earnings	406,888	-
City contributions subsequent to the measurement date	<u>2,634,077</u>	<u>-</u>
	<u>\$ 7,203,292</u>	<u>\$ 4,201,526</u>

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The amounts reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (or an increase in the net pension asset) in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	PSPRS Police	PSPRS Fire
Year ending June 30:		
2021	\$ 749,207	\$ 306,840
2022	511,563	53,909
2023	449,747	219,162
2024	289,673	201,737
2025	30,053	93,690
Thereafter	232,066	(507,649)
Total	<u>\$ 2,262,309</u>	<u>\$ 367,689</u>

Firefighters' Relief and Pension Fund

The City of Buckeye Volunteer Firefighters' Relief and Pension Fund is a defined contribution pension plan administered by the City and a board of trustees for the City'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.

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, 2020, there were no contributions made.

No pension provision changes occurred during the year that affected the required contributions made by the City or its volunteer firefighters.

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

Postemployment Health Plan

The City's post-employment health benefit plan is a defined contribution health benefit plan established by the City in May of 2013 to provide health benefits at retirement to qualified general and public safety employees of the City. The plan is administered by Nationwide Retirement Solutions. On June 30, 2020, there were 95 plan members. Plan membership is required at a cost of \$10 plus 0.50 percent of covered salary per pay period to the employee. The City does not contribute to the plan. Plan provisions and contribution requirements are established and may be amended by the City Council.

Note 13 - Contingent Liabilities

Tartesso Wastewater Treatment Plant - On May 19, 2015, the City entered into an agreement to purchase Tartesso Wastewater Treatment Plant (WWTP) for \$14,930,544. The purchase price is to be paid from the City's collection of wastewater

City of Buckeye, Arizona

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impact fees from users of the Tartesso WWTP located in the Central North service area within City. Each payment is to be made quarterly and will be made up of wastewater impact fees collected by the City in the quarter. The City's payment obligation for the purchase price terminates when the purchase price is paid in full. Interest will not be charged on any unpaid balance of the purchase price. As of June 30, 2020, the remaining obligation is \$6,337,344, which is contingent on collection of impact fees.

The City has also committed to reimburse the seller of the Tartesso WWTP for the construction and installation of an additional well, Tartesso Well No. 3, provided the seller performs the work in compliance with procurement laws and the City's requirements, and upon the City Engineer's acceptance of Tartesso Well No. 3, the seller will be entitled to reimbursement of all eligible and verified costs from water development impact fees collected from the Tartesso West project. As of June 30, 2020, the remaining obligation is \$139,837, which is contingent on collection of impact fees.

On August 6, 2019, the City entered into an agreement to develop a permanent fire station (Tartesso Fire Station 705) once growth met the agreement's threshold of 1,500 certificates of occupancy issued. The land has been donated by the developer by a special warranty deed. The estimated costs for improvements at the time of the agreement were \$5,700,000. As of June 30, 2020, the City's remaining obligation was \$1,860,823 that is contingent on collection of impact fees.

On March 19, 2013, the City entered into agreements with Tartesso 1261 LLC for water/wastewater infrastructure and related appurtenances relating to Tartesso West Development Units 1, 2A and 2B 36-inch raw waterlines. As of June 30, 2020, the remaining obligation was \$2,812,016.

Global Water - On July 9, 2015, the City acquired Global Water Resources, Inc. (Global Water), a water utility service corporation through the issuance of the Excise Tax Revenue Obligation Bonds series 2015, in the amount of \$51,260,000. In addition to the consideration paid of \$51,260,000, the City has agreed to pay a growth premium equal to \$3,000 per new account during the growth period, up to \$45,000,000. The growth period is defined at the period of 20 years commencing January 1, 2015. Growth premiums paid during the current year were \$300,000. Growth premiums paid to date are \$4,284,000.

Federal and State Grants and Loans – The City has received a number of grants and loans from both the Federal and State governments. Although the programs have been audited, not all audits have been approved as of June 30, 2020; however, the City expects no material disallowances of expenditures.

Lawsuits - In 2013, the City settled a legal action brought by a group of developers alleging that the City has breached the terms of a Letter of Understanding and Memorandum of Understanding between the City and the developers. Under the settlement, the City has agreed to provide monetary relief up to \$7,250,000, to be paid in an initial payment of \$2,000,000, with the remaining \$5,250,000 contingent upon the occurrence of connections.

The contingent amount payable by the City for each connection shall be the following amounts:

- For each single-family home or unit connection, an amount equal to \$1,250; and
- For each commercial, industrial or other non-residential connection, an amount equal to the lesser of (A) \$5,000, or (B) 25% of the amount normally charged as a wastewater connection fee for such type of building.

As of June 30, 2020, the City has not recorded a provision for the remaining \$5,250,000 as the liability is contingent upon the occurrence of connections and management does not believe payment of the entire amount is probable. The City believes, however, that any liability it may incur would not have a material adverse effect on its financial condition or its results of operations. As of June 30, 2020, the City has paid out 232 single-family home connections for a total of \$294,486. The City will budget for future payments under the wastewater operating budget beginning in FY21-22.

Note 14 – Tax Abatement Agreements

The City enters into various agreements with the local businesses under Arizona Revised Statute 9-500.05 and 9-500.11. Under the Revised Statute, the City is empowered to appropriate public funds to further employment opportunities and economic enhancement of the City. These agreements may be granted to any businesses located within or promising to relocate to the City. The City has determined that is in the best interests of the citizens of the City to rebate a portion of the sales taxes generated and collected from the certain business's retail sales to reimburse the businesses for certain amounts advances by the business for construction of public infrastructure necessary for the development of the new facilities, all to provide

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opportunities for enhanced economic welfare and new job creation in the City.

For the fiscal year ended June 30, 2020, the City has two active development agreements. The City Council is empowered, according to Arizona Revised Statute (ARS) Section 9-500.11, to appropriate public funds to further employment opportunities and economic enhancement of the City.

- The agreement stipulates that the business owner will construct and develop a new facility on a piece of land to provide a unique retail business for the City, increase the value of the land for property tax purposes, create new opportunities for employment in the City, and enhance retail transaction (sales) tax. During the fiscal year, \$160,700 was paid as a rebate.
- The agreement stipulates that the business owner provided funds for the City's design, construction, and installation of certain public improvements. This sales tax rebate is limited to the full reimbursement of the funds received from the retail business that they provided to the City to design, construct, and install the necessary public infrastructure. During the fiscal year, \$125,657 was paid as a rebate.
- The agreement stipulates that the business owner will provide funds for the City's design, construction, and installation of certain public improvements. This sales tax rebate is limited to the full reimbursement of the advanced funds received from the retail business that they provided to the City to design, construct, and install the necessary public infrastructure. During the fiscal year, \$11,754 was paid as a rebate. In 2020, the terms of this development agreement have been fulfilled.

As of June 30, 2020, the City's estimated balance to be reimbursed is approximately \$2,354,000.

Note 15 – Subsequent Events

On July 7, 2020, as part of the Coronavirus Aid, Relief, and Economic Security (CARES) Act approved by the US Department of Treasury, the City received \$9,140,899. The funds can only be used to cover public health and safety regular salary and employee related expense costs incurred between March 1, 2020 and December 30, 2020. The City will be utilizing the funds for the period of July 1, 2020 and December 30, 2020.

On July 21, 2020, Council approved an Economic Development Agreement related to the development of a new distribution center to be located at the southwest corner of Miller and Durango Roads. This agreement with Five Below, a rapidly growing retail company, anticipates breaking ground on their new facility shortly, and being fully operational by August 2021. This facility will have many benefits to the City, including the creation of an initial 150 jobs (by the end of the first full year of operation) rising to almost 300 within 5 years, the investment of over \$75 million in the community, the likely inducement of many ancillary businesses, such as suppliers, service providers, and support operations, the creation of significant new tax revenues for the City, the provision of new public infrastructure improvements including a regional water line and the widening of Miller Road, and the inducement of new residential, service, and retail opportunities in Buckeye. The City's obligations to Five Below includes a payment from the New Facility Generated Sales Taxes as an incentive to develop in the City and a reimbursement for building permit fees, plan review fees and expedited review fees associated with construction.

On October 6, 2020, the Festival Ranch Community Facility District Board approved the Feasibility Report in connection with the proposed issuance by the District of its General Obligation Bonds, Series 2020 in an aggregate principal amount not to exceed \$6,000,000. This report has been prepared for consideration of the feasibility and benefits of certain public infrastructure. The closing was November 12, 2020 and the final amount was \$5,315,000.

On October 20, 2020, Council approved Resolution No. 94-20 approving the Intergovernmental Agreement between the State of Arizona, acting by and through the Department of Transportation and the City relating to I-10 roadway improvements between State Route 85 and Verrado Way. The Arizona Department of Transportation (ADOT) is improving the Interstate 10 (I-10) corridor by adding a general purpose lane in each direction. Additionally, the traffic interchanges at Watson Road and Miller Road will be improved to arterial standards. This IGA outlines the cost, terms, and conditions between the State and the City for construction of this project.

On October 21, 2020, the Verrado District 1 Community Facility Board approved the Feasibility Report in connection with the proposed issuance by the District of its General Obligation Bonds, Series 2020 in an aggregate principal amount not to exceed \$10,000,000. This Report has been prepared for consideration of the feasibility and benefits of certain public infrastructure. The closing was November 19, 2020 and the final amount was \$10,000,000.

REQUIRED SUPPLEMENTARY INFORMATION



City of Buckeye, Arizona

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Non GAAP Basis

For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual Amounts Budgetary Basis</u>	<u>Variance Between Final Budget and Actual Amounts</u>
	<u>Adopted</u>	<u>Final</u>		
Revenues				
Taxes:				
Sales taxes	\$ 35,353,500	\$ 35,353,500	\$ 41,085,190	\$ 5,731,690
Property taxes	9,141,150	9,141,150	8,616,105	(525,045)
Franchise taxes	3,670,380	3,670,380	3,403,456	(266,924)
Intergovernmental	19,705,000	19,705,000	20,501,125	796,125
Fines and forfeitures	832,000	832,000	745,026	(86,974)
Licenses and permits	12,500,000	12,500,000	13,970,428	1,470,428
Charges for services	3,050,100	3,050,100	2,532,999	(517,101)
Investment earnings	1,000,000	1,000,000	2,336,080	1,336,080
Other	487,050	487,050	731,767	244,717
Total revenues	85,739,180	85,739,180	93,922,176	8,182,996
Expenditures				
Current:				
General government:				
Mayor and Council				
Personnel services	415,062	415,062	435,632	(20,570)
Operating expenditures	277,700	277,700	150,861	126,839
Total Mayor and Council	692,762	692,762	586,493	106,269
City Clerk				
Personnel services	453,643	453,643	486,350	(32,707)
Operating expenditures	240,150	240,150	71,393	168,757
Total City Clerk	693,793	693,793	557,743	136,050
City Manager				
Personnel services	2,526,980	2,526,980	2,438,644	88,336
Operating expenditures	429,810	429,810	304,473	125,337
Total City Manager	2,956,790	2,956,790	2,743,117	213,673
Human Resources				
Personnel services	857,420	857,420	900,423	(43,003)
Operating expenditures	246,350	246,350	241,894	4,456
Total Human Resources	1,103,770	1,103,770	1,142,317	(38,547)
Finance				
Personnel services	1,065,009	1,065,009	1,058,106	6,903
Operating expenditures	3,432,560	3,432,560	3,178,487	254,073
Total Finance Department	4,497,569	4,497,569	4,236,593	260,976
City Court				
Personnel services	910,445	910,445	930,911	(20,466)
Operating expenditures	130,900	130,900	97,948	32,952
Total City Court	1,041,345	1,041,345	1,028,859	12,486
Economic Development				
Personnel services	465,435	465,435	474,809	(9,374)
Operating expenditures	252,350	252,350	197,649	54,701
Total Economic Development	717,785	717,785	672,458	45,327
Information Technology				
Personnel services	1,925,696	1,925,696	1,554,447	371,249
Operating expenditures	2,544,144	2,544,144	2,443,817	100,327
Total Information Technology	4,469,840	4,469,840	3,998,264	471,576
Contingency	1,862,000	1,462,000	-	1,462,000
Total General Government	18,035,654	17,635,654	14,965,844	2,669,810

See accompanying notes to this schedule

City of Buckeye, Arizona

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Non GAAP Basis

For the Year Ended June 30, 2020

Public safety:				
Police				
Personnel services	16,453,324	16,453,324	17,172,609	(719,285)
Operating expenditures	<u>3,619,000</u>	<u>3,419,000</u>	<u>2,882,811</u>	<u>536,189</u>
Total Police	<u>20,072,324</u>	<u>19,872,324</u>	<u>20,055,420</u>	<u>(183,096)</u>
Fire				
Personnel services	13,650,645	13,650,645	13,367,975	282,670
Operating expenditures	<u>1,714,144</u>	<u>1,714,144</u>	<u>1,183,216</u>	<u>530,928</u>
Total Fire	<u>15,364,789</u>	<u>15,364,789</u>	<u>14,551,191</u>	<u>813,598</u>
Total Public Safety	<u>35,437,113</u>	<u>35,237,113</u>	<u>34,606,611</u>	<u>630,502</u>
Culture and Recreation:				
Community Services				
Personnel services	4,207,902	4,207,902	3,811,754	396,148
Operating expenditures	<u>1,136,723</u>	<u>1,136,723</u>	<u>785,231</u>	<u>351,492</u>
Total Culture and Recreation	<u>5,344,625</u>	<u>5,344,625</u>	<u>4,596,985</u>	<u>747,640</u>
Public Works:				
Public Works				
Personnel services	1,633,747	1,633,747	1,878,678	(244,931)
Operating expenditures	<u>1,962,229</u>	<u>1,962,229</u>	<u>1,433,962</u>	<u>528,267</u>
Total Public Works	<u>3,595,976</u>	<u>3,595,976</u>	<u>3,312,640</u>	<u>283,336</u>
Development Services:				
Development Services				
Personnel services	2,633,350	2,633,350	2,785,262	(151,912)
Operating expenditures	<u>1,333,793</u>	<u>1,733,793</u>	<u>1,651,680</u>	<u>82,113</u>
Total Development Services	<u>3,967,143</u>	<u>4,367,143</u>	<u>4,436,942</u>	<u>(69,799)</u>
Engineering Services:				
Engineering				
Personnel services	2,175,657	2,175,657	2,195,223	(19,566)
Operating expenditures	<u>1,270,887</u>	<u>1,270,887</u>	<u>552,974</u>	<u>717,913</u>
Total Engineering Services	<u>3,446,544</u>	<u>3,446,544</u>	<u>2,748,197</u>	<u>698,347</u>
Debt Service				
Principal	508,300	508,300	701,000	(192,700)
Interest and other charges	<u>436,657</u>	<u>436,657</u>	<u>524,067</u>	<u>(87,410)</u>
Total Debt Service	<u>944,957</u>	<u>944,957</u>	<u>1,225,067</u>	<u>(280,110)</u>
Capital Outlay	<u>3,529,850</u>	<u>3,729,850</u>	<u>2,754,159</u>	<u>975,691</u>
Total expenditures	<u>74,301,862</u>	<u>74,301,862</u>	<u>68,646,445</u>	<u>5,655,417</u>
Excess (deficiency) of revenues over expenditures	<u>11,437,318</u>	<u>11,437,318</u>	<u>25,275,731</u>	<u>13,838,413</u>
Other Financing Sources (Uses)				
Transfers in	204,600	204,600	730,990	526,390
Transfers out	<u>(24,158,601)</u>	<u>(24,158,601)</u>	<u>(8,693,627)</u>	<u>15,464,974</u>
Total other financing sources and uses	<u>(23,954,001)</u>	<u>(23,954,001)</u>	<u>(7,962,637)</u>	<u>15,991,364</u>
Net change in fund balances	(12,516,683)	(12,516,683)	17,313,094	29,829,777
Fund balances - beginning	<u>29,605,948</u>	<u>29,605,948</u>	<u>36,439,069</u>	<u>6,833,121</u>
Fund balances - ending	<u>\$ 17,089,265</u>	<u>\$ 17,089,265</u>	<u>\$ 53,752,163</u>	<u>\$ 36,662,898</u>

