

**TOWN OF WICKENBURG, ARIZONA**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE**  
**YEAR ENDED JUNE 30, 2012**

**Prepared By**  
Finance Department

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**TOWN OF WICKENBURG, ARIZONA  
TABLE OF CONTENTS  
YEAR ENDED JUNE 30, 2012**

**INTRODUCTORY SECTION**

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

**FINANCIAL SECTION**

INDEPENDENT AUDITORS' REPORT	8
REQUIRED SUPPLEMENTARY INFORMATION	
MANAGEMENT'S DISCUSSION AND ANALYSIS	10
BASIC FINANCIAL STATEMENTS	
STATEMENT OF NET ASSETS	19
STATEMENT OF ACTIVITIES	20
BALANCE SHEET – GOVERNMENTAL FUNDS	21
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET ASSETS	22
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES – GOVERNMENTAL FUNDS	23
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES	24
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – GENERAL FUND	25
STATEMENT OF NET ASSETS – PROPRIETARY FUNDS	27
STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN FUND NET ASSETS – PROPRIETARY FUNDS	29
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS	31
STATEMENT OF FIDUCIARY NET ASSETS – FIDUCIARY FUNDS	35
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS – FIDUCIARY FUNDS	36
NOTES TO BASIC FINANCIAL STATEMENTS	37
REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE OF FUNDING PROGRESS	59

**TOWN OF WICKENBURG, ARIZONA  
TABLE OF CONTENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2012**

**FINANCIAL SECTION (CONTINUED)**

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET	61
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES	63
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – CAPITAL IMPROVEMENT FUND	65
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – HURF FUND	66
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – GRANTS FUND	67
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – JCEF AND LCEF FUND	68
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – DEBT SERVICE FUND	69
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – DEVELOPMENT FEES FUND	70
INTERNAL SERVICE FUNDS	
COMBINING STATEMENT OF NET ASSETS	71
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND NET ASSETS	72
COMBINING STATEMENT OF CASH FLOWS	73

**STATISTICAL SECTION (UNAUDITED)**

FINANCIAL TRENDS

NET ASSETS BY COMPONENT	74
CHANGES IN NET ASSETS	76
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE	80
FUND BALANCES OF GOVERNMENTAL FUNDS	81
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS	83

**TOWN OF WICKENBURG, ARIZONA  
TABLE OF CONTENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2012**

**STATISTICAL SECTION (UNAUDITED) (CONTINUED)**

REVENUE CAPACITY

SALES TAX COLLECTIONS BY CATEGORY	85
DIRECT AND OVERLAPPING SALES TAX RATES	87
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY	88
PROPERTY TAX RATES – DIRECT AND OVERLAPPING GOVERNMENTS	89
PRINCIPAL PROPERTY TAXPAYERS	91
PROPERTY TAX LEVIES AND COLLECTIONS	92

DEBT CAPACITY

RATIOS OF OUTSTANDING DEBT BY TYPE	94
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT	95
LEGAL DEBT MARGIN INFORMATION	96
CALCULATION OF LEGAL DEBT MARGIN	98
PLEGGED-REVENUE COVERAGE	99

DEMOGRAPHIC AND ECONOMIC INFORMATION

DEMOGRAPHIC AND ECONOMIC STATISTICS	101
PRINCIPAL EMPLOYERS	102

OPERATING INFORMATION

FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION	103
OPERATING INDICATORS BY FUNCTION	104
CAPITAL ASSETS STATISTICS BY FUNCTION	106

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## **INTRODUCTORY SECTION**

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# TOWN OF WICKENBURG

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Voice & TTY (928) 684-5411

September 17, 2012

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

I am pleased to submit the Comprehensive Annual Financial Report (CAFR) of the Town of Wickenburg (Town) for fiscal year ended June 30, 2012. State law requires that all local governments publish within six months of the close of each fiscal year financial statements presented in conformity with the United States Generally Accepted Accounting Principles (GAAP), audited in accordance with Generally Accepted Auditing Standards (GAAS), by a licensed certified public accountant(s). Pursuant to that requirement, we believe to the best of our knowledge that the data presented herein is accurate in all material respects and is designed to enable the reader to gain the maximum understanding of the Town's financial affairs.

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

CliftonLarsonAllen LLP, a firm of licensed certified public accountants has issued an unqualified opinion on the Town of Wickenburg's financial statements for the year ended June 30, 2012. Their independent auditors' report is located at the front of the financial section of this report.

Following the independent auditors' report, management has provided a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A) which is intended to complement this letter of transmittal.

## **PROFILE OF THE GOVERNMENT**

The Town of Wickenburg, which became incorporated on June 19, 1909 is located in Northwest Maricopa County and consists of slightly over 21 square miles of land which is quite an increase from only 13 square miles back in 2003. Based on the 2010 census, the population was 6,363 which was about a 4% increase from the 2005 mid-year census of 6,077.

The Town of Wickenburg operates under the Council-Manager form of government, with policymaking and legislative authority vested in the Town Council. The elected officers of the Town consist of a Mayor and six (6) Councilmembers. Commencing in 1996 with the Primary and then if needed General Election the Mayor of the Town of Wickenburg shall hereafter be directly elected by the qualified electors of the Town of Wickenburg. The term of Office of the Mayor shall be for four (4) years. The Mayor and Councilmembers continue in office until assumption of duties of office by their duly elected successors. Councilmembers shall serve four (4) year overlapping terms in the manner provided by State law.

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

Among other things, the Town Council is responsible for the hiring of the Town Manager. The Town Manager is responsible for overseeing all local government related activities and implementation of the policies of the Town Council. With the exception of the Town Attorney and Magistrate, the Town Manager appoints all Department Heads subject to ratification by the Town Council.

Together the Council, Management and Staff provide a full range of utility services including water, electric, sanitation and wastewater; police and fire protection; a public library, community center, pool, several parks; and construction/maintenance of streets and related infrastructure. Operating each of these areas further entails things such as building inspections, license and permit issuance, programming of various recreational activities; and enforcement of both the Town Code and Local Tax Code.

### **BUDGETING SYSTEMS AND CONTROLS**

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

Annually each department director is required to submit requests for appropriation to the Finance Director by March 1<sup>st</sup>. The Finance Director then compiles and presents the total budget request, which is prepared by fund and department, to the Town Manager. The Town Manager then uses these requests as the starting point for developing a draft budget to be presented to the Council for review. Once the Council has reviewed and adjusted the draft budget, it becomes the tentative budget. The Council is then required to hold public hearings on the tentative budget and to adopt the tentative budget no later than the third Monday in July of each year.