City of Buckeye, Arizona

Highway User Revenue Fund - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual Amount Budgetary Basis</u>	<u>Variance Between Final Budget and Actual Amounts</u>
	<u>Adopted</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 4,710,380	\$ 4,710,380	\$ 5,075,899	\$ 365,519
Charges for service	75,000	75,000	85,163	10,163
Interest income	11,000	11,000	77,511	66,511
Other	3,000	3,000	148,535	145,535
Total revenues	<u>4,799,380</u>	<u>4,799,380</u>	<u>5,387,108</u>	<u>587,728</u>
EXPENDITURES				
Current				
Highways and streets				
Personnel services	2,061,790	2,061,790	1,954,888	106,902
Operating expenditures	1,610,080	1,750,754	1,435,769	314,985
Debt Service				
Principal retirement	44,000	44,000	-	44,000
Interest on long-term debt	42,571	42,571	-	42,571
Contingencies	170,000	29,326	-	29,326
Capital outlay	465,400	465,400	151,492	313,908
Total expenditures	<u>4,393,841</u>	<u>4,393,841</u>	<u>3,542,149</u>	<u>851,692</u>
Excess (deficiency) of revenues over expenditures	<u>405,539</u>	<u>405,539</u>	<u>1,844,959</u>	<u>1,439,420</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(734,276)	(734,276)	(726,215)	8,061
Total other financing sources and uses	<u>(734,276)</u>	<u>(734,276)</u>	<u>(726,215)</u>	<u>8,061</u>
Net change in fund balances	(328,737)	(328,737)	1,118,744	1,447,481
Fund balances - beginning	<u>750,000</u>	<u>750,000</u>	<u>2,617,009</u>	<u>1,867,009</u>
Fund balances - ending	<u>\$ 421,263</u>	<u>\$ 421,263</u>	<u>\$ 3,735,753</u>	<u>\$ 3,314,490</u>

See accompanying notes to this schedule

City of Buckeye, Arizona

Notes to Budget and Actual Schedules

For the year ended June 30, 2020

Note Budgetary Basis of Accounting

The City's budget is prepared on a basis consistent with generally accepted accounting principles, except for the following items:

Certain activities reported in the General Fund are budgeted in separate funds. Separate budget to actual statements are provided for the following funds:

- Community Services (Special Revenue)
- Sundance Crossings (Special Revenue)
- Risk Management (Special Revenue)
- Cemetery Improvement (Capital Projects)

The following schedule reconciles fund balance reported at the end of the year:

	<u>Beginning Fund Balance</u>	<u>Revenues and transfers in</u>	<u>Expenditures and transfers out</u>	<u>Ending Fund Balance</u>
Statement of Revenues, Expenditures and Changes in Fund Balances - General Fund	\$ 36,439,069	\$ 94,653,166	\$ 77,340,072	\$ 53,752,163
Activity budgeted as special revenue and capital funds	<u>(121,325)</u>	<u>1,509,597</u>	<u>1,143,511</u>	<u>244,761</u>
Schedule of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 36,317,744</u>	<u>\$ 96,162,763</u>	<u>\$ 78,483,583</u>	<u>\$ 53,996,924</u>



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City of Buckeye, Arizona
Required Supplementary Information

Arizona State Retirement System – Schedule of the City’s Proportionate Share of the Net Pension Liability

City of Buckeye, Arizona

Arizona State Retirement

Schedule of the City's Proportionate Share of the Net Pension Liability

June 30, 2020

	Reporting Fiscal Year (Measurement Date)						2011 through 2014*
	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	
ASRS							
City's proportion of the net pension liability	0.209790%	0.207660%	0.188750%	0.186940%	0.017041%	0.151988%	Information not available
City's proportionate share of the net pension liability	\$30,528,341	\$28,961,262	\$29,403,571	\$30,173,994	\$26,543,410	\$22,489,006	
City's covered payroll	22,100,376	21,075,064	18,867,189	18,629,613	15,618,173	14,911,458	
City's proportionate share of the net pension liability as a percentage of its covered- payroll	138.13%	137.42%	155.84%	161.97%	169.95%	150.82%	
Plan fiduciary net position as a percentage of the total pension liability	73.24%	73.00%	69.92%	67.06%	68.35%	69.49%	

*Scheduled is intended to show information for 10 years. Additional years will be displayed as they become available.



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City of Buckeye, Arizona
Required Supplementary Information

Public Safety Personnel Retirement System – Schedule of Changes in the City’s Net Pension Liability and Related Ratios

City of Buckeye, Arizona

Public Safety Personnel Retirement System

Schedule of changes in the City's Net Pension Liability and Related Ratios

June 30, 2020

	Reporting Fiscal Year (Measurement Date)						
	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2011 through 2014*
PSPRS Police							
Total pension liability							
Service cost	\$ 1,641,029	\$ 1,602,070	\$ 1,673,903	\$ 1,423,922	\$ 1,238,971	\$ 980,797	Information
Interest on the total pension liability	2,751,515	2,425,223	2,262,865	1,868,584	1,712,805	1,317,252	not available
Changes of benefit terms	-	-	332,370	2,485,144	-	159,238	
Differences between expected and actual experience in the measurement of the pension liability	(411,801)	422,918	(1,247,935)	257,874	(156,843)	1,747,466	
Changes of assumptions and other inputs	833,345	-	583,812	1,274,163	-	1,369,971	
Benefit payments, including refunds of employee contributions	(845,388)	(916,335)	(1,018,342)	(1,115,189)	(690,735)	(639,100)	
Net change in total pension liability	3,968,700	3,533,876	2,586,673	6,194,498	2,104,198	4,935,624	
Total pension liability - beginning	35,964,296	32,430,420	29,843,747	23,649,249	21,545,051	16,609,427	
Total pension liability - ending (a)	<u>\$ 39,932,996</u>	<u>\$ 35,964,296</u>	<u>\$ 32,430,420</u>	<u>\$ 29,843,747</u>	<u>\$ 23,649,249</u>	<u>\$ 21,545,051</u>	
Plan fiduciary net position							
Contributions - employer	\$ 1,988,279	\$ 2,188,945	\$ 1,463,930	\$ 1,435,056	\$ 1,096,508	\$ 1,006,884	
Contributions - employee	592,683	645,123	800,409	868,827	711,650	633,425	
Net investment income	1,272,546	1,458,538	2,079,003	93,818	534,404	1,584,629	
Benefit payments, including refunds of employee contributions	(845,388)	(916,335)	(1,018,342)	(1,115,189)	(690,735)	(639,100)	
Hall/Parker Settlement	-	(1,001,955)	-	-	-	-	
Pension plan administrative expenses	(23,107)	(22,899)	(18,796)	(13,900)	(13,427)	-	
Other changes	-	230	207	113,071	108,428	(20,638)	
Net change in plan fiduciary net position	2,985,013	2,351,647	3,306,411	1,381,683	1,746,828	2,565,200	
Plan fiduciary net position - beginning	22,727,384	20,375,737	17,069,326	15,687,643	13,940,815	11,375,615	
Adjustment to beginning of year	(9,985)						
Plan fiduciary net position - ending (b)	<u>\$ 25,702,412</u>	<u>\$ 22,727,384</u>	<u>\$ 20,375,737</u>	<u>\$ 17,069,326</u>	<u>\$ 15,687,643</u>	<u>\$ 13,940,815</u>	
City's net pension liability - ending (a) - (b)	<u>\$ 14,230,584</u>	<u>\$ 13,236,912</u>	<u>\$ 12,054,683</u>	<u>\$ 12,774,421</u>	<u>\$ 7,961,606</u>	<u>\$ 7,604,236</u>	
Plan fiduciary net position as a percentage of the total pension liability	64.36%	63.19%	62.83%	57.20%	66.33%	64.71%	
Covered payroll	10,520,628	9,746,973	9,471,195	9,495,431	8,598,026	8,306,224	
City's net pension liability as a percentage of covered payroll	135.26%	135.81%	127.28%	134.53%	92.60%	91.55%	

*Scheduled is intended to show information for 10 years. Additional years will be displayed as they become available.

City of Buckeye, Arizona
Required Supplementary Information

Public Safety Personnel Retirement System – Schedule of Changes in the City’s Net Pension Liability and Related Ratios

City of Buckeye, Arizona

Public Safety Personnel Retirement System

Schedule of changes in the City’s Net Pension Liability and Related Ratios

June 30, 2020

	Reporting Fiscal Year (Measurement Date)						
	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2011 through 2014*
PSPRS Fire							
Total pension liability							
Service cost	\$ 1,824,195	\$ 1,819,972	\$ 1,624,240	\$ 1,441,767	\$ 1,257,769	\$ 1,046,482	Information not available
Interest on the total pension liability	2,554,761	2,150,849	2,014,168	1,430,438	1,259,873	928,031	
Changes of benefit terms	-	-	186,129	2,870,483	-	(42,676)	
Differences between expected and actual experience in the measurement of the pension liability	(2,809,551)	573,232	(1,838,647)	1,533,880	(436,845)	1,956,924	
Changes of assumptions and other inputs	637,043	-	126,197	1,265,636	-	232,886	
Benefit payments, including refunds of employee contributions	-	1	-	-	-	-	
Net change in total pension liability	2,206,448	4,544,054	2,112,087	8,542,204	2,080,797	4,121,647	
Total pension liability - beginning	32,699,598	28,155,544	26,043,457	17,501,253	15,420,456	11,298,809	
Total pension liability - ending (a)	<u>\$ 34,906,046</u>	<u>\$ 32,699,598</u>	<u>\$ 28,155,544</u>	<u>\$ 26,043,457</u>	<u>\$ 17,501,253</u>	<u>\$ 15,420,456</u>	
Plan fiduciary net position							
Contributions - employer	\$ 1,879,307	\$ 1,872,070	\$ 1,053,558	\$ 1,229,932	\$ 975,453	\$ 967,398	
Contributions - employee	597,405	634,840	873,999	916,577	737,903	679,303	
Net investment income	1,450,405	1,641,687	2,285,216	100,160	546,165	1,580,157	
Benefit payments, including refunds of employee contributions	-	1	-	-	-	-	
Hall/Parker Settlement	-	(1,139,163)	-	-	-	-	
Pension plan administrative expenses	(26,196)	(25,686)	(20,620)	(14,811)	(13,716)	-	
Other changes	-	248	220	(106,776)	(19,493)	(176,816)	
Net change in plan fiduciary net position	3,900,921	2,983,997	4,192,373	2,125,082	2,226,312	3,050,042	
Plan fiduciary net position - beginning	25,675,281	22,691,284	18,498,911	16,373,829	14,147,517	11,097,475	
Adjustment to beginning of year	(8,321)						
Plan fiduciary net position - ending (b)	<u>\$ 29,567,881</u>	<u>\$ 25,675,281</u>	<u>\$ 22,691,284</u>	<u>\$ 18,498,911</u>	<u>\$ 16,373,829</u>	<u>\$ 14,147,517</u>	
City's net pension liability - ending (a) - (b)	<u>\$ 5,338,165</u>	<u>\$ 7,024,317</u>	<u>\$ 5,464,260</u>	<u>\$ 7,544,546</u>	<u>\$ 1,127,424</u>	<u>\$ 1,272,939</u>	
Plan fiduciary net position as a percentage of the total pension liability	84.71%	78.52%	80.59%	71.03%	93.56%	91.75%	
Covered payroll	\$ 9,148,487	\$ 8,779,257	\$ 8,405,839	\$ 8,369,559	7,594,358	7,894,345	
City's net pension liability as a percentage of covered payroll	58.35%	80.01%	65.01%	90.14%	14.85%	16.12%	

*Scheduled is intended to show information for 10 years. Additional years will be displayed as they become available.

City of Buckeye, Arizona
Required Supplementary Information

Schedule of City Pension Contributions

City of Buckeye, Arizona
Schedule of City Pension Contributions
June 30, 2020

ASRS	Reporting Fiscal Year							2013 through 2011*
	2020	2019	2018	2017	2016	2015	2014	
Statutorily required contribution	\$ 2,759,010	\$ 2,470,822	\$ 2,297,182	\$ 2,033,883	\$ 2,021,313	\$ 1,700,819	\$ 1,595,526	Information not available
City's contributions in relation to the statutorily required contribution	<u>2,759,010</u>	<u>2,470,822</u>	<u>\$ 2,297,182</u>	<u>\$ 2,033,883</u>	<u>2,021,313</u>	<u>1,700,819</u>	<u>1,595,526</u>	
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
City's covered payroll	\$ 24,096,148	\$ 22,100,376	\$ 21,075,064	\$ 18,867,189	18,629,613	\$ 15,618,173	\$ 14,911,458	
City's contributions as a percentage of covered payroll	11.45%	11.18%	10.90%	10.78%	10.85%	10.89%	10.70%	

PSPRS Police	Reporting Fiscal Year							2013 through 2011*
	2020	2019	2018	2017	2016	2015	2014	
Statutorily required contribution	\$ 2,197,117	\$ 2,230,303	\$ 1,906,291	\$ 1,508,263	\$ 1,503,814	\$ 1,153,032	\$ 1,006,884	Information not available
City's contributions in relation to the statutorily required contribution	<u>2,197,117</u>	<u>2,230,303</u>	<u>1,906,291</u>	<u>1,508,263</u>	<u>1,503,814</u>	<u>1,153,032</u>	<u>1,006,884</u>	
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
City's covered payroll	\$ 8,379,238	\$ 10,520,628	\$ 9,746,973	\$ 9,471,195	\$ 9,495,431	\$ 8,598,026	\$ 8,306,224	
City's contributions as a percentage of covered payroll	26.22%	21.20%	19.56%	15.92%	15.84%	13.41%	12.12%	

PSPRS Fire	Reporting Fiscal Year							2013 through 2011*
	2020	2019	2018	2017	2016	2015	2014	
Statutorily required contribution	\$ 1,809,632	\$ 1,725,369	\$ 1,579,996	\$ 1,021,773	\$ 1,156,055	\$ 922,926	\$ 967,398	Information not available
City's contributions in relation to the statutorily required contribution	<u>1,809,632</u>	<u>1,725,369</u>	<u>1,579,996</u>	<u>1,021,773</u>	<u>1,156,055</u>	<u>922,926</u>	<u>967,398</u>	
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
City's covered payroll	\$ 8,295,462	\$ 9,148,487	\$ 8,779,257	\$ 8,405,839	\$ 8,369,559	\$ 7,594,358	\$ 7,894,345	
City's contributions as a percentage of covered payroll	21.81%	18.86%	18.00%	12.16%	13.81%	12.15%	12.25%	

*Scheduled is intended to show information for 10 years. Additional years will be displayed as they become available.

City of Buckeye, Arizona
Notes to Required Supplementary Information

Methods and Assumptions Used in Calculations of Actuarially Determined Contributions

Actuarial Assumptions for Valuations Performed – The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated, which is the most recent actuarial valuation. The actuarial assumptions used are disclosed in the notes to the financial statements.

Factors that Affect Trends – The actuarial assumptions used in the June 30, 2018, valuation for ASRS were based on the results of an actuarial experience study for the five-year period ending June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes that were applied to the June 30, 2017, actuarial valuation.

The actuarial assumptions used in the June 30, 2019, valuation for PSPRS were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The PSPRS Board adopted the experience study recommended changes which were applied to the June 30, 2017 actuarial valuation. The total liabilities as of June 30, 2019 reflect changes of actuarial assumptions to decrease the investment rate of return from 7.4% to 7.3% and update the mortality rates.

Arizona courts have ruled that provisions of the 2011 law that changed the mechanism for funding permanent pension benefit increases and increased employee pension contribution rates were unconstitutional. As a result, the PSPRS changed benefit terms to reflect the prior mechanism for funding permanent benefit increases for those members and revised actuarial assumptions to explicitly value future permanent benefit increases. These changes increased the PSPRS-required contributions beginning in fiscal year 2019 for members who retired or will retire after the law's effective date.

Nonmajor Governmental Funds

Special Revenue Funds

City Court Fund – Established to accumulate funds specifically for the purpose of the city court as directed by the Arizona Supreme Court.

Area Agency on Aging Fund – Established to received federal funds to cover a percentage of salaries, benefits and other expenditures for the operation of the community center for the benefit of the elderly and disabled.

Arizona Lottery – Established to account for funds provided by the State Lottery to be used to cover transit expenses within the City.

Grant Funds – Established for receiving state, federal or other grants received by the parks, Police and/or Fire Departments for purchasing a variety of services, goods, and equipment.

Nuclear Management Fund – Established to provide funding to enhance the safety of Palo Verde Nuclear Plant with planning, training, exercises, and purchasing of specialized response equipment that is directly related to the goal of maintaining and improving safety and response to emergencies at the nuclear power generation facility.

Stormwater Quality Fund – Established to provide the City with authority over any pollutant that enters, or might enter, the right of way, and the MS4 including any wastewater, solid waste, or other potential illegal dumping.

Public Safety Funds – Established to provide funds for Police and/or Fire Departments in purchasing a variety of services, goods, training, and equipment.

Jackrabbit Trail ID O&M Fund – Established for the operation and maintenance of the Jackrabbit Trail Improvement District infrastructure.

Roosevelt St ID O&M Fund – Established for the operation and maintenance of the Roosevelt Street Improvement District infrastructure.

Transient Lodging Fund – Established to accumulate funds that shall be used exclusively by the City for the promotion of tourism.

Economic Development Reinvestment Fund – This fund was established to accumulate revenue that is used to provide financial support for business in the historic area to reinvest in buildings and building improvements.

Street Light Improvement District Fund – Established to account for revenues and expenditures related to the maintenance and electric costs associated with the streetlights.

Capital Project Funds

CIP Projects – Established to fund non-utility capital improvement projects.

Traffic Signal – Established to fund traffic signal construction, maintenance and developer contributions.

Future Road Improvements – Established to fund construction and maintenance of future road improvements.

Sundance Water Recharge – Established to build a recharge station in the Sundance Community.

Capital Grants – Established for receiving state, federal or other grants for capital projects.

Debt Service Funds

Roosevelt Street ID – Established for debt service payments for the Roosevelt Street Improvement District.

Jackrabbit Trail ID – Established for debt service payments for the Jackrabbit Trail Improvement District.

Community Facility District (CFD) Funds – Established for operation and maintenance for district infrastructure and debt service payments related to each CFD:

Anthem	Elianto	Festival Ranch	Mirielle	Sundance
Tartesso	Trillium	Verrado Dist 1	Verrado Overlay	Watson Road
Westpark				

City of Buckeye, Arizona

Combining Balance Sheet

Nonmajor Funds

June 30, 2020

	Special Revenue Funds					
	City Court	Area Agency on Aging	Arizona Lottery	Grant Funds	Nuclear Emergency Management	Stormwater Quality
ASSETS						
Cash and investments	\$ 415,189	\$ 25,357	\$ 363,278	\$ (92)	\$ 2,065	\$ 84,469
Cash with paying agent	-	-	-	-	-	-
Receivables, net						
Intergovernmental	5,799	-	-	-	-	-
Taxes	-	-	-	-	-	-
Accounts	-	41,443	-	48,056	-	-
Special Assessments	-	-	-	-	-	-
Prepaid expenses	-	-	-	1,341	967	-
Restricted Assets	-	-	-	-	-	-
Total assets	<u>\$ 420,988</u>	<u>\$ 66,800</u>	<u>\$ 363,278</u>	<u>\$ 49,305</u>	<u>\$ 3,032</u>	<u>\$ 84,469</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ -	\$ 7,310	\$ -	\$ 2,804	\$ 206	\$ 90
Retainage payable	-	-	-	-	-	-
Accrued liabilities	-	24,263	-	-	2,826	-
Deposits	-	-	-	-	-	-
Matured debt principal payable	-	-	-	-	-	-
Matured debt interest payable	-	-	-	-	-	-
Unearned revenues	-	-	363,278	-	-	-
Total liabilities	<u>-</u>	<u>31,573</u>	<u>363,278</u>	<u>2,804</u>	<u>3,032</u>	<u>90</u>
Deferred inflows of resources:						
Unavailable revenue	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:						
Nonspendable	-	-	-	1,341	967	-
Restricted - Special Purposes	420,988	35,227	-	45,160	-	84,379
Restricted - Capital Projects	-	-	-	-	-	-
Restricted - Debt Service	-	-	-	-	-	-
Unassigned	-	-	-	-	(967)	-
Total fund balances	<u>420,988</u>	<u>35,227</u>	<u>-</u>	<u>46,501</u>	<u>-</u>	<u>84,379</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 420,988</u>	<u>\$ 66,800</u>	<u>\$ 363,278</u>	<u>\$ 49,305</u>	<u>\$ 3,032</u>	<u>\$ 84,469</u>

Special Revenue Funds							
Public Safety Funds	Jackrabbit Trail ID O&M	Roosevelt St ID O&M	Transient Lodging	Economic Development Reinvestment	Street Light Improvement Districts	Anthem Sun Valley CFD	Elianto CFD
\$ 574,518	\$ 10,149	\$ 9,434	\$ 466,489	\$ -	\$ 87,010	\$ (5,101)	\$ (5,081)
-	-	-	-	-	-	-	-
4,830	-	-	-	-	-	-	-
-	-	-	-	-	2,385	-	-
-	-	-	-	-	-	5,671	5,369
-	-	-	-	-	-	-	-
-	-	-	35	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 579,348</u>	<u>\$ 10,149</u>	<u>\$ 9,434</u>	<u>\$ 466,524</u>	<u>\$ -</u>	<u>\$ 89,395</u>	<u>\$ 570</u>	<u>\$ 288</u>
\$ 311,367	\$ -	\$ -	\$ 16,755	\$ -	\$ 20,481	\$ 378	\$ 210
-	-	-	-	-	-	-	-
-	-	-	1,833	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>311,367</u>	<u>-</u>	<u>-</u>	<u>18,588</u>	<u>-</u>	<u>20,481</u>	<u>378</u>	<u>210</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	35	-	-	-	-
267,981	10,149	9,434	447,901	-	68,914	192	78
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>267,981</u>	<u>10,149</u>	<u>9,434</u>	<u>447,936</u>	<u>-</u>	<u>68,914</u>	<u>192</u>	<u>78</u>
<u>\$ 579,348</u>	<u>\$ 10,149</u>	<u>\$ 9,434</u>	<u>\$ 466,524</u>	<u>\$ -</u>	<u>\$ 89,395</u>	<u>\$ 570</u>	<u>\$ 288</u>

City of Buckeye, Arizona

Combining Balance Sheet

Nonmajor Funds

June 30, 2020

	Special Revenue Funds					
	Festival Ranch CFD	Mirielle CFD	Sundance #1 CFD	Tartesso West CFD	Trillium West CFD	Verrado District 1 CFD
ASSETS						
Cash and investments	\$ 292,707	\$ (4,930)	\$ 258,911	\$ 96,596	\$ (3,078)	\$ 397,208
Cash with paying agent	-	-	-	-	-	-
Receivables, net						
Intergovernmental	-	-	-	-	4,290	-
Taxes	1,207	-	660	174	-	2,487
Accounts	-	5,242	-	-	-	-
Special Assessments	-	-	-	-	-	-
Prepaid expenses	-	-	789	-	-	-
Restricted Assets	-	-	-	-	-	-
Total assets	\$ 293,914	\$ 312	\$ 260,360	\$ 96,770	\$ 1,212	\$ 399,695
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 5,383	\$ -	\$ 17,119	\$ 877	\$ 168	\$ 268,449
Retainage payable	-	-	-	-	-	-
Accrued liabilities	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Matured debt principal payable	-	-	-	-	-	-
Interest payable	-	-	-	-	-	-
Unearned revenues	-	-	-	-	-	-
Total liabilities	5,383	-	17,119	877	168	268,449
Deferred inflows of resources:						
Unavailable revenue	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-
Fund balances:						
Nonspendable	-	-	789	-	-	-
Restricted - Special Purposes	288,531	312	242,452	95,893	1,044	131,246
Restricted - Capital Projects	-	-	-	-	-	-
Restricted - Debt Service	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	288,531	312	243,241	95,893	1,044	131,246
Total liabilities, deferred inflows of resources and fund balances	\$ 293,914	\$ 312	\$ 260,360	\$ 96,770	\$ 1,212	\$ 399,695

Special Revenue Funds			Capital Project Funds				
Verrado Western Overlay CFD	Watson Road CFD	Westpark #1 CFD	CIP - Other Projects	CIP - General	Traffic Signal	Future Road Improvements	Sundance Water Recharge
\$ 40,106	\$ 357,560	\$ 22,695	\$ 1,404,370	\$ 3,414,847	\$ 2,335,771	\$ 1,805,404	\$ 658,752
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
559	182	140	-	-	-	-	-
-	-	-	-	159,598	-	9,199	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 40,665</u>	<u>\$ 357,742</u>	<u>\$ 22,835</u>	<u>\$ 1,404,370</u>	<u>\$ 3,574,445</u>	<u>\$ 2,335,771</u>	<u>\$ 1,814,603</u>	<u>\$ 658,752</u>
\$ 21,712	\$ 42,537	\$ 5,409	\$ 1,010,588	\$ 2,064,478	\$ -	\$ -	\$ -
-	-	-	-	322,794	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	10,699	84,047	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>21,712</u>	<u>42,537</u>	<u>5,409</u>	<u>1,010,588</u>	<u>2,387,272</u>	<u>10,699</u>	<u>84,047</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
18,953	315,205	17,426	-	-	-	-	-
-	-	-	393,782	1,187,173	2,325,072	1,730,556	658,752
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>18,953</u>	<u>315,205</u>	<u>17,426</u>	<u>393,782</u>	<u>1,187,173</u>	<u>2,325,072</u>	<u>1,730,556</u>	<u>658,752</u>
<u>\$ 40,665</u>	<u>\$ 357,742</u>	<u>\$ 22,835</u>	<u>\$ 1,404,370</u>	<u>\$ 3,574,445</u>	<u>\$ 2,335,771</u>	<u>\$ 1,814,603</u>	<u>\$ 658,752</u>

City of Buckeye, Arizona

Combining Balance Sheet

Nonmajor Funds

June 30, 2020

	Capital Project Funds			Debt Service Funds		
	Capital Grants	Festival Ranch - CFD	Sundance #1 CFD	Roosevelt Street ID	Jackrabbit Trail ID	Sundance #1 CFD
ASSETS						
Cash and investments	\$ -	\$ -	\$ 727,304	\$ 237,805	\$ 34,575	\$ 1,710,220
Cash with paying agent	-	-	-	95,515	31,719	321,727
Receivables, net						
Intergovernmental	-	-	-	-	-	-
Taxes	-	-	-	-	-	5,939
Accounts	-	-	-	-	-	20,369
Special Assessments	-	-	-	5,080,000	256,000	1,139,000
Prepaid expenses	-	-	-	-	-	-
Restricted Assets	-	-	-	-	-	134,200
Total assets	\$ -	\$ -	\$ 727,304	\$ 5,413,320	\$ 322,294	\$ 3,331,455
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ -	\$ -	\$ -	\$ 379	\$ 75	\$ 46,356
Retainage payable	-	-	-	-	-	-
Accrued liabilities	-	-	-	-	-	-
Deposits	-	-	-	-	-	25,982
Matured debt principal payable	-	-	-	-	23,000	1,067,000
Interest payable	-	-	-	95,515	8,719	507,057
Unearned revenues	-	-	-	-	-	-
Total liabilities	-	-	-	95,894	31,794	1,646,395
Deferred inflows of resources:						
Unavailable revenue	-	-	-	5,080,000	256,000	1,139,000
Total deferred inflows of resources	-	-	-	5,080,000	256,000	1,139,000
Fund balances:						
Nonspendable	-	-	-	-	-	-
Restricted - Special Purposes	-	-	-	-	-	-
Restricted - Capital Projects	-	-	727,304	-	-	-
Restricted - Debt Service	-	-	-	237,426	34,500	546,060
Unassigned	-	-	-	-	-	-
Total fund balances	-	-	727,304	237,426	34,500	546,060
Total liabilities, deferred inflows of resources and fund balances	\$ -	\$ -	\$ 727,304	\$ 5,413,320	\$ 322,294	\$ 3,331,455

Debt Service Funds				
Tartesso West CFD	Verrado District 1 CFD	Verrado		Total
		Western Overlay CFD	Westpark #1 CFD	
\$ 667,870	\$ 8,426	\$ -	\$ 481,720	\$ 16,972,523
-	3,231,766	631,953	148,612	4,461,292
-	-	-	-	14,919
2,311	29,845	8,024	2,660	56,573
-	-	-	6,080	301,027
-	-	-	797,000	7,272,000
-	-	-	-	3,132
-	-	84,867	143,937	363,004
<u>\$ 670,181</u>	<u>\$ 3,270,037</u>	<u>\$ 724,844</u>	<u>\$ 1,580,009</u>	<u>\$ 29,444,470</u>
\$ 11,105	\$ -	\$ -	\$ 13,639	\$ 3,867,875
-	-	-	-	322,794
-	-	-	-	28,922
-	-	-	14,402	135,130
375,000	2,470,000	320,000	392,000	4,647,000
104,967	761,766	95,816	140,777	1,714,617
-	-	-	-	363,278
<u>491,072</u>	<u>3,231,766</u>	<u>415,816</u>	<u>560,818</u>	<u>11,079,616</u>
-	-	-	797,000	7,272,000
-	-	-	797,000	7,272,000
-	-	-	-	3,132
-	-	-	-	2,501,465
-	-	-	-	7,022,639
179,109	38,271	309,028	222,191	1,566,585
-	-	-	-	(967)
<u>179,109</u>	<u>38,271</u>	<u>309,028</u>	<u>222,191</u>	<u>11,092,854</u>
<u>\$ 670,181</u>	<u>\$ 3,270,037</u>	<u>\$ 724,844</u>	<u>\$ 1,580,009</u>	<u>\$ 29,444,470</u>

City of Buckeye, Arizona

Combining Statement of Revenue, Expenditures and Changes in Fund Balances

Nonmajor Funds

For the Year Ended June 30, 2020

	Special Revenue Funds					
	City Court	Area Agency on Aging	Arizona Lottery	Grant Funds	Nuclear Management	Stormwater Quality
REVENUES						
Taxes						
Transaction privilege taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-	-	-
Intergovernmental revenues	59,180	219,834	121,540	414,804	70,000	-
Charges for services	-	20,470	-	-	-	-
Developer agreements	-	-	-	-	-	-
Contributions and donations	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	<u>59,180</u>	<u>240,304</u>	<u>121,540</u>	<u>414,804</u>	<u>70,000</u>	<u>-</u>
EXPENDITURES						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	387,479	126,725	-
Highway and streets	-	-	-	-	-	12,058
Culture and recreation	-	703,117	10,172	23,420	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Issuance costs	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>703,117</u>	<u>10,172</u>	<u>410,899</u>	<u>126,725</u>	<u>12,058</u>
Excess (deficiency) of revenues over expenditures	<u>59,180</u>	<u>(462,813)</u>	<u>111,368</u>	<u>3,905</u>	<u>(56,725)</u>	<u>(12,058)</u>
OTHER FINANCING SOURCES (USES)						
Refunding bonds issued	-	-	-	-	-	-
Payment to refunding agent	-	-	-	-	-	-
Transfers in	-	654,515	37,896	-	2,065	-
Transfers out	-	-	(149,264)	(47,062)	-	-
Total other financing sources and uses	<u>-</u>	<u>654,515</u>	<u>(111,368)</u>	<u>(47,062)</u>	<u>2,065</u>	<u>-</u>
Net change in fund balances	59,180	191,702	-	(43,157)	(54,660)	(12,058)
Fund balances - beginning	<u>361,808</u>	<u>(156,475)</u>	<u>-</u>	<u>89,658</u>	<u>54,660</u>	<u>96,437</u>
Fund balances - ending	<u>\$ 420,988</u>	<u>\$ 35,227</u>	<u>\$ -</u>	<u>\$ 46,501</u>	<u>\$ -</u>	<u>\$ 84,379</u>

Special Revenue Funds							
Public Safety Funds	Jackrabbit Trail ID O&M	Roosevelt St ID O&M	Transient Lodging	Economic Development Reinvestment	Street Light Improvement Districts	Anthem Sun Valley CFD	Elianto CFD
\$ -	\$ -	\$ -	\$ 199,886	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	283,145	73	107
-	-	-	-	-	-	-	-
429,194	345	-	-	-	35,100	-	-
-	-	-	-	-	-	5,671	5,369
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>429,194</u>	<u>345</u>	<u>-</u>	<u>199,886</u>	<u>-</u>	<u>318,245</u>	<u>5,744</u>	<u>5,476</u>
-	-	-	122,353	32,738	-	5,188	5,188
95,657	-	-	-	-	289,295	-	-
-	-	-	-	-	-	630	210
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	250	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>299,852</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>395,509</u>	<u>250</u>	<u>-</u>	<u>122,353</u>	<u>32,738</u>	<u>289,295</u>	<u>5,818</u>	<u>5,398</u>
33,685	95	-	77,533	(32,738)	28,950	(74)	78
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
554	10,000	10,000	-	7,210	-	-	-
-	-	-	-	-	-	-	-
<u>554</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>7,210</u>	<u>-</u>	<u>-</u>	<u>-</u>
34,239	10,095	10,000	77,533	(25,528)	28,950	(74)	78
<u>233,742</u>	<u>54</u>	<u>(566)</u>	<u>370,403</u>	<u>25,528</u>	<u>39,964</u>	<u>266</u>	<u>-</u>
<u>\$ 267,981</u>	<u>\$ 10,149</u>	<u>\$ 9,434</u>	<u>\$ 447,936</u>	<u>\$ -</u>	<u>\$ 68,914</u>	<u>\$ 192</u>	<u>\$ 78</u>