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

## **FACTORS AFFECTING FINANCIAL CONDITION**

The main focus of this report is to provide information on the financial position of the Town. While this transmittal letter should help to provide a broader context to the reader of this document by providing useful information to help assess the Town's financial condition, more in-depth information can be found in the notes to the financial statements.

### **Local economy**

Effective September 1, 2012 local sales tax was changed to a tiered rate of 1.69% for single item purchases of \$5,000 or more while the general sales tax rate remained at 2.2%. On October 1, 2009, the tax on Rental and Leasing of Real Property was decreased from 2.2% to 1.7%, and on April 1, 2010 a Bed tax of 2% was implemented on transient lodging.

The slowdown in the economy continues to affect Wickenburg though there is a slight increase overall in local sales tax collections of 1.83% from the prior fiscal year. The largest increase of 17.94% was seen in the wholesale category, with the largest decrease of 2.52% in the category of Transportation, Communication & Utilities. Retail which accounted for 43.33% of the total sales tax collected showed an increase of 1.99% from the prior year.

### **Long-Term Financial Planning and Major Initiatives**

The Town has recently established three significant changes to its long-term financial planning. The first change began with a Council Retreat for the full Council and Town Manager which was later followed by the adoption of a Strategic Plan for the future of the Town. Next came the implementation of "zero-based" budgeting for the majority of line items which required department heads to extensively analyze and plan projected expenditures for the year in more depth. In order to tie the Council's Strategic Plan with the budget staff also implemented the third change which was a Five-Year Capital Improvement Plan. Together it is our hope these new initiatives will encourage forward thinking in how the Town plans and funds the upkeep and growth of the community.

### **Relevant Financial Policies**

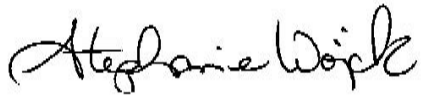
The Town of Wickenburg takes pride in having a comprehensive set of financial policies. During this past year Council adopted Resolution No. 1662 establishing a Fund Balance Policy. The purpose of this policy was to establish a key element of the financial stability of the Town of Wickenburg, by setting guidelines for fund balance which is an important measure of the economic stability of the Town. It is essential that the Town of Wickenburg, maintain adequate levels of unassigned fund balance to mitigate financial risk that can occur from unforeseen revenue fluctuations, unanticipated expenditures, and similar circumstances. The fund balance also provides cash flow liquidity for the Town of Wickenburg, Arizona's general operations.

## **AWARDS AND ACKNOWLEDGEMENTS**

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Wickenburg for its CAFR for the fiscal year ended June 30, 2011. In order to be awarded this certificate of achievement which is only valid for one year, the Town must publish an easily readable and efficiently organized CAFR that satisfies both GAAP and applicable program requirements. Because of budget cuts the last time the Town participated in this program and was awarded the achievement was for fiscal year ending 2005. Achieving this certificate shows that we are satisfying both GAAP and applicable legal requirements and encouraging transparency in government for the Town.

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staff of the Finance Department; and each member of the department has my sincere appreciation for their contributions. In closing, I would like to extend my appreciation to the Mayor, Council, and Town Manager, for their leadership and support in attaining the highest standards of professionalism in the management of the town's finances.