City of Buckeye, Arizona

Combining Statement of Revenue, Expenditures and Changes in Fund Balances

Nonmajor Funds

For the Year Ended June 30, 2020

	Special Revenue Funds					
	Festival Ranch CFD	Mirielle CFD	Sundance #1 CFD	Tartesso West CFD	Trillium West CFD	Verrado District 1 CFD
REVENUES						
Taxes						
Transaction privilege taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	299,284	199	189,643	47,556	68	339,704
Intergovernmental revenues	-	-	-	-	-	-
Charges for services	19,990	5,243	33,090	-	-	-
Developer agreements	9,300	-	-	-	4,290	-
Contributions and donations	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	<u>328,574</u>	<u>5,442</u>	<u>222,733</u>	<u>47,556</u>	<u>4,358</u>	<u>339,704</u>
EXPENDITURES						
Current:						
General government	222,606	5,188	68,524	15,564	5,188	289,951
Public safety	-	-	-	-	-	-
Highway and streets	5,525	210	11,953	378	378	3,772
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	19,050	-	6,265	1,320	-	-
Issuance costs	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>247,181</u>	<u>5,398</u>	<u>86,742</u>	<u>17,262</u>	<u>5,566</u>	<u>293,723</u>
Excess (deficiency) of revenues over expenditures	<u>81,393</u>	<u>44</u>	<u>135,991</u>	<u>30,294</u>	<u>(1,208)</u>	<u>45,981</u>
OTHER FINANCING SOURCES (USES)						
Refunding bonds issued	-	-	-	-	-	-
Payment to refunding agent	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	81,393	44	135,991	30,294	(1,208)	45,981
Fund balances - beginning	<u>207,138</u>	<u>268</u>	<u>107,250</u>	<u>65,599</u>	<u>2,252</u>	<u>85,265</u>
Fund balances - ending	<u>\$ 288,531</u>	<u>\$ 312</u>	<u>\$ 243,241</u>	<u>\$ 95,893</u>	<u>\$ 1,044</u>	<u>\$ 131,246</u>

Special Revenue Funds			Capital Project Funds				
Verrado Western Overlay CFD	Watson Road CFD	Westpark #1 CFD	CIP - Other Projects	CIP - General	Traffic Signal	Future Road Improvements	Sundance Water Recharge
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
42,769	97,585	26,581	-	-	-	-	-
-	-	-	-	150,106	-	-	-
-	104,802	15,321	-	-	-	-	6,000
-	-	-	-	-	-	-	-
-	-	-	-	3,155,692	263,045	79,248	-
-	-	-	-	-	-	-	-
-	-	-	-	-	54,179	44,792	15,302
-	31,085	-	-	-	-	-	-
42,769	233,472	41,902	-	3,305,798	317,224	124,040	21,302
33,765	161,698	33,565	-	-	-	-	-
-	-	-	-	-	-	-	-
3,029	2,639	4,440	-	-	-	27,595	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	37,663	2,985	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	1,715,235	11,692,046	-	-	-
36,794	202,000	40,990	1,715,235	11,692,046	-	27,595	-
5,975	31,472	912	(1,715,235)	(8,386,248)	317,224	96,445	21,302
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,925	-	-	1,715,236	9,538,242	-	-	-
-	-	-	-	-	-	-	-
1,925	-	-	1,715,236	9,538,242	-	-	-
7,900	31,472	912	1	1,151,994	317,224	96,445	21,302
11,053	283,733	16,514	393,781	35,179	2,007,848	1,634,111	637,450
\$ 18,953	\$ 315,205	\$ 17,426	\$ 393,782	\$ 1,187,173	\$ 2,325,072	\$ 1,730,556	\$ 658,752

City of Buckeye, Arizona

Combining Statement of Revenue, Expenditures and Changes in Fund Balances

Nonmajor Funds

For the Year Ended June 30, 2020

	Capital Project Funds			Debt Service Funds		
	Capital Grants	Festival Ranch CFD	Sundance #1 CFD	Roosevelt Street ID	Jackrabbit Trail ID	Sundance #1 CFD
REVENUES						
Taxes						
Transaction privilege taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-	-	1,702,997
Intergovernmental revenues	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Developer agreements	-	-	-	-	-	-
Contributions and donations	-	-	-	-	-	-
Special assessments	-	-	-	69,041	58,370	454,395
Investment earnings	-	-	-	-	-	4,314
Other	-	-	-	-	-	-
Total revenues	-	-	-	69,041	58,370	2,161,706
EXPENDITURES						
Current:						
General government	-	-	-	181,747	-	1,500
Public safety	-	-	-	-	-	-
Highway and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	205,000	45,000	1,181,000
Interest and fiscal charges	-	-	-	200,207	20,254	1,024,841
Issuance costs	-	-	-	-	-	-
Capital outlay	-	10,202,579	321,288	42,975	-	-
Total expenditures	-	10,202,579	321,288	629,929	65,254	2,207,341
Excess (deficiency) of revenues over expenditures	-	(10,202,579)	(321,288)	(560,888)	(6,884)	(45,635)
OTHER FINANCING SOURCES (USES)						
Refunding bonds issued	-	-	-	-	-	-
Payment to refunding agent	-	-	-	-	-	-
Transfers in	-	5,876,786	5,825	-	-	-
Transfers out	(298,562)	-	-	(196,670)	-	(5,825)
Total other financing sources and uses	(298,562)	5,876,786	5,825	(196,670)	-	(5,825)
Net change in fund balances	(298,562)	(4,325,793)	(315,463)	(757,558)	(6,884)	(51,460)
Fund balances - beginning	298,562	4,325,793	1,042,767	994,984	41,384	597,520
Fund balances - ending	\$ -	\$ -	\$ 727,304	\$ 237,426	\$ 34,500	\$ 546,060

Debt Service Funds				
Tartesso West CFD	Verrado District 1 CFD	Verrado Western Overlay CFD	Westpark #1 CFD	Total
\$ -	\$ -	\$ -	\$ -	\$ 199,886
628,132	3,910,588	668,084	503,181	8,739,696
-	-	-	-	1,035,464
-	-	-	-	669,555
-	-	-	-	24,630
-	-	235,000	-	3,732,985
-	-	-	202,750	784,556
183	10,935	2,780	3,879	136,364
-	-	-	-	31,085
<u>628,315</u>	<u>3,921,523</u>	<u>905,864</u>	<u>709,810</u>	<u>15,354,221</u>
-	-	23,306	500	1,208,569
-	-	-	-	899,156
-	-	-	-	72,817
-	-	-	-	736,709
375,000	2,470,000	320,000	447,000	5,043,000
209,935	1,529,532	185,022	286,170	3,523,494
-	-	222,400	-	222,400
-	-	-	-	24,273,975
<u>584,935</u>	<u>3,999,532</u>	<u>750,728</u>	<u>733,670</u>	<u>35,980,120</u>
<u>43,380</u>	<u>(78,009)</u>	<u>155,136</u>	<u>(23,860)</u>	<u>(20,625,899)</u>
-	-	7,515,000	-	7,515,000
-	-	(7,400,000)	-	(7,400,000)
-	-	-	-	17,860,254
-	-	(1,925)	-	(699,308)
-	-	113,075	-	17,275,946
43,380	(78,009)	268,211	(23,860)	(3,349,953)
<u>135,729</u>	<u>116,280</u>	<u>40,817</u>	<u>246,051</u>	<u>14,442,807</u>
<u>\$ 179,109</u>	<u>\$ 38,271</u>	<u>\$ 309,028</u>	<u>\$ 222,191</u>	<u>\$ 11,092,854</u>

City of Buckeye, Arizona

City Court - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Intergovernmental	\$ 100,550	\$ 100,550	\$ 59,182	\$ (41,368)
Total revenues	<u>100,550</u>	<u>100,550</u>	<u>59,182</u>	<u>(41,368)</u>
EXPENDITURES				
Current				
General government	469,950	469,950	-	469,950
Total expenditures	<u>469,950</u>	<u>469,950</u>	<u>-</u>	<u>469,950</u>
Excess (deficiency) of revenues over expenditures	<u>(369,400)</u>	<u>(369,400)</u>	<u>59,182</u>	<u>428,582</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources and use	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(369,400)	(369,400)	59,182	428,582
Fund balances - beginning	<u>369,400</u>	<u>369,400</u>	<u>361,806</u>	<u>(7,594)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 420,988</u>	<u>\$ 420,988</u>

City of Buckeye, Arizona

Area Agency on Aging - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Intergovernmental	\$ 369,000	\$ 369,000	\$ 219,834	\$ (149,166)
Charges for services	-	-	20,471	20,471
Total revenues	<u>369,000</u>	<u>369,000</u>	<u>240,305</u>	<u>(128,695)</u>
EXPENDITURES				
Current				
Culture and recreation				
Personnel Services	571,915	571,915	581,322	(9,407)
Operating Expenditures	208,264	208,264	157,023	51,241
Capital outlay	-	-	-	-
Total expenditures	<u>780,179</u>	<u>780,179</u>	<u>738,345</u>	<u>41,834</u>
Excess (deficiency) of revenues over expenditures	<u>(411,179)</u>	<u>(411,179)</u>	<u>(498,040)</u>	<u>(86,861)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	411,179	411,179	654,515	243,336
Transfers out	-	-	-	-
Total other financing sources and uses	<u>411,179</u>	<u>411,179</u>	<u>654,515</u>	<u>243,336</u>
Net change in fund balances	-	-	156,475	156,475
Fund balances - beginning	-	-	(156,475)	(156,475)
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Buckeye, Arizona

Grants - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Intergovernmental				
Federal	\$ 2,148,500	\$ 2,148,500	\$ 154,700	\$ (1,993,800)
State	1,796,140	1,796,140	260,104	(1,536,036)
Total revenues	<u>3,944,640</u>	<u>3,944,640</u>	<u>414,804</u>	<u>(3,529,836)</u>
EXPENDITURES				
Current				
Public safety	3,192,500	3,192,500	387,479	2,805,021
Culture and recreation	25,000	25,000	23,420	1,580
Capital outlay	727,140	727,140	-	727,140
Total expenditures	<u>3,944,640</u>	<u>3,944,640</u>	<u>410,899</u>	<u>3,533,741</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>3,905</u>	<u>3,905</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(47,062)	(47,062)
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>(47,062)</u>	<u>(47,062)</u>
Net change in fund balances	-	-	(43,157)	(43,157)
Fund balances - beginning	-	-	89,658	89,658
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 46,501</u>	<u>\$ 46,501</u>

City of Buckeye, Arizona

Nuclear Emergency Management - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Intergovernmental	\$ 69,000	\$ 69,000	\$ 70,000	\$ 1,000
Total revenues	<u>69,000</u>	<u>69,000</u>	<u>70,000</u>	<u>1,000</u>
EXPENDITURES				
Current				
Public Safety - Fire				
Personnel Services	-	-	81,789	(81,789)
Operating Expenditures	<u>130,000</u>	<u>130,000</u>	<u>44,936</u>	<u>85,064</u>
Total expenditures	<u>130,000</u>	<u>130,000</u>	<u>126,725</u>	<u>3,275</u>
Excess (deficiency) of revenues over expenditures	<u>(61,000)</u>	<u>(61,000)</u>	<u>(56,725)</u>	<u>4,275</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	2,065	2,065
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>2,065</u>	<u>2,065</u>
Net change in fund balances	(61,000)	(61,000)	(54,660)	6,340
Fund balances - beginning	<u>61,000</u>	<u>61,000</u>	<u>54,660</u>	<u>(6,340)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Buckeye, Arizona

Stormwater Quality Fund - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Charges for services	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Current				
Highway and streets	100,000	100,000	12,058	87,942
Capital outlay	-	-	-	-
Total expenditures	100,000	100,000	12,058	87,942
Excess (deficiency) of revenues over expenditures	(100,000)	(100,000)	(12,058)	87,942
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	-	-	-	-
Net change in fund balances	(100,000)	(100,000)	(12,058)	87,942
Fund balances - beginning	100,000	100,000	96,437	(3,563)
Fund balances - ending	\$ -	\$ -	\$ 84,379	\$ 84,379

City of Buckeye, Arizona

Public Safety Funds - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Charges for services	\$ 402,500	\$ 402,500	\$ 429,195	\$ 26,695
Other	50,000	50,000	-	(50,000)
Total revenues	<u>452,500</u>	<u>452,500</u>	<u>429,195</u>	<u>(23,305)</u>
EXPENDITURES				
Current				
Public safety	582,279	377,580	95,657	281,923
Capital outlay	-	204,699	299,852	(95,153)
Total expenditures	<u>582,279</u>	<u>582,279</u>	<u>395,509</u>	<u>186,770</u>
Excess (deficiency) of revenues over expenditures	<u>(129,779)</u>	<u>(129,779)</u>	<u>33,686</u>	<u>163,465</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	554	554
Transfers out	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>554</u>	<u>554</u>
Net change in fund balances	(129,779)	(129,779)	34,240	164,019
Fund balances - beginning	<u>129,779</u>	<u>129,779</u>	<u>233,741</u>	<u>103,962</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 267,981</u>	<u>\$ 267,981</u>

City of Buckeye, Arizona

Transient Lodging Fund - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Sales taxes	\$ 185,000	\$ 185,000	\$ 199,886	\$ 14,886
Total revenues	185,000	185,000	199,886	14,886
EXPENDITURES				
Current				
General government	479,000	479,000	122,353	356,647
Total expenditures	479,000	479,000	122,353	356,647
Excess (deficiency) of revenues over expenditures	(294,000)	(294,000)	77,533	371,533
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and use	-	-	-	-
Net change in fund balances	(294,000)	(294,000)	77,533	371,533
Fund balances - beginning	294,000	294,000	370,403	76,403
Fund balances - ending	\$ -	\$ -	\$ 447,936	\$ 447,936

City of Buckeye, Arizona

Economic Development Reinvestment - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Interest earnings	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Current				
General government	275,000	275,000	32,738	242,262
Total expenditures	275,000	275,000	32,738	242,262
Excess (deficiency) of revenues over expenditures	(275,000)	(275,000)	(32,738)	242,262
OTHER FINANCING SOURCES (USES)				
Transfers in	275,000	275,000	7,210	(267,790)
Transfers out	-	-	-	-
Total other financing sources and use	275,000	275,000	7,210	(267,790)
Net change in fund balances	-	-	(25,528)	(25,528)
Fund balances - beginning	-	-	25,528	25,528
Fund balances - ending	\$ -	\$ -	\$ -	\$ -

City of Buckeye, Arizona

Street Light Improvement District Operations Fund - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Property Taxes	\$ 278,390	\$ 278,390	\$ 283,145	\$ 4,755
Charges for services	30,000	30,000	35,100	5,100
Total revenues	<u>308,390</u>	<u>308,390</u>	<u>318,245</u>	<u>9,855</u>
EXPENDITURES				
Current				
Highway and streets	<u>308,390</u>	<u>308,390</u>	<u>289,295</u>	<u>19,095</u>
Total expenditures	<u>308,390</u>	<u>308,390</u>	<u>289,295</u>	<u>19,095</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>28,950</u>	<u>28,950</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	28,950	28,950
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>39,964</u>	<u>39,964</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 68,914</u>	<u>\$ 68,914</u>

City of Buckeye, Arizona

Community Services Programs Fund - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Non GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Charges for services	\$ 9,300	\$ 9,300	\$ 4,000	\$ (5,300)
Contributions and donations	-	-	1,117	1,117
Other	336,750	336,750	299,261	(37,489)
Total revenues	346,050	346,050	304,378	(41,672)
EXPENDITURES				
Current				
Culture and recreation	435,000	435,000	342,507	92,493
Capital outlay	4,635	4,635	-	4,635
Total expenditures	439,635	439,635	342,507	97,128
Excess (deficiency) of revenues over expenditures	(93,585)	(93,585)	(38,129)	55,456
OTHER FINANCING SOURCES (USES)				
Transfers in	73,585	73,585	30,140	(43,445)
Transfers out	-	-	-	-
Total other financing sources and use	73,585	73,585	30,140	(43,445)
Net change in fund balances	(20,000)	(20,000)	(7,989)	12,011
Fund balances - beginning	20,000	20,000	7,989	(12,011)
Fund balances - ending	\$ -	\$ -	\$ -	\$ -

City of Buckeye, Arizona

Sundance Crossings Fund - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Non GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Charges for services	\$ 87,000	\$ 87,000	\$ 100,095	\$ 13,095
Other	2,500	2,500	13,058	10,558
Total revenues	89,500	89,500	113,153	23,653
EXPENDITURES				
Current				
Public Works	476,777	476,777	348,881	127,896
Total expenditures	476,777	476,777	348,881	127,896
Excess (deficiency) of revenues over expenditures	(387,277)	(387,277)	(235,728)	151,549
OTHER FINANCING SOURCES (USES)				
Transfers in	387,277	387,277	235,876	(151,401)
Transfers out	-	-	-	-
Total other financing sources and use	387,277	387,277	235,876	(151,401)
Net change in fund balances	-	-	148	148
Fund balances - beginning	-	-	3	3
Fund balances - ending	\$ -	\$ -	\$ 151	\$ 151

City of Buckeye, Arizona

Risk Management Retention Fund - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Non GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Miscellaneous	\$ 356,000	\$ 356,000	\$ 502,712	\$ 146,712
Total revenues	356,000	356,000	502,712	146,712
EXPENDITURES				
Current				
General government	1,540,035	1,540,035	1,199,382	340,653
Total expenditures	1,540,035	1,540,035	1,199,382	340,653
Excess (deficiency) of revenues over expenditures	(1,184,035)	(1,184,035)	(696,670)	487,365
OTHER FINANCING SOURCES (USES)				
Transfers in	1,184,035	1,184,035	645,000	(539,035)
Transfers out	-	-	-	-
Total other financing sources and use	1,184,035	1,184,035	645,000	(539,035)
Net change in fund balances	-	-	(51,670)	(51,670)
Fund balances - beginning	-	-	296,280	296,280
Fund balances - ending	\$ -	\$ -	\$ 244,610	\$ 244,610

City of Buckeye, Arizona

Capital Improvement Funds - Capital Projects Fund - General

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Intergovernmental revenues	\$ -	\$ -	\$ 150,106	\$ 150,106
Contributions and donations	7,870,741	7,870,741	3,155,692	(4,715,049)
Other operating revenues	200,000	200,000	-	(200,000)
Total revenues	<u>8,070,741</u>	<u>8,070,741</u>	<u>3,305,798</u>	<u>(4,764,943)</u>
EXPENDITURES				
Capital outlay	<u>41,649,370</u>	<u>41,649,370</u>	<u>11,692,046</u>	<u>29,957,324</u>
Total expenditures	<u>41,649,370</u>	<u>41,649,370</u>	<u>11,692,046</u>	<u>29,957,324</u>
Excess (deficiency) of revenues over expenditures	<u>(33,578,629)</u>	<u>(33,578,629)</u>	<u>(8,386,248)</u>	<u>25,192,381</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	33,378,629	33,378,629	9,538,242	(23,840,387)
Transfers out	-	-	-	-
Total other financing sources and uses	<u>33,378,629</u>	<u>33,378,629</u>	<u>9,538,242</u>	<u>(23,840,387)</u>
Net change in fund balances	(200,000)	(200,000)	1,151,994	1,351,994
Fund balances - beginning	<u>200,000</u>	<u>200,000</u>	<u>35,179</u>	<u>(164,821)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,187,173</u>	<u>\$ 1,187,173</u>

City of Buckeye, Arizona

Capital Improvement Funds - Other Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Intergovernmental revenues	\$ -	\$ -	\$ -	\$ -
Contributions and donations	-	-	-	-
Other operating revenues	-	-	-	-
Total revenues	-	-	-	-
EXPENDITURES				
Capital outlay	1,734,276	1,734,276	1,715,235	19,041
Total expenditures	1,734,276	1,734,276	1,715,235	19,041
Excess (deficiency) of revenues over expenditures	(1,734,276)	(1,734,276)	(1,715,235)	19,041
OTHER FINANCING SOURCES (USES)				
Transfers in	1,734,276	1,734,276	1,715,236	(19,040)
Transfers out	-	-	-	-
Total other financing sources and uses	1,734,276	1,734,276	1,715,236	(19,040)
Net change in fund balances	-	-	1	1
Fund balances - beginning	-	-	393,781	393,781
Fund balances - ending	\$ -	\$ -	\$ 393,782	\$ 393,782

City of Buckeye, Arizona

Traffic Signal Fund - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Contributions and donations	\$ -	\$ -	\$ 263,045	\$ 263,045
Interest earnings	1,500	1,500	54,179	52,679
Total revenues	1,500	1,500	317,224	315,724
EXPENDITURES				
Current				
Highway and streets	1,981,500	1,981,500	-	1,981,500
Capital outlay	300,000	300,000	-	300,000
Total expenditures	2,281,500	2,281,500	-	2,281,500
Excess (deficiency) of revenues over expenditures	(2,280,000)	(2,280,000)	317,224	2,597,224
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	-	-	-	-
Net change in fund balances	(2,280,000)	(2,280,000)	317,224	2,597,224
Fund balances - beginning	2,280,000	2,280,000	2,007,848	(272,152)
Fund balances - ending	\$ -	\$ -	\$ 2,325,072	\$ 2,325,072

City of Buckeye, Arizona

Future Street Improvements - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Contributions and donations	\$ -	\$ -	\$ 79,248	\$ 79,248
Interest earnings	1,000	1,000	44,791	43,791
Total revenues	1,000	1,000	124,039	123,039
EXPENDITURES				
Current				
Highway and streets	1,000	1,000	27,595	(26,595)
Capital outlay	2,900,000	2,900,000	-	2,900,000
Total expenditures	2,901,000	2,901,000	27,595	2,873,405
Excess (deficiency) of revenues over expenditures	(2,900,000)	(2,900,000)	96,444	2,996,444
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	-	-	-	-
Net change in fund balances	(2,900,000)	(2,900,000)	96,444	2,996,444
Fund balances - beginning	2,900,000	2,900,000	1,634,112	(1,265,888)
Fund balances - ending	\$ -	\$ -	\$ 1,730,556	\$ 1,730,556

City of Buckeye, Arizona

Sundance Water Recharge - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Charges for services	\$ 1,000	\$ 1,000	\$ 6,000	\$ 5,000
Interest earnings	500	500	15,302	14,802
Total revenues	<u>1,500</u>	<u>1,500</u>	<u>21,302</u>	<u>19,802</u>
EXPENDITURES				
Current				
Highway and streets	1,500	1,500	-	1,500
Capital outlay	<u>600,000</u>	<u>600,000</u>	<u>-</u>	<u>600,000</u>
Total expenditures	<u>601,500</u>	<u>601,500</u>	<u>-</u>	<u>601,500</u>
Excess (deficiency) of revenues over expenditures	<u>(600,000)</u>	<u>(600,000)</u>	<u>21,302</u>	<u>621,302</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources and use	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(600,000)	(600,000)	21,302	621,302
Fund balances - beginning	<u>600,000</u>	<u>600,000</u>	<u>637,450</u>	<u>37,450</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 658,752</u>	<u>\$ 658,752</u>

City of Buckeye, Arizona

Grants - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Intergovernmental				
Federal	\$ 1,014,780	\$ 1,014,780	\$ -	\$ (1,014,780)
State	-	-	-	-
Other	-	-	-	-
Total revenues	<u>1,014,780</u>	<u>1,014,780</u>	<u>-</u>	<u>(1,014,780)</u>
EXPENDITURES				
Current				
Highway and streets	182,124	182,124	-	182,124
Capital outlay	947,656	947,656	-	947,656
Total expenditures	<u>1,129,780</u>	<u>1,129,780</u>	<u>-</u>	<u>1,129,780</u>
Excess (deficiency) of revenues over expenditures	<u>(115,000)</u>	<u>(115,000)</u>	<u>-</u>	<u>115,000</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	115,000	115,000	-	(115,000)
Transfers out	-	-	(298,562)	(298,562)
Total other financing sources and uses	<u>115,000</u>	<u>115,000</u>	<u>(298,562)</u>	<u>(413,562)</u>
Net change in fund balances	-	-	(298,562)	(298,562)
Fund balances - beginning	-	-	298,562	298,562
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Buckeye, Arizona

Cemetery Improvement Fund - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Non GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Charges for service	\$ 125,000	\$ 125,000	\$ 139,655	\$ 14,655
Interest earnings	450	450	216	(234)
Other	22,000	22,000	23,845	1,845
Total revenues	147,450	147,450	163,716	16,266
EXPENDITURES				
Current				
General government	290,091	290,091	147,422	142,669
Capital outlay	423,000	423,000	286,577	136,423
Total expenditures	713,091	713,091	433,999	279,092
Excess (deficiency) of revenues over expenditures	(565,641)	(565,641)	(270,283)	295,358
OTHER FINANCING SOURCES (USES)				
Transfers in	527,641	527,641	270,242	(257,399)
Transfers out	-	-	-	-
Total other financing sources and uses	527,641	527,641	270,242	(257,399)
Net change in fund balances	(38,000)	(38,000)	(41)	37,959
Fund balances - beginning	38,000	38,000	41	(37,959)
Fund balances - ending	\$ -	\$ -	\$ -	\$ -

City of Buckeye, Arizona

Development Impact Fees Fund - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance between Final Budget and Actual Amounts</u>
	<u>Adopted</u>	<u>Final</u>		
REVENUES				
Impact fees:				
Parks and Recreation	\$ 625,000	\$ 625,000	\$ 1,050,566	\$ 425,566
Library	421,400	421,400	389,389	(32,011)
Streets	336,000	336,000	348,746	12,746
Public Safety	2,798,000	2,798,000	3,184,627	386,627
Investment earnings	57,500	57,500	529,617	472,117
Total revenues	<u>4,237,900</u>	<u>4,237,900</u>	<u>5,502,945</u>	<u>1,265,045</u>
EXPENDITURES				
Current				
Public safety	15,000	15,000	863,146	(848,146)
Highway and streets	15,000	15,000	2,487	12,513
Culture and recreation	30,000	30,000	1,591	28,409
Contingency	6,598,255	6,598,255	-	6,598,255
Capital outlay	-	-	-	-
Total expenditures	<u>6,658,255</u>	<u>6,658,255</u>	<u>867,224</u>	<u>5,791,031</u>
Excess (deficiency) of revenues over expenditures	<u>(2,420,355)</u>	<u>(2,420,355)</u>	<u>4,635,721</u>	<u>7,056,076</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>(13,518,345)</u>	<u>(13,518,345)</u>	<u>(3,772,853)</u>	<u>9,745,492</u>
Total other financing sources and uses	<u>(13,518,345)</u>	<u>(13,518,345)</u>	<u>(3,772,853)</u>	<u>9,745,492</u>
Net change in fund balances	(15,938,700)	(15,938,700)	862,868	16,801,568
Fund balances - beginning	<u>22,754,777</u>	<u>22,754,777</u>	<u>22,843,607</u>	<u>88,830</u>
Fund balances - ending	<u>\$ 6,816,077</u>	<u>\$ 6,816,077</u>	<u>\$ 23,706,475</u>	<u>\$ 16,890,398</u>

City of Buckeye, Arizona

Jackrabbit Trail ID Fund - Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Special assessments	\$ 230,313	\$ 230,313	\$ 34,665	\$ (195,648)
Prepayments	-	-	23,705	23,705
Total revenues	<u>230,313</u>	<u>230,313</u>	<u>58,370</u>	<u>(171,943)</u>
EXPENDITURES				
Debt Service				
Principal and interest	100,000	97,000	22,000	75,000
Interest and fiscal charges	130,313	133,313	20,254	
Prepayments	-	-	23,000	(23,000)
Total expenditures	<u>230,313</u>	<u>230,313</u>	<u>65,254</u>	<u>52,000</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>(6,884)</u>	<u>(119,943)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	(6,884)	(119,943)
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>41,384</u>	<u>41,384</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,500</u>	<u>\$ (78,559)</u>

City of Buckeye, Arizona

Roosevelt Street ID Fund - Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Non GAAP Basis

Governmental Funds

For the year ended June 30, 2020

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Special assessments	\$ 401,155	\$ 401,155	\$ 69,041	\$ (332,114)
Total revenues	<u>401,155</u>	<u>401,155</u>	<u>69,041</u>	<u>(332,114)</u>
EXPENDITURES				
Current				
General Government	2,460,000	1,393,502	181,747	1,211,755
Debt Service:				
Principal	205,000	205,000	205,000	-
Interest and fiscal charges	196,155	202,655	200,207	2,448
Capital Outlay	-	-	42,975	(42,975)
Contingency	<u>360,000</u>	<u>360,000</u>	<u>-</u>	<u>360,000</u>
Total expenditures	<u>3,221,155</u>	<u>2,161,157</u>	<u>629,929</u>	<u>1,531,228</u>
Excess (deficiency) of revenues over expenditures	<u>(2,820,000)</u>	<u>(1,760,002)</u>	<u>(560,888)</u>	<u>1,199,114</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>(196,670)</u>	<u>(196,670)</u>
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>(196,670)</u>	<u>(196,670)</u>
Net change in fund balances	(2,820,000)	(1,760,002)	(757,558)	1,002,444
Fund balances - beginning	<u>2,820,000</u>	<u>2,820,000</u>	<u>994,984</u>	<u>(1,825,016)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 1,059,998</u>	<u>\$ 237,426</u>	<u>\$ (822,572)</u>



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Statistical Section (Unaudited)*

This part of the City of Buckeye'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 City's overall financial health.

Contents:

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue sources, sales and use tax.

Debt Capacity

These schedules contain information to help the reader assess the affordability of the City's current levels of outstanding debt and the City'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 City's financial activities take place.

Operating Information

This schedule contains service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides, and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant years.

City of Buckeye, Arizona

Net Position by Component

Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year			
	2011	2012	2013	2014
Governmental activities				
Net investment in capital assets	\$ 212,165,631	\$ 229,048,050	\$ 237,578,523	\$ 213,136,104
Restricted	51,484,492	47,459,848	39,691,458	45,750,149
Unrestricted	81,472,624	81,042,287	78,248,958	69,587,548
Total governmental activities and position	<u>\$ 345,122,747</u>	<u>\$ 357,550,185</u>	<u>\$ 355,518,939</u>	<u>\$ 328,473,801</u>
Business-type activities				
Net investment in capital assets	\$ 242,885,105	\$ 254,414,719	\$ 256,525,111	\$ 254,014,252
Restricted	-	-	11,808,074	9,958,939
Unrestricted	27,199,623	33,556,028	15,935,020	21,257,530
Total business-type activities net position	<u>\$ 270,084,728</u>	<u>\$ 287,970,747</u>	<u>\$ 284,268,205</u>	<u>\$ 285,230,721</u>
Primary government				
Net investment in capital assets	\$ 455,050,736	\$ 483,462,769	\$ 494,103,634	\$ 467,150,356
Restricted	51,484,492	47,459,848	51,499,532	55,709,088
Unrestricted	108,672,247	114,598,315	94,183,978	90,845,078
Total primary government net position	<u>\$ 615,207,475</u>	<u>\$ 645,520,932</u>	<u>\$ 639,787,144</u>	<u>\$ 613,704,522</u>

Source: Governmental Statements June 30, 2020 (Statement of Net Position)

Table 1

Fiscal Year					
2015	2016	2017	2018	2019	2020
\$ 234,177,221	\$ 251,728,460	\$ 243,071,412	\$ 238,001,069	\$ 268,720,179	\$ 272,794,226
35,052,322	29,182,124	28,864,312	40,971,400	78,293,995	77,707,979
43,674,413	35,551,332	29,378,777	41,456,165	10,265,529	26,674,295
<u>\$ 312,903,956</u>	<u>\$ 316,461,916</u>	<u>\$ 301,314,501</u>	<u>\$ 320,428,634</u>	<u>\$ 357,279,703</u>	<u>\$ 377,176,500</u>
\$ 269,321,232	\$ 210,619,449	\$ 204,025,522	\$ 200,856,616	\$ 227,843,477	\$ 226,109,234
9,176,829	5,561,027	5,654,724	7,219,410	8,546,817	10,659,334
2,036,630	61,730,404	68,490,381	73,758,761	59,486,100	69,927,541
<u>\$ 280,534,691</u>	<u>\$ 277,910,880</u>	<u>\$ 278,170,627</u>	<u>\$ 281,834,787</u>	<u>\$ 295,876,394</u>	<u>\$ 306,696,109</u>
\$ 503,498,453	\$ 462,347,909	\$ 447,096,934	\$ 438,857,685	\$ 496,563,656	\$ 498,903,460
44,229,151	34,743,151	34,519,036	48,190,810	86,840,812	88,367,313
45,711,043	97,281,736	97,869,158	115,214,926	69,751,629	96,601,836
<u>\$ 593,438,647</u>	<u>\$ 594,372,796</u>	<u>\$ 579,485,128</u>	<u>\$ 602,263,421</u>	<u>\$ 653,156,097</u>	<u>\$ 683,872,609</u>