Respectfully submitted,

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

Stephanie Wojcik  
Finance Director

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of Wickenburg  
Arizona

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Christopher P. Moynell*

President

*Jeffrey R. Egan*

Executive Director

**TOWN OF WICKENBURG, ARIZONA  
LIST OF PRINCIPAL OFFICIALS  
YEAR ENDED JUNE 30, 2012**

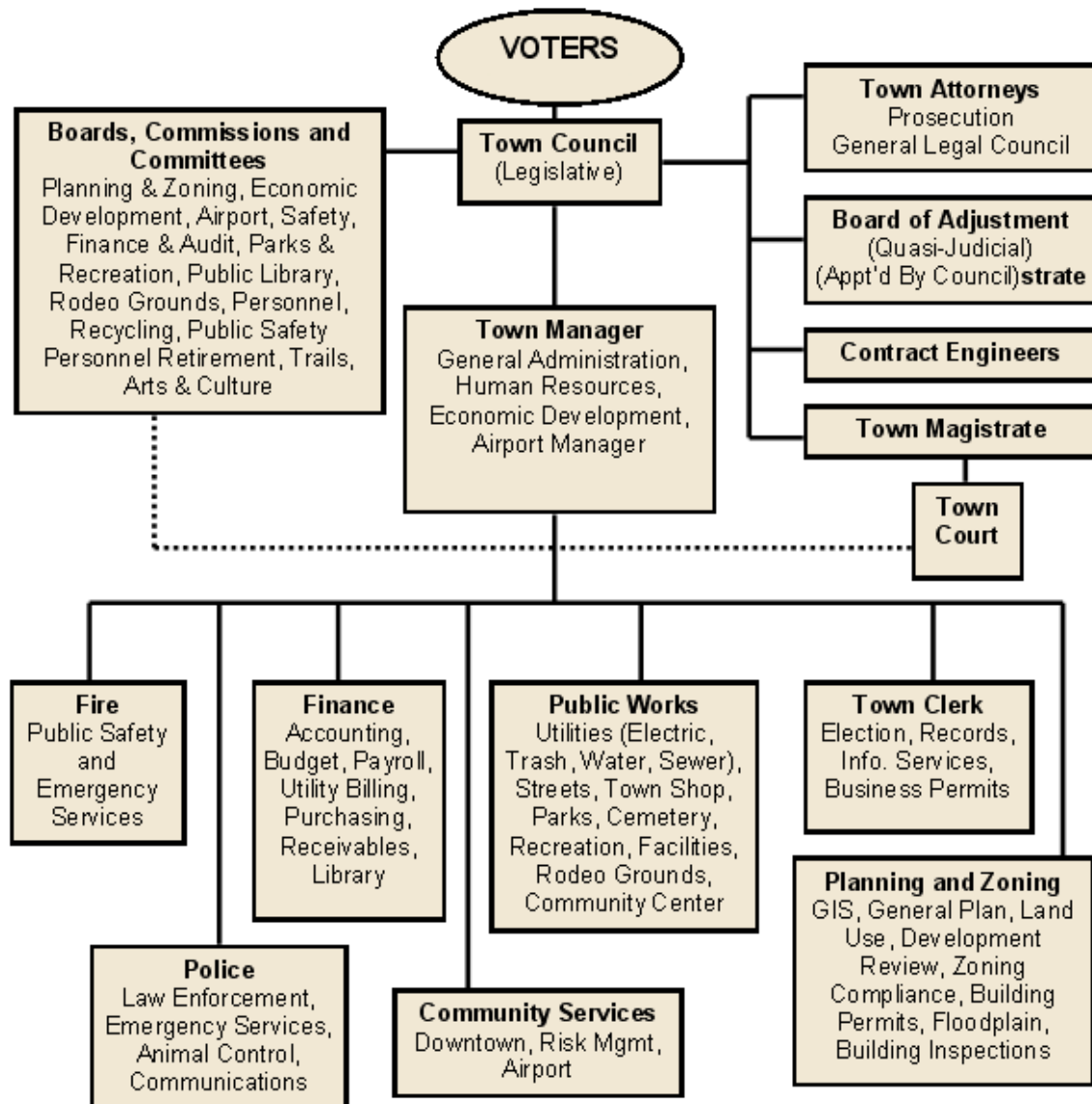
**ELECTED OFFICIALS**

Mayor	Kelly Blunt
Vice Mayor	John Cook
Councilmember	Chris Band
Councilmember	Sam Crissman
Councilmember	Ruben Madrid
Councilmember	Rui Pereira
Councilmember	Scott Stewart

**DEPARTMENT DIRECTORS**

Town Manager	Joshua H. Wright
Finance Director	Stephanie Wojcik
Town Clerk	Donna Riffel
Public Works Director	Rick Austin
Community Development Director	Steve Boyle
Parks and Recreation and Facilities Maintenance Director (July 2012)	Robert Carmona
Chief of Police	Pete Wingert
Fire Chief	Ed Temerowski

**TOWN OF WICKENBURG, ARIZONA  
ORGANIZATIONAL CHART  
YEAR ENDED JUNE 30, 2012**



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## **FINANCIAL SECTION**

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## INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Wickenburg, Arizona (Town), as of and for the year ended June 30, 2012, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Wickenburg, Arizona, as of June 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison schedule for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.


In accordance with *Government Auditing Standards*, we have also issued our report dated September 17, 2012 on our consideration of the Town'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 to describe the scope of our testing of internal control over financial reporting and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the schedule of funding progress on the public safety personnel retirement system and other post employment benefits on pages 10 through 18 and pages 59 through 60 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining and individual fund statements and schedules 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 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has 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 it.



**CliftonLarsonAllen LLP**

Mesa, Arizona  
September 17, 2012

## **REQUIRED SUPPLEMENTARY INFORMATION**

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**TOWN OF WICKENBURG, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2012**

As the management of the Town of Wickenburg, Arizona (Town), we offer readers of the Town's basic financial statements this narrative overview and analysis of the financial activities of the Town of Wickenburg, Arizona for the fiscal year ended June 30, 2012. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which begins on page 1 of this report.

**FINANCIAL HIGHLIGHTS**

- ◆ The assets of the Town of Wickenburg, Arizona exceeded its liabilities at the close of the most recent fiscal year by \$69.8 million (net assets). Of this amount \$12.0 million (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- ◆ As of the close of the current fiscal year, the Town of Wickenburg, Arizona's governmental funds reported combined ending fund balances of \$8.4 million, an increase of \$0.4 million in comparison with the prior year.
- ◆ At the end of the current fiscal year, unassigned fund balance for the General Fund was \$5.2 or 91 percent of total General Fund expenditures.
- ◆ Budgeted General Fund revenues were more than actual revenues (on a budgetary basis) by \$49,025 for fiscal year 2012. Additionally, budgeted expenditures were less than the budgetary basis expenditures in the General Fund by \$2.8 million.
- ◆ General Fund revenues were less than expenditures by \$0.1 million; a positive variance of \$2.9 million from the final budget.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the Town of Wickenburg, Arizona's basic financial statements. The Town's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, including the budgetary statement for the General Fund and 3) notes to the basic financial statements.

**Government-Wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of the Town of Wickenburg, Arizona's finances, in a manner similar to private-sector business.

The statement of net assets presents information on all of the Town of Wickenburg, Arizona's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as useful indicators of whether the financial position of the Town of Wickenburg, Arizona is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

**TOWN OF WICKENBURG, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2012**

Both of the government-wide financial statements distinguish functions of the Town of Wickenburg, Arizona that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Town of Wickenburg, Arizona include general government, public safety, highways and streets, and culture and recreation. The business-type activities include water, electric, sanitation, wastewater, and airport.

The government-wide financial statements can be found on pages 19-20 of this report.

**Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Wickenburg, Arizona, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town of Wickenburg, Arizona can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

*Governmental Funds* – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. Since the governmental fund financial statements focus on near-term spendable resources, while the governmental activities on the government-wide financial statements have a longer term focus, a reconciliation of the differences between the two is provided with the fund financial statements.

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

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

*Proprietary Funds* – The Town of Wickenburg, Arizona maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Town of Wickenburg, Arizona uses enterprise funds to account for its water, electric, sanitation, wastewater and airport operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the Town of Wickenburg, Arizona's various functions. The Town of Wickenburg, Arizona uses internal service funds to account for its maintenance shop and fuel facility funds. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.



**TOWN OF WICKENBURG, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2012**

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water, electric, sanitation, wastewater and airport funds, each of which are considered to be major funds of the Town of Wickenburg, Arizona. Conversely, internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

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

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

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

**Notes to Basic Financial Statements**

The notes to basic financial statements (pages 37-58) provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements and should be read with the financial statements.

**Required Supplementary Information Other Than MD&A**

Governments have an option of including the budgetary comparison statements for the General Fund and major special revenue funds as either part of the fund financial statements within the basic financial statements, or as required supplementary information after the footnotes. The Town has chosen to present these budgetary statements as part of the basic financial statements. Additionally, governments are required to disclose certain information about employee pension funds. The Town has disclosed this information on pages 59-60.

**Government-Wide Financial Analysis**

**Net Assets**

Net assets may serve over time as useful indicators of a government's financial position. The table on the following page reflects the condensed Statement of Net Assets of the Town for June 30, 2012 and 2011 showing that assets exceeded liabilities by \$69.8 million at June 30, 2012.