City of Buckeye, Arizona

Changes in Net Position

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year				
	2011	2012	2013	2014	2015
Expenses					
Governmental activities:					
General government	\$ 12,115,703	\$ 20,693,785	\$ 26,509,546	\$ 44,353,079	\$ 24,540,769
Public safety	18,340,230	26,327,788	28,524,189	32,145,964	34,614,731
Highway and streets	12,956,864	2,992,849	3,494,907	3,376,108	3,350,140
Culture and recreation	2,330,762	2,860,117	3,210,037	3,556,699	4,314,988
Development services	550,909	776,062	1,011,271	4,589,090	4,764,126
Engineering	-	-	-	-	-
Public Works	-	-	-	-	-
Economic development	102,221	185,640	634,894	857,980	741,431
Health and welfare	582,396	570,138	458,642	515,372	534,357
Miscellaneous	-	986,548	133,417	221,643	161,431
Interest on long-term debt	8,816,233	9,491,828	8,786,448	8,750,687	8,872,085
Total government activities expenses	55,795,318	64,884,755	72,763,351	98,366,622	81,894,058
Business-type activities:					
Water	8,096,366	8,309,959	8,759,591	9,026,581	10,092,263
Wastewater	11,241,013	12,178,534	8,926,242	9,297,155	10,083,075
Nonmajor enterprise fund	-	600,320	4,182,312	4,380,939	4,827,522
Total business-type activities expenses	19,337,379	21,088,813	21,868,145	22,704,675	25,002,860
Total primary government expenses	\$ 75,132,697	\$ 85,973,568	\$ 94,631,496	\$ 121,071,297	\$ 106,896,918
Program Revenues					
Governmental activities:					
Charges for services, fees and fines					
General Government	\$ 5,841,235	\$ 9,184,715	\$ 10,618,504	\$ 13,305,630	\$ 10,738,468
Public safety	571,863	870,527	814,160	1,019,596	1,024,038
Highway and streets	156,916	182,955	188,753	237,019	97,149
Culture and recreation	517,337	837,033	550,368	622,986	535,418
Public works	-	-	-	-	-
Development services	-	-	-	-	-
Engineering	-	-	-	-	-
Operating Grants and Contributions	2,206,753	2,991,777	3,210,818	6,314,969	3,502,821
Capital Grants and Contributions	8,200,563	15,882,820	12,117,675	4,582,925	16,400,069
Total governmental activities program revenues	17,494,667	29,949,827	27,500,278	26,083,125	32,297,963
Business-type activities:					
Charges for services:					
Water	7,212,624	8,736,625	8,761,576	11,947,765	12,065,850
Wastewater	7,839,878	8,355,323	5,238,787	6,406,199	6,939,464
Environmental Services	-	-	3,936,020	4,171,269	4,467,357
Nonmajor Enterprise Fund	-	-	-	-	-
Airport	274,946	283,828	298,418	335,174	317,928
Operating Grants and Contributions	-	-	-	-	-
Capital Grants and Contributions	3,399,344	20,720,942	3,043,271	43,187	1,892,119
Total business-type activities program revenues	18,726,792	38,096,718	21,278,072	22,903,594	25,682,718
Total primary government program revenues	\$ 36,221,459	\$ 68,046,545	\$ 48,778,350	\$ 48,986,719	\$ 57,980,681
Net (expense)/revenue					
Governmental activities	\$ (38,300,651)	\$ (34,934,928)	\$ (45,263,073)	\$ (72,283,497)	\$ (49,596,095)
Business-type activities	(610,587)	17,007,905	(590,073)	198,919	679,858
Total primary government net expense	\$ (38,911,238)	\$ (17,927,023)	\$ (45,853,146)	\$ (72,084,578)	\$ (48,916,237)
Governmental activities:					
Taxes:					
Sales taxes	\$ 12,354,727	\$ 14,562,064	\$ 16,364,424	\$ 17,057,331	\$ 19,825,186
Property taxes	11,687,424	9,395,320	9,259,137	8,891,436	11,324,388
Franchise taxes	2,412,675	2,262,280	2,384,979	2,558,045	2,716,880
Intergovernmental	5,451,122	9,902,246	11,063,282	11,912,520	12,751,618
Interest and investment income	65,563	376,364	396,874	365,368	371,027
Miscellaneous	5,447,660	5,707,195	2,867,160	7,080,275	5,151,495
Transfers	881,195	(366,467)	895,971	663,324	1,299,100
Total governmental activities	38,300,366	41,839,002	43,231,827	48,528,299	53,439,694
Business-type activities:					
Interest and investment income	34,861	11,056	19,584	4,199	5,854
Miscellaneous	508,381	500,591	13,918	23,534	761
Transfers	(881,195)	366,467	(895,971)	(663,324)	(1,299,100)
Legal settlement - special item	-	-	(2,250,000)	-	-
Total business-type activities	(337,953)	878,114	(3,112,469)	(635,591)	(1,292,485)
Total primary government	\$ 37,962,413	\$ 42,717,116	\$ 40,119,358	\$ 47,892,708	\$ 52,147,209
Change in Net Position					
Governmental activities	\$ (285)	\$ 6,904,074	\$ (2,031,246)	\$ (23,755,198)	\$ 3,843,599
Business-type activities	(948,540)	17,886,019	(3,702,542)	(436,672)	(612,627)
Total primary government	\$ (948,825)	\$ 24,790,093	\$ (5,733,788)	\$ (24,191,870)	\$ 3,230,972

Source: Governmental Statements June 30, 2020 (Statement of Activity)

Table 2

		Fiscal Year				
2016	2017	2018	2019	2020		
\$ 23,018,974	\$ 47,921,959	\$ 25,205,605	\$ 22,746,029	\$ 30,210,142		
37,876,123	37,495,527	41,353,943	36,998,761	39,976,294		
5,959,148	5,674,807	6,711,154	20,066,172	20,998,421		
5,606,997	5,533,913	5,906,774	6,708,402	7,094,958		
5,411,667	6,369,720	7,069,508	3,666,988	4,669,973		
-	-	-	2,487,396	2,892,421		
-	-	-	5,697,887	6,048,110		
608,776	313,087	452,640	-	-		
576,954	599,601	608,337	-	-		
88,254	122,347	-	-	-		
9,717,320	7,909,219	7,109,379	8,580,823	7,877,202		
<u>88,864,213</u>	<u>111,940,180</u>	<u>94,417,340</u>	<u>106,952,458</u>	<u>119,767,521</u>		
24,187,652	25,779,262	27,251,896	27,803,235	29,534,554		
11,578,374	11,136,875	11,628,372	15,888,986	15,956,647		
5,527,789	6,233,252	6,403,094	7,494,469	8,301,582		
<u>41,293,815</u>	<u>43,149,389</u>	<u>45,283,362</u>	<u>51,186,690</u>	<u>53,792,783</u>		
<u>\$ 130,158,028</u>	<u>\$ 155,089,569</u>	<u>\$ 139,700,702</u>	<u>\$ 158,139,148</u>	<u>\$ 173,560,304</u>		
\$ 13,086,878	\$ 18,469,389	\$ 23,653,796	\$ 9,699,592	\$ 4,547,693		
1,370,033	1,867,288	2,357,914	2,847,870	273,393		
164,023	243,271	301,510	333,620	85,163		
1,172,372	1,418,757	1,663,522	1,084,074	657,366		
-	-	-	-	135,195		
-	-	-	11,487,712	11,176,342		
-	-	-	1,624,398	2,794,086		
4,999,416	4,552,239	5,959,925	5,873,642	6,595,715		
<u>10,694,321</u>	<u>8,407,364</u>	<u>10,085,160</u>	<u>966,552</u>	<u>23,220,317</u>		
<u>31,487,043</u>	<u>34,958,308</u>	<u>44,021,827</u>	<u>33,917,460</u>	<u>49,485,270</u>		
24,360,326	26,310,361	28,363,063	31,281,764	30,132,238		
9,385,070	10,142,610	12,330,507	14,859,313	11,469,354		
4,998,346	5,397,696	6,142,786	-	-		
-	-	-	7,322,976	8,038,509		
293,262	326,880	272,456	-	-		
-	-	-	-	3,288,369		
1,442,342	1,904,260	2,114,022	-	10,461,573		
<u>40,479,346</u>	<u>44,081,807</u>	<u>49,222,834</u>	<u>53,464,053</u>	<u>63,390,043</u>		
<u>\$ 71,966,389</u>	<u>\$ 79,040,115</u>	<u>\$ 93,244,661</u>	<u>\$ 87,381,513</u>	<u>\$ 112,875,313</u>		
\$ (57,377,170)	\$ (76,981,872)	\$ (50,395,513)	\$ (73,034,998)	\$ (70,282,251)		
(814,469)	932,418	3,939,472	2,277,363	9,597,260		
<u>\$ (58,191,639)</u>	<u>\$ (76,049,454)</u>	<u>\$ (46,456,041)</u>	<u>\$ (70,757,635)</u>	<u>\$ (60,684,991)</u>		
\$ 22,031,849	\$ 26,203,438	\$ 29,744,284	\$ 33,750,698	\$ 41,285,076		
12,847,463	13,745,711	15,366,919	17,828,195	19,541,703		
2,962,205	3,052,055	3,256,544	3,412,932	3,833,190		
13,141,892	15,866,089	16,939,687	18,196,197	20,501,125		
495,713	763,289	138,171	2,729,219	3,170,319		
7,643,072	1,527,122	3,405,127	2,060,514	1,848,018		
1,812,935	676,750	658,918	80,804	(383)		
<u>60,935,129</u>	<u>61,834,454</u>	<u>69,509,650</u>	<u>78,058,559</u>	<u>90,179,048</u>		
3,593	4,079	383,606	1,223,051	1,222,456		
-	-	-	-	-		
(1,812,935)	(676,750)	(658,918)	(81,300)	-		
-	-	-	-	-		
<u>(1,809,342)</u>	<u>(672,671)</u>	<u>(275,312)</u>	<u>1,141,751</u>	<u>1,222,456</u>		
<u>\$ 59,125,787</u>	<u>\$ 61,161,783</u>	<u>\$ 69,234,338</u>	<u>\$ 79,200,310</u>	<u>\$ 91,401,504</u>		
\$ 3,557,959	\$ (15,147,418)	\$ 19,114,137	\$ 5,023,561	\$ 19,896,797		
(2,623,811)	259,747	3,664,160	3,419,114	10,819,716		
<u>\$ 934,148</u>	<u>\$ (14,887,671)</u>	<u>\$ 22,778,297</u>	<u>\$ 8,442,675</u>	<u>\$ 30,716,513</u>		

City of Buckeye, Arizona

Fund Balances of Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year				
	2011	2012	2013	2014	2015
General fund					
Nonspendable	\$ 2,959	\$ 6,590	\$ 20,535	\$ 29,742	\$ 37,723
Unassigned	10,663,004	16,444,928	17,363,340	18,808,436	19,577,555
Total general fund	<u>\$ 10,665,963</u>	<u>\$ 16,451,518</u>	<u>\$ 17,383,875</u>	<u>\$ 18,838,178</u>	<u>\$ 19,615,278</u>
All other governmental funds					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted, reported in:					
Special purpose funds	16,351,993	4,505,710	5,954,346	11,696,349	6,835,056
Capital projects funds	16,309,468	13,768,211	10,612,492	11,593,038	8,834,902
Debt Service funds					
Nonmajor funds	18,931,366	31,276,305	24,978,504	24,025,682	20,289,294
Committed	2,869,216	100,574	84,878	2,466	1,555
Unassigned	<u>(51,702)</u>	<u>(556,310)</u>	<u>(547,139)</u>	<u>(484,767)</u>	<u>(554,517)</u>
Total all other governmental funds	<u>\$ 54,410,341</u>	<u>\$ 49,094,490</u>	<u>\$ 41,083,081</u>	<u>\$ 46,832,768</u>	<u>\$ 35,406,290</u>

*Note: The City implemented GASB 54 for the year year ended June 30, 2011.
Prior financial statements have not be restated.

Table 3

Fiscal Year				
2016	2017	2018	2019	2020
\$ 18,180	\$ 46,195	\$ 61,081	\$ 132,755	\$ 170,128
<u>13,953,687</u>	<u>19,680,055</u>	<u>27,406,296</u>	<u>36,184,989</u>	<u>53,826,796</u>
<u>\$ 13,971,867</u>	<u>\$ 19,726,250</u>	<u>\$ 27,467,377</u>	<u>\$ 36,317,744</u>	<u>\$ 53,996,924</u>
\$ -	\$ -	\$ -	\$ 87,928	\$ 74,703
3,578,762	1,999,021	1,076,965	4,458,708	2,501,465
8,034,945	5,991,283	31,668,524	33,219,099	34,393,296
		7,475,370	4,631,460	4,522,426
18,569,286	21,556,852	1,364,897	2,172,765	1,566,585
397	1,654	626	121,965	-
<u>(445,163)</u>	<u>(442,118)</u>	<u>(764,475)</u>	<u>(157,041)</u>	<u>(967)</u>
<u>\$ 29,738,227</u>	<u>\$ 29,106,692</u>	<u>\$ 40,821,907</u>	<u>\$ 44,534,884</u>	<u>\$ 43,057,508</u>

City of Buckeye, Arizona

Changes in Fund Balances of Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year				
	2011	2012	2013	2014	2015
Revenues					
Sales Taxes	\$ 12,354,727	\$ 14,562,064	\$ 16,364,424	\$ 17,057,331	\$ 19,825,186
Property taxes	11,687,424	9,395,320	9,259,137	8,891,436	11,324,388
Franchise taxes	2,412,675	2,262,280	2,384,979	2,558,045	2,716,880
Improvement proceeds	366,560	512,853	574,763	574,015	645,575
Intergovernmental	7,657,875	12,894,023	14,274,100	18,227,489	16,254,439
Fines and forfeitures	611,956	623,072	503,800	400,029	569,682
License and permits	2,627,044	3,426,051	4,499,670	5,510,089	5,848,179
Charges for services	1,491,143	1,869,459	2,338,645	2,768,993	2,622,092
Developer agreements	1,091,542	1,894,972	2,503,401	339,287	528,834
Contributions and donations	5,208,428	7,213,967	2,666,226	2,155,851	1,504,029
Development fees	1,414,553	1,997,461	1,553,281	1,879,601	1,656,605
Special assessments	8,029,017	6,903,432	6,669,618	7,892,369	6,969,764
Investment earnings	65,563	376,364	396,874	365,368	371,027
Other	5,081,100	5,194,342	2,292,397	6,506,292	4,500,328
Total revenues	60,099,607	69,125,660	66,281,315	75,126,195	75,337,008
Expenditures					
General government	10,884,050	12,126,037	18,192,596	35,581,686	17,113,784
Public safety	17,248,373	18,987,208	21,774,822	26,434,822	26,515,787
Highways and streets	2,034,353	2,158,398	2,667,945	2,776,299	2,566,295
Culture and recreation	1,784,833	2,062,674	2,450,481	2,924,806	3,305,393
Public Works	-	-	-	-	-
Development services	413,114	559,684	771,985	2,374,153	3,649,445
Engineering	-	-	-	-	-
Economic development	102,221	185,640	634,894	857,980	741,431
Health and welfare	582,396	570,138	458,642	515,372	534,357
Acquisition and construction	-	-	-	1,702,010	-
Miscellaneous	-	986,548	133,417	221,643	161,431
Debt Service:					
Principal	6,838,664	7,828,631	8,977,917	7,904,926	10,664,071
Interest and fiscal charges	8,816,233	8,865,497	8,806,261	8,406,782	8,743,926
Bond issuance costs	111,000	-	-	-	-
Capital outlay	8,419,610	13,981,092	13,919,222	6,466,406	13,024,240
Total expenditures	57,234,847	68,311,547	78,788,182	96,166,885	87,020,160
Excess of revenues over (under) expenditures	2,864,760	814,113	(12,506,867)	(21,040,690)	(11,683,152)
Other financing sources (uses)					
Transfers in	10,651,167	6,258,719	12,272,677	30,116,088	8,084,437
Transfers out	(10,539,976)	(6,603,117)	(12,166,210)	(29,509,785)	(7,050,663)
Issuance costs	-	-	-	-	-
Payments to advanced refunding escrow agent	-	-	-	-	(7,151,422)
Proceeds from bonds issued	2,269,145	-	5,400,000	46,331,000	6,565,000
Premiums Issued	-	-	-	-	-
Early extinguishment of debt/Defeasance	(7,864,881)	-	-	(20,400,000)	-
Premium on refunding bonds issues	-	-	-	828,741	586,422
Total other financing sources and (uses)	(5,484,545)	(344,398)	5,506,467	27,366,044	1,033,774
Net change in fund balances	\$ (2,619,785)	\$ 469,715	\$ (7,000,400)	\$ 6,325,354	\$(10,649,378)
Debt service as a percentage of noncapital expenditures	32.1%	30.7%	27.4%	18.2%	26.2%

Source: Governmental Statements June 30, 2020 (Statement of Revenues-Gov Funds)

Table 4

Fiscal Year				
2016	2017	2018	2019	2020
\$ 22,031,849	\$ 26,203,438	\$ 29,744,284	\$ 33,750,698	\$ 41,285,076
12,847,463	13,745,711	15,366,919	17,828,195	19,541,703
2,962,205	3,052,055	3,256,544	3,412,932	3,833,190
666,122	709,572	771,702	-	-
18,141,308	20,418,328	22,899,612	24,069,839	26,612,488
570,961	817,919	804,005	830,894	745,026
6,570,785	9,642,437	10,737,513	13,112,110	13,970,428
2,205,809	3,151,121	3,300,329	3,507,460	3,531,467
849,298	1,951,937	1,419,162	21,845	24,630
1,504,959	1,726,233	148,278	944,707	4,101,886
2,706,428	3,516,320	4,322,946	4,265,564	4,973,328
7,097,542	7,092,107	6,940,997	5,292,349	5,761,154
495,713	763,289	138,171	2,729,219	3,170,319
6,928,396	791,252	2,571,894	1,998,875	1,786,380
<u>85,578,838</u>	<u>93,581,719</u>	<u>102,422,356</u>	<u>111,764,687</u>	<u>129,337,075</u>
17,861,923	29,355,971	17,467,591	17,422,504	17,529,962
29,411,970	29,871,181	32,081,939	34,448,584	36,368,913
4,627,461	4,520,891	5,206,440	5,253,143	3,465,961
4,354,005	4,408,646	4,582,411	5,698,999	5,677,792
-	-	-	3,725,915	3,661,521
4,202,325	4,791,148	5,484,447	3,575,236	4,436,942
-	-	-	2,471,120	2,748,197
608,776	313,087	452,640	-	-
576,954	599,601	608,337	-	-
-	355,675	-	-	-
88,254	122,347	-	-	-
9,639,053	10,063,943	9,586,790	10,964,511	9,770,012
9,925,307	7,733,298	7,359,851	7,300,854	6,900,930
-	-	53,000	1,138,038	1,000,378
17,675,316	8,346,308	5,619,461	22,122,767	27,466,203
<u>98,971,344</u>	<u>100,482,096</u>	<u>88,502,907</u>	<u>114,121,671</u>	<u>119,026,811</u>
(13,392,506)	(6,900,377)	13,919,449	(2,356,984)	10,310,264
12,161,270	20,994,080	8,865,623	10,286,066	18,587,148
(10,983,927)	(21,142,574)	(8,823,762)	(10,205,262)	(18,587,531)
-	(1,070,570)	-	-	-
(13,080,000)	(22,860,000)	-	(9,266,000)	(32,606,000)
13,108,000	34,702,999	5,495,000	20,812,000	32,314,000
-	-	-	560,934	468,923
-	-	-	-	-
875,689	1,399,291	-	-	5,715,000
<u>2,081,032</u>	<u>12,023,226</u>	<u>5,536,861</u>	<u>12,187,738</u>	<u>5,891,540</u>
<u>\$ (11,311,474)</u>	<u>\$ 5,122,849</u>	<u>\$ 19,456,310</u>	<u>\$ 9,830,754</u>	<u>\$ 16,201,804</u>
24.1%	19.3%	20.4%	19.9%	18.2%

City of Buckeye, Arizona

General Governmental Excise Tax Revenues by Source

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year				
	2011	2012	2013	2014	2015
Transaction privilege tax (1)*	\$ 12,354,727	\$ 14,562,064	\$ 16,364,424	\$ 17,057,331	\$ 19,825,186
Licenses & permits	2,627,044	3,426,051	4,499,670	5,510,089	5,848,179
Franchise fees (2)*	2,412,675	2,262,280	2,384,979	2,558,045	2,716,880
Parks & recreation fees	517,337	837,033	550,368	622,986	535,418
State-shared income taxes (4)**	2,472,836	4,293,971	5,196,874	5,670,776	6,158,854
State-shared sales tax (3)**	2,112,351	3,975,466	4,164,294	4,428,388	4,649,494
Fines and forfeitures	611,956	623,072	503,800	400,029	569,682
Total	\$ 23,108,926	\$ 29,979,937	\$ 33,664,409	\$ 36,247,644	\$ 40,303,693

* Reported as taxes - sales tax on the financial statements.

** Reported as intergovernmental on the financial statements.

(1) The transaction privilege taxes consist of many classifications of tax; see Table 6 for category breakdown

(2) Includes cable TV and light and power franchise taxes.

(3) A portion of transaction privilege taxes collected by the State of Arizona that is returned to incorporated cities and towns.

(4) A share of the net individual and corporate income tax collections that is distributed among incorporated cities and towns.

Table 5

Fiscal Year				
2016	2017	2018	2019	2020
\$ 22,031,849	\$ 26,203,438	\$ 29,744,284	\$ 33,750,698	\$ 41,285,076
6,570,785	9,642,437	10,737,513	13,112,110	13,970,428
2,962,205	3,052,055	3,256,544	3,412,932	3,833,190
1,172,372	1,418,757	1,663,522	1,084,074	647,174
6,125,464	7,656,457	8,014,629	8,289,650	9,617,118
4,885,632	5,744,180	6,239,614	6,935,749	7,727,535
570,961	817,919	804,005	830,894	745,026
<u>\$ 44,319,268</u>	<u>\$ 54,535,243</u>	<u>\$ 60,460,111</u>	<u>\$ 67,416,107</u>	<u>\$ 77,825,547</u>

City of Buckeye, Arizona

General Governmental Taxable Sales by Category

Last Ten Fiscal Years

(modified accrual basis of accounting)

Category	Fiscal Year				
	2011	2012	2013	2014	2015
Mining	\$ 27,910	\$ 23,116	\$ 28,254	\$ 29,558	\$ 27,256
Telecom	506,308	638,909	734,060	837,402	905,795
Utilities	656,102	969,451	1,090,388	1,171,923	1,268,954
Transportation and warehouse	10,604	9,843	7,927	6,663	6,993
Construction	2,977,754	2,931,187	3,704,513	3,900,771	4,941,173
Retail	5,848,314	7,084,862	7,569,138	7,734,984	8,652,003
Real Estate Rentals	1,067,076	1,412,951	1,583,838	1,655,073	1,942,635
Restaurants and Bars	736,748	987,256	1,142,134	1,189,310	1,356,620
Hotels	47,669	53,227	59,707	52,166	49,247
Services	234,262	248,639	285,153	332,258	379,308
Arts and Entertainment	159,331	180,693	143,920	132,041	147,221
Total	\$ 12,272,078	\$ 14,540,134	\$ 16,349,032	\$ 17,042,149	\$ 19,677,205

Source: Arizona Department of Revenue

Note: City increased construction sales tax from 2% to 3% effective September 2006

Note: City instituted an additional 3% hotel tax to promote tourism August 2015

Note: City changed the tax rate for items over \$1,999.99 from 3% to 1.1%

Note: Taxable sales are presented by business category instead of by individual taxpayer due to the confidential and privileged nature of the information presented and the legal restrictions on disclosing this information pursuant to Section 18-510a of the City of Buckeye Transaction Privileged Tax Code.

Table 6

					Fiscal Year				
2016	2017	2018	2019	2020					
\$ 21,903	\$ 23,806	\$ 40,435	\$ 10,598	\$ (4,450)					
822,976	500,011	530,207	578,224	505,945					
1,417,136	1,534,621	1,655,822	2,177,595	1,725,713					
5,791	2,971	3,204	(4,598)	182					
5,542,047	9,279,151	11,679,960	13,309,765	16,876,892					
9,591,565	10,781,964	11,536,159	12,692,332	16,022,226					
2,487,965	1,720,517	1,820,657	2,010,334	2,157,707					
1,529,818	1,791,482	1,974,859	2,216,802	2,410,847					
154,122	306,126	353,921	393,440	399,773					
344,310	93,420	82,389	73,958	53,588					
160,157	201,319	239,157	292,248	271,533					
<u>\$ 22,077,790</u>	<u>\$ 26,235,388</u>	<u>\$ 29,916,770</u>	<u>\$ 33,750,698</u>	<u>\$ 40,419,956</u>					

City of Buckeye, Arizona

Transaction Privilege Tax (Sales Tax) Rates of Direct and Overlapping Governments

Last Ten Fiscal Years

	Fiscal Year				
	2011	2012	2013	2014	2015
General fund sales tax rate	3.00%	3.00%	3.00%	3.00%	3.00%
Total City of Buckeye sales tax rate	3.00%	3.00%	3.00%	3.00%	3.00%
Street improvements sales tax rate (1)	0.50%	0.50%	0.50%	0.50%	0.50%
Jail sales tax rate (1)	0.20%	0.20%	0.20%	0.20%	0.20%
State of Arizona sales tax rate (2)	6.60%	6.60%	5.60%	5.60%	5.60%
Total sales tax rate	10.30%	10.30%	9.30%	9.30%	9.30%

Source:

(1) Maricopa County

(2) Arizona Department of Revenue

Table 7

Fiscal Year				
2016	2017	2018	2019	2020
3.00%	3.00%	3.00%	3.00%	3.00%
3.00%	3.00%	3.00%	3.00%	3.00%
0.50%	0.50%	0.50%	0.50%	0.50%
0.20%	0.20%	0.20%	0.20%	0.20%
5.60%	5.60%	5.60%	5.60%	5.60%
9.30%	9.30%	9.30%	9.30%	9.30%

City of Buckeye, Arizona

Net Assessed Property Values of Top Ten Taxpayers

Current Year and Nine Years Ago

Taxpayer	Type of Business	2020		
		Limited Property Assessed Value	Rank	% of Limited Property Assessed Value
Arizona Public Service Company	Gas & Electric Utility	\$ 33,913,527	1	6.97%
Wal-Mart Stores East LP	Shopping Center	7,588,312	2	1.56%
Watson Property LLC	Multi-family Housing	4,273,630	3	0.88%
Cardinal IG Company	Manufacturing	3,135,510	4	0.64%
Sundance Town Center/Wal-Mart	Shopping Center	2,530,238	5	0.52%
Fidelity National Title Ins Co. TR B176	Grocery	2,458,587	6	0.51%
Smiths Food & Drug Centers Inc.	Grocery	2,387,997	7	0.49%
Transwestern Pipeline Co. LLC	Gas Utility	2,242,991	8	0.46%
Pulte Home Construction	Multi-family Housing	2,161,629	9	0.44%
Southern California Edison Co. (T&D)	Gas & Electric Utility	1,974,800	10	0.41%
Total		<u>\$ 62,667,221</u>		<u>12.88%</u>

Source: Maricopa County Assessor Office

Table 8

2011		
<u>Limited Property Assessed Value</u>	<u>Rank</u>	<u>% of Limited Property Assessed Value</u>
N/A		N/A

<u>-</u>	<u>-</u>
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City of Buckeye, Arizona

Assessed Value and Estimated Actual Value of Taxable Property

Last Ten Fiscal Years

Fiscal Year	Primary Tax		Ratio of Net Assessed Value to Limited Property Value	Primary Tax Rate	Taxes Levied for the Fiscal Year
	Limited Property Value (1)	Net Assessed Value (2)			
2011	\$ 396,877,425	\$ 4,781,332	1.2047%	1.2047	\$ 4,781,332
2012	315,356,724	5,065,024	1.6061%	1.6061	5,065,024
2013	295,509,637	5,332,766	1.8046%	1.8046	5,332,766
2014	280,928,213	5,079,332	1.8081%	1.8081	5,079,332
2015	296,070,299	5,332,600	1.8011%	1.8011	5,332,600
2016	320,169,039	5,763,043	1.8000%	1.8000	5,763,043
2017	339,702,713	6,114,649	1.8000%	1.8000	6,114,649
2018	375,076,410	6,751,375	1.8000%	1.8000	6,751,375
2019	432,220,285	7,779,824	1.8000%	1.8000	7,779,824
2020	496,102,577	8,929,846	1.8000%	1.8000	8,929,846

Source: Maricopa County Assessor

Note: The City of Buckeye does not have a secondary tax at this time.

(1) Limited value relates to primary taxes and annual changes are restricted by statute.

(2) Assessed values are based on property use.

Table 9

Collected within the Fiscal Year	Secondary Tax		Ratio of Net Assessed Value to Limited Property Value	Secondary Tax Rate
	Limited Property Value (1)	Net Assessed Value (2)		
\$ 4,575,500	\$ 425,009,460	\$ 4,781,332	1.1250%	-
4,917,346	322,876,453	5,065,024	1.5687%	-
5,290,276	300,289,266	5,332,766	1.7759%	-
5,048,303	286,390,172	5,079,332	1.7736%	-
5,249,285	323,752,817	5,332,600	1.6471%	-
5,735,301	408,074,462	5,763,043	1.4123%	-
6,000,771	455,998,962	6,114,649	1.3409%	-
6,733,532	510,866,160	6,751,375	1.3216%	-
8,026,208	599,519,571	7,779,824	1.2977%	-
8,488,028	694,497,594	8,929,846	1.2858%	-

City of Buckeye, Arizona

Direct and Overlapping Governments

Last Ten Fiscal Years

Fiscal Year	City	Maricopa County	Library District	Flood Control District	Fire District Assistance	Community College District	Agua Fria Union High School District #216
2011	P 1.1883	P 1.0508	P -	P -	P -	P 0.7926	P 2.1600
	S -	S -	S 0.0412	S 0.1489	S 0.0066	S 0.1802	S 0.8300
2012	P 1.6061	P 1.2407	P -	P -	P -	P 1.0123	P 1.6862
	S -	S -	S 0.0492	S 0.1780	S 0.0084	S 0.1959	S 0.9900
2013	P 1.8046	P 1.2407	P -	P -	P -	P 1.1563	P 2.0437
	S -	S -	S 0.0492	S 0.1780	S 0.0110	S 0.2215	S 1.1255
2014	P 1.8011	P 1.2807	P -	P -	P -	P 1.2896	P 2.2936
	S -	S -	S 0.0438	S 0.1392	S 0.0121	S 0.2444	S 1.2787
2015	P 1.8011	P 1.3209	P -	P -	P -	P 1.2824	P 2.9900
	S -	S -	S 0.0556	S 0.1392	S 0.0113	S 0.2363	S 1.2105
2016	P 1.8000	P 1.3609	P -	P -	P -	P 1.2628	P 2.0732
	S -	S -	S 0.0556	S 0.1592	S 0.0116	S 0.2312	S 1.1935
2017	P 1.8000	P 1.4009	P -	P -	P -	P 1.2376	P 2.0845
	S -	S -	S 0.0556	S 0.1792	S 0.0112	S 0.2275	S 1.3889
2018	P 1.8000	P 1.4009	P -	P -	P -	P 1.1956	P 2.4592
	S -	S -	S 0.0556	S 0.1792	S 0.0102	S 0.2140	S 1.2553
2019	P 1.8000	P 1.4009	P -	P -	P -	P 1.1708	P 2.0309
	S -	S -	S 0.0556	S 0.1792	S 0.0107	S 0.2046	S 1.4467
2020	P 1.8000	P 1.4009	P -	P -	P -	P 1.1565	P 2.0670
	S -	S -	S 0.0556	S 0.1792	S 0.0095	S 0.1720	S 1.2628

Source: Maricopa County Assessor

Note: The basis for property tax rate calculation is per \$100 of net assessed value.