**TOWN OF WICKENBURG, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2012**

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

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
<b>ASSETS</b>						
Current and Other Assets	\$ 9,066,099	\$ 8,546,830	\$ 5,285,593	\$ 3,572,267	\$ 14,351,692	\$ 12,119,097
Capital Assets	30,579,903	31,309,051	28,909,289	28,982,149	59,489,192	60,291,200
Total Assets	39,646,002	39,855,881	34,194,882	32,554,416	73,840,884	72,410,297
<b>LIABILITIES</b>						
Current Liabilities	529,156	377,775	245,739	193,881	774,895	571,656
Non-Current Liabilities						
Due within One Year	160,818	269,005	173,766	164,946	334,584	433,951
Due in More Than One Year	407,804	479,315	2,523,354	2,690,264	2,931,158	3,169,579
Total Liabilities	1,097,778	1,126,095	2,942,859	3,049,091	4,040,637	4,175,186
<b>NET ASSETS</b>						
Invested in Capital Assets, Net of Related Debt	30,450,042	31,012,482	26,250,840	26,168,876	56,700,882	57,181,358
Restricted	1,086,520	1,071,246	-	-	1,086,520	1,071,246
Unrestricted	7,011,662	6,646,058	5,001,183	3,336,449	12,012,845	9,982,507
Total Net Assets	\$ 38,548,224	\$ 38,729,786	\$ 31,252,023	\$ 29,505,325	\$ 69,800,247	\$ 68,235,111

Net assets consist of three components. The largest portion of the Town of Wickenburg, Arizona's net assets (81.2%) reflects its investment in capital assets (e.g., land, buildings, infrastructure, furniture, equipment, etc.) less any related debt used to acquire those assets that is still outstanding. The Town of Wickenburg, Arizona uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town of Wickenburg, Arizona's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The Town's investment in capital assets, net of related debt decreased \$0.5 million.

An additional portion of the Town of Wickenburg, Arizona's net assets (1.6%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$12.0 million) may be used to meet the government's ongoing obligations to citizens and creditors. Restricted net assets and unrestricted net assets did not report a significant increase over the prior year. The increase in unrestricted net assets is largely due to normal Town operations and is discussed on the following pages in the discussion on changes in net assets.

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

**TOWN OF WICKENBURG, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2012**

The Town's net assets increased by \$1.6 million during the current fiscal year. Key elements of this increase are presented in the following condensed statement of changes in net assets:

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

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
<b>REVENUES</b>						
Program Revenues:						
Charges for Services	\$ 1,550,710	\$ 1,658,453	\$ 6,254,317	\$ 5,966,510	\$ 7,805,027	\$ 7,624,963
Operating Grants and Contributions	343,058	393,616	521,378	75,837	864,436	469,453
Capital Grants and Contributions	14,468	-	851,855	629,442	866,323	629,442
General Revenues:						
Local Taxes	2,689,768	2,660,921	-	-	2,689,768	2,660,921
State Shared Revenues	1,248,031	1,257,489	-	-	1,248,031	1,257,489
Investment Earnings (Loss)	11,607	9,409	17,423	9,570	29,030	18,979
Other	72,882	21,892	31,630	41,097	104,512	62,989
Total Revenues	5,930,524	6,001,780	7,676,603	6,722,456	13,607,127	12,724,236
<b>EXPENSES</b>						
General Government	1,692,571	1,805,845	-	-	1,692,571	1,805,845
Public Safety	3,043,032	2,864,629	-	-	3,043,032	2,864,629
Streets	579,698	818,492	-	-	579,698	818,492
Culture and Recreation	1,386,769	1,232,216	-	-	1,386,769	1,232,216
Interest	9,123	14,042	-	-	9,123	14,042
Water	-	-	932,002	879,729	932,002	879,729
Electric	-	-	1,718,652	1,636,855	1,718,652	1,636,855
Sanitation	-	-	898,147	871,199	898,147	871,199
Wastewater	-	-	869,533	705,241	869,533	705,241
Airport	-	-	912,464	860,037	912,464	860,037
Total Expenses	6,711,193	6,735,224	5,330,798	4,953,061	12,041,991	11,688,285
Change in Nets Assets						
Before Transfers	(780,669)	(733,444)	2,345,805	1,769,395	1,565,136	1,035,951
Transfers	599,107	557,805	(599,107)	(557,805)	-	-
Change in Net Assets	(181,562)	(175,639)	1,746,698	1,211,590	1,565,136	1,035,951
Net Assets - Beginning of Year						
	38,729,786	38,905,425	29,505,325	28,293,735	68,235,111	67,199,160
Net Assets - End of Year	\$ 38,548,224	\$ 38,729,786	\$ 31,252,023	\$ 29,505,325	\$ 69,800,247	\$ 68,235,111

*Governmental Activities* – The governmental activities had a net decrease in the current year of \$0.2 million. The most significant activity accounting for this decrease was a transfer to the business-type activities for capital projects that were funded by the Capital Improvement Fund. Overall the decrease in net assets was \$0.8 million before any transfers. The Town maintains sound financial management through its budget process and continues to accumulate funds for future operations. Some of the more significant changes in the current year, resulting in the net decrease are as follows:

Charges for services decreased \$100K. The Town experienced a slowdown in building permits (\$22,600 decrease) and development fees (\$24,000) due to a decrease in the volume of permits, as well as the assessed value of the property in which permits were issued. In addition, court fines decreased approximately \$51,000 due to a decrease in current year citations and a five percent decrease in collection efforts.

**TOWN OF WICKENBURG, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2012**

Operating grants were down \$50,000, due to a current year decrease of approximately \$30,000 in highway user revenue fees collected and distributed by the State to the Town, as well as other small grants. The decrease is due to a decrease in collections at the state level.

Overall, expenditures remained relatively unchanged over the prior year, but varied among functions due to certain cut-backs and reorganization of departments.

*Business-Type Activities* – The Water Fund reported a change in net assets over the prior year of \$0.3 million which was largely due to a decrease in capital contribution of \$0.4 million over the prior year. Taking into account the decrease in capital contributions, the current year net change in net assets was relatively equal to the prior year, with a slight increase over the prior year due to an increase in water rates implemented during the current fiscal year.

The Electric Fund continues to report significant operating income. In the current year, the Electric Fund reported operating income of \$1.1 million. The net operating income is the result of electricity charges far exceeding the costs to operate the utilities. The Town has dedicated these excess operating revenues to subsidize capital projects of the Town. The \$0.8 million transfer out reflects this subsidy. Revenues and expenses both increased during the fiscal year as a result of an increase in energy usage and a corresponding increase in electricity costs to supply the increased usage.