P - Primary

S - Secondary

Table 10

Arlington School District #47	Buckeye Elementary School District #33	Buckeye Union High School District #201	Liberty School District #25	Litchfield Elementary School District #79	Palo Verde School District #49	Saddle Mountain School District #90							
P	0.5520	P	3.3536	P	1.7454	P	1.9639	P	1.6167	P	1.5408	P	0.7529
S	0.1578	S	1.6656	S	1.0551	S	1.3425	S	1.2963	S	0.8488	S	0.6119
P	0.5837	P	3.1982	P	2.1962	P	1.8682	P	1.9408	P	2.2721	P	0.7666
S	0.1729	S	1.8674	S	0.8752	S	1.3302	S	1.3182	S	1.5239	S	0.4446
P	0.5836	P	4.0276	P	2.3755	P	2.0706	P	2.3102	P	2.4512	P	0.5988
S	0.1874	S	2.0678	S	1.0457	S	1.4689	S	1.5761	S	1.6276	S	0.4770
P	0.9200	P	3.6619	P	2.5435	P	1.9056	P	2.4367	P	2.3096	P	1.1538
S	0.1853	S	2.1952	S	1.1136	S	1.5465	S	1.5405	S	1.7073	S	0.5178
P	1.1126	P	3.7761	P	2.3817	P	2.8010	P	2.3282	P	2.1696	P	2.1955
S	0.1794	S	2.1411	S	1.1274	S	1.7001	S	1.4498	S	1.8555	S	0.4309
P	1.1420	P	3.2117	P	2.2096	P	2.5534	P	2.2606	P	2.6716	P	2.1863
S	0.1883	S	2.3722	S	1.1277	S	1.7242	S	1.5746	S	1.8079	S	0.4150
P	1.0060	P	3.6463	P	2.0200	P	1.9955	P	2.2447	P	2.4126	P	2.0915
S	0.1905	S	2.2759	S	1.2041	S	1.7967	S	1.5695	S	2.2224	S	0.4560
P	0.6881	P	3.1149	P	2.1977	P	2.0650	P	2.0654	P	2.4863	P	2.0741
S	0.2124	S	2.2722	S	1.1405	S	1.6584	S	1.4409	S	1.4669	S	0.4706
P	0.7909	P	2.7810	P	2.1305	P	2.0098	P	1.9720	P	2.4089	P	1.3802
S	0.2022	S	2.8859	S	1.1424	S	1.5253	S	1.8779	S	1.6419	S	0.4759
P	0.9684	P	3.3076	P	2.2288	P	1.9784	P	1.9045	P	2.3101	P	1.7679
S	0.2297	S	2.3553	S	1.1060	S	1.3610	S	1.7671	S	1.6173	S	0.4513

City of Buckeye, Arizona

Direct and Overlapping Governments

Last Ten Fiscal Years

Table 10

	Wickenburg School District #9	Central Arizona Water Conservation District	Maricopa Health Care District	West Maricopa Education Center	Buckeye Valley Rural Fire District	Total
P	2.4014	P -	P -	P -	P -	19.1184
S	1.1585	S 0.1000	S 0.1122	S -	S 2.5458	12.1014
P	3.0483	P -	P -	P -	P -	21.4194
S	1.4037	S 0.1000	S 0.1494	S -	S 3.1000	13.7070
P	3.4020	P -	P -	P -	P -	24.0648
S	1.6500	S 0.1000	S 0.1683	S -	S 3.1000	15.0540
P	3.7838	P -	P -	P -	P -	25.3799
S	0.5540	S 0.1400	S 0.1939	S 0.0592	S 3.1000	14.5715
P	3.9198	P -	P -	P -	P -	28.0789
S	1.6306	S 0.1400	S 0.1856	S 0.0810	S 3.2500	15.8243
P	3.6581	P -	P -	P -	P -	26.3902
S	1.4229	S 0.1400	S 0.3021	S 0.0698	S 3.2500	16.0458
P	3.8975	P -	P -	P -	P -	25.8371
S	1.5069	S 0.1400	S 0.3053	S 0.0840	S 3.2500	16.8637
P	3.5758	P -	P -	P -	P -	25.1230
S	1.4422	S 0.1400	S 0.2851	S 0.1780	S 3.2500	15.6715
P	3.4375	P -	P -	P -	P -	23.3134
S	1.1978	S 0.1400	S 0.2941	S 0.1494	S 3.2500	16.6796
P	3.3009	P -	P -	P -	P -	24.1910
S	1.0320	S 0.1400	S 0.3333	S 0.1634	S 3.2500	15.4855

City of Buckeye, Arizona

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

Table 11

Fiscal Year	Governmental Activities			Business Activities		Total Primary Government	Percentage of Taxable Property
	Revenue Bonds	Improvement District Bonds	Community Facilities District Bonds	Revenue Bonds	Water Infrastructure Bond		
2011	27,565,000	3,508,000	134,623,000	-	10,027,644	175,723,644	43.39%
2012	26,740,000	2,797,000	128,673,000	-	11,048,724	169,258,724	52.79%
2013	25,700,000	2,485,000	126,544,000	-	4,555,177	159,284,177	53.06%
2014	24,620,000	2,071,000	147,079,000	-	4,640,083	178,410,083	62.77%
2015	23,080,000	1,480,000	138,324,150	250,000	5,332,556	168,466,706	56.40%
2016	21,380,000	1,390,000	130,571,949	51,510,000	14,624,808	219,476,757	68.12%
2017	20,090,000	1,296,000	133,807,370	51,510,000	15,098,603	221,801,973	64.91%
2018	18,795,000	6,467,000	125,915,634	51,510,000	14,648,305	217,335,939	56.22%
2019	19,819,398	5,586,000	130,590,059	58,584,659	12,971,483	227,551,599	49.71%
2020	12,472,200	5,336,000	125,308,511	53,717,800	35,123,155	231,957,666	46.76%

City of Buckeye, Arizona

Direct and Overlapping General Obligation Bonded Debt Outstanding

Table 12

Overlapping Jurisdiction	General Obligation Bonded Debt (b)	Proportion Applicable to City of Buckeye (a)	
		Approximate Percent	Net Debt Amount
Direct debt			
City of Buckeye	None	0.00%	None
Overlapping debt:			
Maricopa County Community College District	\$312,450,000	1.15%	\$3,593,175
Maricopa County Special Health Care District	429,125,000	1.15%	4,934,937
Western Maricopa Education Center District No. 402	169,545,000	3.12%	5,289,804
Wickenburg Unified School District No. 9	9,283,000	41.97%	3,896,075
Liberty Elementary School District No. 25	15,205,000	18.97%	2,884,389
Buckeye Elementary School District No. 33	29,360,000	86.56%	25,414,016
Litchfield Elementary School District No. 79	46,335,000	10.37%	4,804,939
Saddle Mountain Unified School District No. 90	7,185,000	5.44%	390,864
Agua Fria Union High School District No. 216	138,175,000	7.14%	9,865,695
Buckeye Union High School District No. 201	75,135,000	34.79%	26,139,467
Festival Ranch Community Facilities District	27,700,000	100.00%	27,700,000
Sundance Community Facilities District	20,500,000	100.00%	20,500,000
Tartesso West Community Facilities District	5,675,000	100.00%	5,675,000
Verrado District No. 1 Community Facilities District	29,605,000	100.00%	29,605,000
Verrado Western Overlay Community Facilities District	7,195,000	14.00%	7,195,000
Westpark Community Facilities District	4,675,000	100.00%	4,675,000
Total overlapping debt	\$1,327,148,000		\$182,563,361
Total Direct and Overlapping General Obligation Bonded Debt			\$182,563,361

(a) Proportion applicable to the City is computed on the ratio of Net Assessed Limited Property Value as calculated for Fiscal Year 2019-20 for the overlapping jurisdiction to the amount of such valuation which lies within the City.

(b) Includes total general obligation bonds outstanding less redemption funds on hand. Does not include authorized but unissued general obligation bonds of such jurisdictions which may be issued in the future.



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City of Buckeye, Arizona

Legal Debt Margin Information

Last Ten Fiscal Years

General Obligation (GO) Bond* Debt Capacity Analysis

	Fiscal Year				
	2011	2012	2013	2014	2015
Full Cash Value (FCV) Net	\$ 425,009,460	\$ 322,846,453	\$ 300,289,266	\$ 286,390,172	\$ 323,752,817
Debt Limit 6% of FCV Net (1)	25,500,568	19,372,587	18,017,356	17,183,410	19,425,169
Debt Limit 20% of FCV Net (2)	85,001,892	64,575,291	60,057,853	57,278,034	64,750,563
Total GO Bonding Capacity	<u>\$ 110,502,460</u>	<u>\$ 83,947,878</u>	<u>\$ 78,075,209</u>	<u>\$ 74,461,445</u>	<u>\$ 84,175,732</u>

Notes:

(*) Voter authority is required to issue General Obligation Bonds. The City does not have any voter authority to issue General Obligation Bonds.

(1) The constitution states that for general municipal purposes a municipality cannot incur a GO debt exceeding six percent of the assessed valuation of taxable property in the city or town.

(2) Additional GO Bonds amounting to twenty percent of the assessed valuation of taxable property can be issued for supplying such specific city and town services as water, artificial light, sewers and for the acquisition and development of land for open space preserves, parks, playgrounds and recreational facilities. In November 2006 the voters elected to allow projects concerning public safety, law enforcement, fire and emergency service facilities and streets and transportation facilities to be included in this twenty percent category. In other words, a total of twenty-six percent of the assessed valuation can be bonded for these latter projects.

Table 13

Fiscal Year				
2016	2017	2018	2019	2020
\$ 408,074,462	\$ 455,998,962	\$ 510,866,160	\$ 599,519,571	\$ 694,497,594
24,484,468	27,359,938	30,651,970	35,971,174	41,669,856
81,614,892	91,199,792	102,173,232	119,903,914	138,899,519
<u>\$ 106,099,360</u>	<u>\$ 118,559,730</u>	<u>\$ 132,825,202</u>	<u>\$ 155,875,088</u>	<u>\$ 180,569,374</u>

City of Buckeye, Arizona

Pledge-Revenue Coverage

Last Ten Fiscal Years

Table 14

Water and Wastewater Revenue Bonds

Fiscal Year	Operating Revenues	Less:	Net	Debt Service			Coverage
		Operating Expenses	Available Revenue	Principal	Interest	Total	
2011	14,719,669	10,687,937	4,031,732	481,510	7,369	488,879	8.25
2012	16,863,741	11,491,115	5,372,626	493,547	107,720	601,267	8.94
2013	13,628,762	8,335,125	5,293,637	732,912	75,552	808,464	6.55
2014	17,891,293	9,734,417	8,156,876	857,175	80,716	937,891	8.70
2015	18,607,110	11,005,668	7,601,442	816,003	47,805	863,808	8.80
2016	33,471,582	16,839,373	16,632,209	935,471	139,752	1,075,223	15.47
2017	34,197,787	15,374,331	18,823,456	960,438	185,998	1,146,436	16.42
2018	36,429,133	17,200,942	19,228,191	947,596	180,866	1,128,462	17.04
2019	38,172,790	17,466,391	20,706,399	889,981	173,548	1,063,529	19.47
2020	42,787,299	19,153,966	23,633,333	4,326,793	417,410	4,744,203	4.98

Excise Tax Revenue Bonds

Fiscal Year	Excise Tax Pledged	Debt Service			Coverage
		Principal	Interest	Total	
2011	23,108,926	467,664	673,408	1,141,072	20.25
2012	29,979,937	769,800	1,233,016	2,002,816	14.97
2013	33,664,409	1,040,000	1,110,056	2,150,056	15.66
2014	36,247,644	1,080,000	1,066,464	2,146,464	16.89
2015	40,303,693	1,125,000	851,387	1,976,387	20.39
2016	44,319,268	1,290,000	2,868,752	4,158,752	10.66
2017	54,535,243	1,295,000	3,254,367	4,549,367	11.99
2018	60,460,111	1,325,000	3,218,828	4,543,828	13.31
2019	67,416,107	1,326,400	3,181,561	4,507,961	14.95
2020	77,825,547	1,420,000	3,119,869	4,539,869	17.14

City of Buckeye, Arizona

Demographic and Economic Statistics

Last Ten Fiscal Years

Table 15

Fiscal Year	Estimated Population (1)	State Personal Income (thousand)(2)	State Average Per Capita Personal Income	Unemployment Rate (3)
2011	51,019	\$ 2,505,894	\$ 49,117	9.80%
2012	52,334	2,051,179	39,194	10.20%
2013	54,102	2,114,765	39,088	8.90%
2014	56,459	2,054,430	36,388	8.50%
2015	58,745	2,279,189	38,798	7.40%
2016	62,582	2,500,714	39,959	5.00%
2017	65,509	2,850,000	41,340	5.20%
2018	69,947	2,980,500	42,576	4.70%
2019	74,370	3,155,000	44,080	4.90%
2020	82,186	3,393,110	46,513	11.20%

Source:

- (1) Arizona Economics Estimates Commission
- (2) Arizona Economics Estimates Commission - State Average
- (3) Arizona Office of Employment Statistics
- (4) US Census Bureau (www.census.gov)

City of Buckeye, Arizona

Principal Employers

Current Year and Ten Years Ago

Table 16

Employer	2020 (1)			2011		
	Employees	Percentage of Total City Employment	Rank	Employees	Percentage of Total City Employment	Rank
Walmart	1,390	26%	1	1109	32%	2
State of Arizona (Lewis Prison)	1,280	24%	2	1196	34%	1
Litchfield Elemen School District 79	560	11%	3	283	8%	4
City of Buckeye	510	10%	4	330	9%	3
Buckeye Elementary School District 33	360	7%	5	N/A	N/A	-
Clayton Homes	280	5%	6	N/A	N/A	-
Fry's Food Store	260	5%	7	184	5%	6
The Odyssey Preparatory Academy	210	4%	8	N/A	N/A	-
Buckeye Union High School District 201	210	4%	9	150	4%	7
Liberty Elementary School District 25	190	4%	10	225	6%	5
	<u>5,250</u>	<u>100%</u>		<u>3477</u>	<u>100%</u>	

Sources:

(1) MAG Employer Database

Hoover's Inc, a D&B Company



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City of Buckeye, Arizona

Full-time Equivalent City Government Employees by Function

Last Ten Fiscal Years

Function	Full-Time Equivalent				
	2011	2012	2013	2014	2015
General government					
Mayor and Council	2.00	2.00	2.00	2.00	2.00
City Manager	2.00	3.00	3.00	8.00	12.00
City Clerk	3.00	3.00	3.00	4.00	4.00
Human Resources	5.50	6.00	6.00	8.00	7.00
Finance	11.00	11.00	11.00	8.00	8.00
City Court	6.50	6.50	6.50	6.80	6.80
Economic Development	-	-	-	2.00	2.00
Information Technology	6.00	6.00	8.00	8.00	9.00
Public Safety					
Police	95.00	97.00	112.00	117.50	118.50
Fire	83.00	83.00	88.00	90.00	90.00
Culture and recreation					
Parks and Recreation	24.00	26.00	26.00	25.00	26.00
Library	8.00	8.00	8.88	9.00	15.00
Development Services	15.80	19.30	36.00	28.00	25.00
Engineering	-	-	-	14.00	14.00
Public Works					
Admin, Facilities and Fleet	8.50	8.25	11.25	11.25	12.25
Streets	15.00	15.50	19.50	20.50	20.50
Airport	-	-	-	-	-
Water Resources					
Water	N/A	40.00	40.00	44.00	47.00
Wastewater	N/A	14.00	14.00	14.00	15.00
Total	285.30	348.55	395.13	420.05	434.05

Source: City of Buckeye Human Resources Department

Table 17

Employees at June 30

2016	2017	2018	2019	2020
2.00	2.00	2.00	2.00	2.00
16.00	16.00	15.00	16.50	19.00
4.00	4.00	4.00	4.00	4.00
7.00	7.00	8.00	8.00	8.00
9.00	9.00	9.00	9.00	10.00
6.80	8.30	8.30	10.30	10.30
3.00	3.00	3.00	3.00	3.00
10.00	12.00	14.00	16.00	17.00
117.50	123.00	126.00	132.00	138.00
92.00	93.00	98.00	96.00	97.00
26.00	27.00	28.00	32.00	34.00
14.00	14.00	14.00	16.07	17.21
23.00	24.00	25.00	26.00	27.00
14.00	14.00	16.00	19.00	20.00
18.00	20.00	22.00	24.00	25.00
20.00	22.00	24.00	25.00	26.00
1.00	1.00	1.00	1.00	1.00
57.00	63.00	64.00	66.00	62.00
14.00	16.00	16.00	17.00	24.00
454.30	478.30	497.30	522.87	544.51

City of Buckeye, Arizona

Capital Asset and Infrastructure Statistics by Function

Last Ten Fiscal Years

Function	Fiscal Year				
	2011	2012	2013	2014	2015
General government					
Square footage occupied	138,414	138,414	167,603	167,603	167,603
Area of City (square miles)	592	592	592	592	592
Public Safety					
Police stations	1	1	1	1	2
Square footage of building	22,260	22,260	43,934	43,934	43,934
Number of patrol units	37	47	65	83	103
Fire stations	3	4	4	4	4
Square footage of building	21,849	21,849	59,009	59,009	59,009
Number of fire engines	7	7	7	8	9
Number of vehicles	11	11	13	14	15
Public Works					
Square footage occupied	12,800	12,800	12,800	12,800	12,800
Miles of roads	349.0	349.0	370.8	383.3	426.7
Traffic signals	10	11	13	16	20
Street lights	7,400	7,676	7,978	8,115	8,249
Miles of storm sewer/channel	N/A	N/A	N/A	N/A	N/A
Miles of water mains	274	276	284	293	295
Fire hydrants	N/A	N/A	N/A	N/A	N/A
Sanitary sewers (miles)	264	325	332	334	335
Culture and recreation (CS)					
Square footage occupied	31,953	31,953	31,953	31,953	31,953
Number of parks	15	15	16	16	16
Parks acreage	102.4	102.4	134.4	134.4	134.4
Swimming pools	1	1	1	1	1

Source: City of Buckeye-individual departments and Directors

Table 18

	Fiscal Year				
	2016	2017	2018	2019	2020
	145,920	145,920	145,920	145,920	145,920
	592	592	642	642	642
	2	2	2	2	2
	43,934	43,934	43,934	43,934	43,934
	115	130	146	125	124
	4	5	5	6	6
	59,009	59,009	59,009	59,009	59,009
	9	9	10	9	11
	18	20	21	20	19
	32,870	32,870	32,870	93,844	108,267
	445.2	458.4	479.6	569	573
	22	22	23	24	24
	8,350	8,477	8,662	8,718	8,843
	2	2	3	-	3
	297	300	305	393	440
	N/A	N/A	3,043	3,043	3,043
	337	338	347	296	312
	57,386	57,386	57,386	57,889	57,889
	17	17	17	12	12
	174.0	174.0	174.0	8,759	8,759
	1	1	1	1	1



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