The Sanitation Fund had an operating income of \$88,000, which was slightly less than the prior year. The decrease in operating income was the result of an increase in depreciation expense, as a result of current year additions to capital assets.

The Wastewater Fund reported an operating income of \$0.1 million, which was less than the operating income reported in the prior year. The decrease was due to an increase in depreciation expense and a slight increase in operating costs. However, the increased costs were slightly offset by a rate increase that went into effect during the 2011/12 fiscal year.

The Airport Fund realized a \$0.4 million operating loss. The loss was largely due to the current year depreciation expense. This operating loss is equal to the loss reported in the prior year. Both operating revenues and expenses reported an increase due to increased fuel costs.

**FINANCIAL ANALYSIS OF THE TOWN'S FUNDS**

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

As of the end of the current fiscal year the Town's governmental funds reported combined ending fund balances of \$8.4 million, an increase of \$0.4 million in comparison with the prior year. Approximately 65% of this total amount (\$5.5 million) constitutes General Fund balance, which is available for contribution to the committed, assigned and unassigned fund balance. The table on the following page presents fund balances at June 30, 2012.

**TOWN OF WICKENBURG, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2012**

**Table A-3  
Fund Balances**

Fund	Balance	Increase (Decrease) From 2010-11
General Fund	\$ 5,463,941	\$ 706,857
Capital Improvement Fund	1,813,041	(348,755)
Nonmajor Governmental Funds	1,086,520	15,274

The General Fund is the chief operating fund of the Town of Wickenburg, Arizona. At the end of the current fiscal year, the fund balance of the General Fund was \$5.5 million, while total fund balance reached \$8.4 million. As a measure of the General Fund's liquidity, it may be useful to compare both General Fund balance and total fund balance to total fund expenditures. General Fund balance represents 96 percent of total General Fund expenditures, while total fund balance represents 136 percent of total expenditures.

The fund balance of the Town's General Fund increased by \$0.7 million. The increase was largely due to a transfer from the Capital Improvement Fund for prior year proceeds related to the sale of certain property (\$0.7 million) and a transfer to fund communications equipment purchased by the police department (\$0.1 million). Prior to the transfer, the General Fund reported a decrease of \$0.1 million. The decrease is relatively equal to the decrease reported in the prior year; although the Town experienced decreased revenue, the Town had cut expenditures in anticipation of decreased revenues.

The Capital Improvement Fund reported a decrease of \$0.3 million. The decrease was the result of \$0.8 million transfer to the General Fund, offset by a \$0.8 million transfer from the Electric Fund. The transfer from the Electric Fund is the annual transfer authorized by Town Council for future capital improvements. The transfer to the General Fund was discussed in the previous discussion on the General Fund. The Capital Improvement Fund did not report any significant activity other than the transfers previously discussed.

All nonmajor governmental funds of the Town are combined into one column on the governmental fund statements. The nonmajor governmental funds reported a \$15,000 increase largely due to the accumulation of HURF Funds for future appropriations, net of the use of development impact fees for current year capital projects.

**BUDGETARY HIGHLIGHTS**

The Town's annual budget is the legally adopted expenditure control document of the Town. Budgetary comparison statements are required for the General Fund and major special revenue funds. The Town did not have any major special revenue funds; however, the General Fund budget is found on page 25. This statement compares the original budget, the amended budget and actual expenditures.

Budgeted General Fund revenues of \$5.5 million were relatively equal to actual revenues of \$5.6 million, while budgeted expenditures of \$8.5 million exceeded the budgetary basis expenditures by \$2.8 million, largely due to the budgeted contingencies reported in the General Services department.

Actual revenues and expenditures did not significantly vary from the budget, with the exception of the budgeted contingencies previously discussed. The budget was amended to reflect lower than anticipated revenues and an increase in budgeted contingencies.

**TOWN OF WICKENBURG, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2012**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

The Town's capital assets for its governmental activities and business-type activities as of June 30, 2012 amount to \$30.6 million and \$28.9 million, respectively (net of accumulated depreciation), a total net decrease of \$0.8 million. For government-wide financial statement presentation, all depreciable capital assets were depreciated from acquisition date to the end of the current fiscal year. Governmental fund financial statements record capital asset purchases as expenditures. See Note 3.A.3. in the notes to the basic financial statements for further information regarding capital assets.

During fiscal year 2011-12, the annual depreciation expense was \$1.0 million for governmental activities assets and \$1.2 million for business-type activities assets. Additions to capital assets during the fiscal year totaled \$0.3 million for governmental activities assets and \$1.2 million for business-type activities assets.

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

**Governmental Activities**

- ◆ Construction in progress recorded \$111,913 in additions for public service center remodeling projects.
- ◆ Land and improvement recorded an addition of \$21,183 for tennis court resurfacing and \$23,778 of additions to the pedestrian bridge project.

**Business-type Activities**

- ◆ Improvements to the airport terminal totaling \$65,000.
- ◆ Expansion to the waste water treatment plant totaling \$415,578.
- ◆ \$435,000 in additions to construction in progress, which included \$44,000 in water tank upgrades, \$27,000 in electrical upgrades, \$194,000 in sewer projects and \$170,000 in airport tarmac upgrades.
- ◆ \$135,500 additions for recycling bins used throughout the Town.
- ◆ Completion of sewer lines and mains totaling \$780,298.

The following table provides a breakdown of the capital assets of the Town at June 30, 2012 and 2011.

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

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
Land	\$ 17,044,213	\$ 17,043,305	\$ 4,853,140	\$ 4,853,140	\$ 21,897,353	\$ 21,896,445
Land Improvements	2,574,962	2,693,861	284,958	297,961	2,859,920	2,991,822
Buildings and Improvements	1,301,953	1,391,386	-	-	1,301,953	1,391,386
Infrastructure (Including Utilities)	7,886,158	8,316,483	13,553,271	12,829,198	21,439,429	21,145,681
Airport Runways and Hangars	-	-	8,432,000	8,823,696	8,432,000	8,823,696
Intangible Property	48,164	49,466	-	-	48,164	49,466
Furniture, Equipment and Vehicles	1,602,554	1,806,930	1,365,417	1,414,199	2,967,971	3,221,129
Construction in Progress	121,899	7,620	420,503	763,955	542,402	771,575
<b>Total Capital Assets</b>	<b>\$ 30,579,903</b>	<b>\$ 31,309,051</b>	<b>\$ 28,909,289</b>	<b>\$ 28,982,149</b>	<b>\$ 59,489,192</b>	<b>\$ 60,291,200</b>

**TOWN OF WICKENBURG, ARIZONA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2012**

**Long-term Debt**

The State imposes certain debt limitations on the Town of six percent (6%) and twenty percent (20%) of the outstanding assessed valuation of the Town. The Town's available debt margin at June 30, 2012 is \$4.3 million in the 6% capacity and \$14.4 million in the 20% capacity. Additional information on the debt limitations and capacities may be found in the statistical section of this report (page 98).

The following schedule shows the long-term obligations of the Town (both current and long-term) as of June 30, 2012 and 2011. Further detail on the Town's long-term obligations may be found in Note 3.C. and D. on pages 49-52.

**Table A-4  
Outstanding Debt**

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
Loans Payable	\$ -	\$ -	\$ 710,509	\$ 719,083	\$ 710,509	\$ 719,083
Notes Payable	-	-	1,947,940	2,094,190	1,947,940	2,094,190
Capital Leases	129,861	296,569	-	-	129,861	296,569
Compensated Absences	265,961	276,551	38,671	41,937	304,632	318,488
Other Postemployment Benefits	172,800	175,200	-	-	172,800	175,200
Total Outstanding Debt	<u>\$ 568,622</u>	<u>\$ 748,320</u>	<u>\$ 2,697,120</u>	<u>\$ 2,855,210</u>	<u>\$ 3,265,742</u>	<u>\$ 3,603,530</u>

**ECONOMIC FACTORS**

- ◆ A slight decrease in tax revenues as a result of a slow economy and numerous local business closures.
- ◆ Reduced construction activity causing a decrease in various licenses and permits.
- ◆ A decrease in citations along with an increase in community service in lieu of monetary fines.
- ◆ Building and infrastructure improvements including continuing upgrades to the pedestrian bridge restrooms.
- ◆ Continued street improvements.
- ◆ Replacement and upgrades to electrical infrastructure through user fees.
- ◆ Several water and wastewater infrastructure replacement and upgrades funded through grants and user fees.
- ◆ Capital improvement projects.
- ◆ Airport improvements, including a pavement preservation project on the runway.

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

**REQUESTS FOR INFORMATION**

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

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

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## **BASIC FINANCIAL STATEMENTS**

**TOWN OF WICKENBURG, ARIZONA**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and Investments	\$ 8,692,741	\$ 4,591,065	\$ 13,283,806
Accounts Receivable, Net:			
Accounts Receivable	56,240	424,703	480,943
Taxes Receivable	384	-	384
Intergovernmental Receivable	295,528	54,420	349,948
Inventories	8,911	84,440	93,351
Restricted Cash and Investments	12,295	130,965	143,260
Capital Assets:			
Non-Depreciable	17,166,112	5,273,643	22,439,755
Depreciable (Net)	13,413,791	23,635,646	37,049,437
Total Assets	39,646,002	34,194,882	73,840,884
<b>LIABILITIES</b>			
Accounts Payable	352,318	36,084	388,402
Accrued Salaries and Benefits	164,543	26,463	191,006
Accrued Interest Payable	-	30,748	30,748
Intergovernmental Payable	-	21,419	21,419
Customer Deposits Payable	12,295	131,025	143,320
Noncurrent Liabilities:			
Due Within One Year	160,818	173,766	334,584
Due in More Than One Year	407,804	2,523,354	2,931,158
Total Liabilities	1,097,778	2,942,859	4,040,637
<b>NET ASSETS</b>			
Invested in Capital Assets, Net of Related Debt	30,450,042	26,250,840	56,700,882
Restricted for:			
General Government	112,501	-	112,501
Highways and Streets	427,748	-	427,748
Public Safety	1,322	-	1,322
Debt Service	52	-	52
Capital Outlay	544,897	-	544,897
Unrestricted	7,011,662	5,001,183	12,012,845
Total Net Assets	\$ 38,548,224	\$ 31,252,023	\$ 69,800,247

See accompanying Notes to Basic Financial Statements.

**TOWN OF WICKENBURG, ARIZONA  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2012**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Primary Government		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>Primary Government:</b>							
Governmental Activities:							
General Government	\$ 1,692,571	\$ 1,077,676	\$ 16,305	\$ -	\$ (598,590)		\$ (598,590)
Public Safety	3,043,032	253,854	7,165	14,468	(2,767,545)		(2,767,545)
Highways and Streets	579,698	-	319,588	-	(260,110)		(260,110)
Culture and Recreation	1,386,769	219,180	-	-	(1,167,589)		(1,167,589)
Interest and Fiscal Charges	9,123	-	-	-	(9,123)		(9,123)
Total Governmental Activities	6,711,193	1,550,710	343,058	14,468	(4,802,957)		(4,802,957)
Business-Type Activities:							
Water	932,002	1,075,723	-	72,788		\$ 216,509	216,509
Electric	1,718,652	2,834,863	521,378	53,887		1,691,476	1,691,476
Sanitation	898,147	986,111	-	-		87,964	87,964
Wastewater	869,533	887,806	-	553,254		571,527	571,527
Airport	912,464	469,814	-	171,926		(270,724)	(270,724)
Total Business-Type Activities	5,330,798	6,254,317	521,378	851,855		2,296,752	2,296,752
Total Primary Government	\$ 12,041,991	\$ 7,805,027	\$ 864,436	\$ 866,323		2,296,752	(2,506,205)
General Revenues:							
Taxes							
Sales Taxes					2,679,830	-	2,679,830
Property Taxes					9,938	-	9,938
State Revenue Sharing - Unrestricted					537,042	-	537,042
State Sales Tax Revenue Sharing - Unrestricted					497,207	-	497,207
Auto Lieu Tax Revenue Sharing - Unrestricted					213,782	-	213,782
Investment Earnings					11,607	17,423	29,030
Other					72,882	31,630	104,512
Transfers					599,107	(599,107)	-
Total General Revenues and Transfers					4,621,395	(550,054)	4,071,341
Change in Net Assets					(181,562)	1,746,698	1,565,136
Net Assets - Beginning					38,729,786	29,505,325	68,235,111
Net Assets - Ending					\$ 38,548,224	\$ 31,252,023	\$ 69,800,247

See accompanying Notes to Basic Financial Statements.

**TOWN OF WICKENBURG, ARIZONA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012**

	General Fund	Capital Improvements Fund	Nonmajor Governmental Funds	Totals
<b>ASSETS</b>				
Cash and Investments	\$ 5,668,209	\$ 1,813,041	\$ 1,057,462	\$ 8,538,712
Restricted Cash and Investments	12,295	-	-	12,295
Receivables, Net:				
Accounts Receivable	42,829	-	1,078	43,907
Taxes Receivable	384	-	-	384
Intergovernmental Receivables	264,540	-	30,988	295,528
Total Assets	<u>\$ 5,988,257</u>	<u>\$ 1,813,041</u>	<u>\$ 1,089,528</u>	<u>\$ 8,890,826</u>
<b>LIABILITIES AND FUND BALANCE</b>				
Liabilities:				
Accounts Payable	\$ 352,318	\$ -	\$ -	\$ 352,318
Accrued Wages and Benefits	159,703	-	3,008	162,711
Customer Deposits Payable	12,295	-	-	12,295
Total Liabilities	<u>524,316</u>	<u>-</u>	<u>3,008</u>	<u>527,324</u>
Fund Balances:				
Restricted	-	-	1,086,520	1,086,520
Assigned	284,577	1,813,041	-	2,097,618
Unassigned	5,179,364	-	-	5,179,364
Total Fund Balance	<u>5,463,941</u>	<u>1,813,041</u>	<u>1,086,520</u>	<u>8,363,502</u>
Total Liabilities and Balance	<u>\$ 5,988,257</u>	<u>\$ 1,813,041</u>	<u>\$ 1,089,528</u>	<u>\$ 8,890,826</u>

See accompanying Notes to Basic Financial Statements.

**TOWN OF WICKENBURG, ARIZONA  
RECONCILIATION OF THE BALANCE SHEET  
OF GOVERNMENTAL FUNDS TO THE  
STATEMENT OF NET ASSETS  
JUNE 30, 2012**

Total Fund Balances - Total Governmental Funds \$ 8,363,502

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

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

Governmental fund capital assets (excluding internal service funds)	\$ 45,290,722	
Less accumulated depreciation (excluding internal service funds)	<u>(14,861,434)</u>	30,429,288

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

Compensated Absences		(265,516)
Capital Leases		(129,861)
Other Postemployment Benefits		(172,800)

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

323,611

Total Net Assets of Governmental Activities

\$ 38,548,224

**TOWN OF WICKENBURG, ARIZONA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2012**

	General Fund	Capital Improvements Fund	Nonmajor Governmental Funds	Totals
<b>REVENUES</b>				
Taxes:				
Sales Taxes	\$ 2,679,830	\$ -	\$ -	\$ 2,679,830
Property Taxes	9,938	-	-	9,938
Intergovernmental	1,276,645	-	328,912	1,605,557
Fines and Forfeitures	168,396	-	-	168,396
Licenses and Permits	93,747	-	-	93,747
Charges for Services	1,099,047	-	-	1,099,047
Rents and Royalties	181,830	-	7,690	189,520
Investment Earnings	9,047	-	2,561	11,608
Other	70,682	-	2,200	72,882
Total Revenues	<u>5,589,162</u>	<u>-</u>	<u>341,363</u>	<u>5,930,525</u>
<b>EXPENDITURES</b>				
Current:				
General Government	1,410,293	-	8,322	1,418,615
Public Safety	2,863,874	-	4,198	2,868,072
Highways and Streets	-	-	298,645	298,645
Culture and Recreation	1,249,848	-	-	1,249,848
Debt Service				
Principal Retirement	166,708	-	-	166,708
Interest on Long-Term Debt	9,123	-	-	9,123
Capital Outlay	-	129,021	16,224	145,245
Total Expenditures	<u>5,699,846</u>	<u>129,021</u>	<u>327,389</u>	<u>6,156,256</u>
Excess (Deficiency) of Revenues Over Expenditures	(110,684)	(129,021)	13,974	(225,731)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	821,741	800,000	4,200	1,625,941
Transfers Out	(4,200)	(1,019,734)	(2,900)	(1,026,834)
Total Other Financing Sources (Uses)	<u>817,541</u>	<u>(219,734)</u>	<u>1,300</u>	<u>599,107</u>
Net Change in Fund Balances	706,857	(348,755)	15,274	373,376
<b>FUND BALANCE</b>				
Beginning of Year	4,757,084	2,161,796	1,071,246	7,990,126
End of Year	<u>\$ 5,463,941</u>	<u>\$ 1,813,041</u>	<u>\$ 1,086,520</u>	<u>\$ 8,363,502</u>

See accompanying Notes to Basic Financial Statements.

**TOWN OF WICKENBURG, ARIZONA  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGE IN FUND BALANCES OF THE GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2012**

Net Change in Fund Balances - Total Governmental Funds \$ 373,376

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

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

Expenditures for capital assets (less internal service funds)	\$ 299,368	
Less current year depreciation (less internal service funds)	<u>(1,012,677)</u>	(713,309)

The statement of activities reports losses arising from the disposal of existing capital assets. Conversely, governmental funds do not report any gain or loss on disposals of capital assets (less internal service funds). (23,799)

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 assets. The issuance of long-term debt increases long-term liabilities on the statement of net assets and the repayment of principal on long-term debt reduces long-term debt on the statement of net assets.

Principal payments on capital leases		166,708
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Net decrease in other postemployment benefits		2,400
Net decrease in compensated absences (less internal service funds)		8,775

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenues of the internal service funds are reported with governmental activities. 4,287

Change in Net Assets of Governmental Activities		<u>\$ (181,562)</u>
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**TOWN OF WICKENBURG, ARIZONA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**  
**YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Taxes:				
Sales Taxes	\$ 2,530,000	\$ 2,612,230	\$ 2,679,830	\$ 67,600
Property Taxes	10,500	10,381	9,938	(443)
Intergovernmental Revenue	1,735,324	1,273,277	1,276,645	3,368
Fines and Forfeitures	226,575	204,018	168,396	(35,622)
Licenses and Permits	117,722	97,619	93,747	(3,872)
Charges for Services	1,112,808	1,111,595	1,099,047	(12,548)
Rents and Royalties	165,341	175,351	181,830	6,479
Investment Earnings	6,524	5,478	9,047	3,569
Other	125,640	50,188	70,682	20,494
Total Revenues	<u>6,030,434</u>	<u>5,540,137</u>	<u>5,589,162</u>	<u>49,025</u>
<b>EXPENDITURES</b>				
Current:				
General Government:				
Finance	264,726	268,240	251,915	16,325
Town Manager	392,620	248,878	241,175	7,703
Town Attorney	150,000	195,000	180,702	14,298
Town Clerk	192,614	190,544	193,680	(3,136)
Planning and Zoning	156,272	172,368	171,880	488
General Services	1,757,893	2,806,916	205,092	2,601,824
Town Court	220,065	207,773	165,849	41,924
Total General Government	<u>3,134,190</u>	<u>4,089,719</u>	<u>1,410,293</u>	<u>2,679,426</u>
Public Safety:				
Police Department	2,006,510	1,977,042	2,045,052	(68,010)
Dispatch and Jail	400	1,685	-	1,685
Fire	847,229	880,484	818,822	61,662
Total Public Safety	<u>2,854,139</u>	<u>2,859,211</u>	<u>2,863,874</u>	<u>(4,663)</u>
Culture and Recreation:				
Community Services	1,529,169	1,073,311	983,874	89,437
Library	290,211	289,094	248,125	40,969
Constellation and Rodeo Expense	55,100	52,560	17,849	34,711
Total Culture and Recreation	<u>1,874,480</u>	<u>1,414,965</u>	<u>1,249,848</u>	<u>165,117</u>
Debt Service:				
Principal	167,511	166,708	166,708	-
Interest	9,123	9,123	9,123	-
Total Debt Service	<u>176,634</u>	<u>175,831</u>	<u>175,831</u>	<u>-</u>
Total Expenditures	<u>8,039,443</u>	<u>8,539,726</u>	<u>5,699,846</u>	<u>2,839,880</u>
Excess (Deficiency) of Revenues Over Expenditures	(2,009,009)	(2,999,589)	(110,684)	2,888,905

(Continued)



**TOWN OF WICKENBURG, ARIZONA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE  
BUDGET AND ACTUAL (CONTINUED)  
GENERAL FUND  
YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	\$ 128,623	\$ 821,741	\$ 821,741	\$ -
Transfers Out	(7,569)	(5,500)	(4,200)	1,300
Total Other Financing Sources (Uses)	<u>121,054</u>	<u>816,241</u>	<u>817,541</u>	<u>1,300</u>
Net Change in Fund Balance	(1,887,955)	(2,183,348)	706,857	2,890,205
<b>FUND BALANCE</b>				
Beginning of Year	1,887,955	2,183,348	4,757,084	2,573,736
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,463,941</u>	<u>\$ 5,463,941</u>

See accompanying Notes to Basic Financial Statements.

**TOWN OF WICKENBURG, ARIZONA**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2012**

	Business-Type Activities			
	Water	Electric	Sanitation	Wastewater
<b>ASSETS</b>				
Current Assets:				
Cash and Investments	\$ 1,662,763	\$ 1,650,949	\$ 783,611	\$ 422,901
Receivables, Net:				
Accounts Receivable	97,739	199,198	56,357	69,534
Intergovernmental Receivable	-	-	-	-
Inventory	-	-	-	-
Restricted Cash and Investments	-	130,965	-	-
Total Current Assets	<u>1,760,502</u>	<u>1,981,112</u>	<u>839,968</u>	<u>492,435</u>
Noncurrent Assets:				
Capital Assets:				
Non-Depreciable	678,242	95,505	-	274,132
Depreciable (Net)	4,521,782	1,256,040	330,101	8,826,957
Total Noncurrent Assets	<u>5,200,024</u>	<u>1,351,545</u>	<u>330,101</u>	<u>9,101,089</u>
Total Assets	<u>6,960,526</u>	<u>3,332,657</u>	<u>1,170,069</u>	<u>9,593,524</u>
<b>LIABILITIES</b>				
Current Liabilities:				
Accounts Payable	-	-	-	-
Accrued Wages and Benefits	9,261	3,777	8,770	4,251
Intergovernmental Payable	229	21,159	-	-
Interest Payable	-	-	-	30,748
Customer Deposits Payable	-	130,965	-	-
Compensated Absences	2,569	542	6,043	4,777
Notes Payable	-	-	-	159,835
Total Current Liabilities	<u>12,059</u>	<u>156,443</u>	<u>14,813</u>	<u>199,611</u>
Noncurrent Liabilities:				
Compensated Absences	10,822	2,176	1,881	9,861
Notes Payable	-	-	-	2,498,614
Total Noncurrent Liabilities	<u>10,822</u>	<u>2,176</u>	<u>1,881</u>	<u>2,508,475</u>
Total Liabilities	<u>22,881</u>	<u>158,619</u>	<u>16,694</u>	<u>2,708,086</u>
<b>NET ASSETS</b>				
Invested in Capital Assets, Net of Related Debt	5,200,024	1,351,545	330,101	6,442,640
Unrestricted	1,737,621	1,822,493	823,274	442,798
Total Net Assets	<u>\$ 6,937,645</u>	<u>\$ 3,174,038</u>	<u>\$ 1,153,375</u>	<u>\$ 6,885,438</u>

See accompanying Notes to Basic Financial Statements.

<u>Business-Type Activities</u>		Governmental
<u>Airport</u>	<u>Totals</u>	Activities - Internal Service Fund
\$ 70,841	\$ 4,591,065	\$ 154,029
1,875	424,703	12,333
54,420	54,420	-
84,440	84,440	8,911
-	130,965	-
<u>211,576</u>	<u>5,285,593</u>	<u>175,273</u>
4,225,764	5,273,643	-
8,700,766	23,635,646	150,615
<u>12,926,530</u>	<u>28,909,289</u>	<u>150,615</u>
13,138,106	34,194,882	325,888
36,084	36,084	-
404	26,463	1,832
31	21,419	-
-	30,748	-
60	131,025	-
-	13,931	445
-	159,835	-
<u>36,579</u>	<u>419,505</u>	<u>2,277</u>
-	24,740	-
-	2,498,614	-
-	2,523,354	-
<u>36,579</u>	<u>2,942,859</u>	<u>2,277</u>
12,926,530	26,250,840	150,615
174,997	5,001,183	172,996
<u>\$ 13,101,527</u>	<u>\$ 31,252,023</u>	<u>\$ 323,611</u>

**TOWN OF WICKENBURG, ARIZONA**  
**STATEMENT REVENUES, EXPENSES, AND CHANGE IN FUND NET ASSETS**  
**PROPRIETARY FUNDS**  
**YEAR ENDED JUNE 30, 2012**

	Business-Type Activities			
	Water	Electric	Sanitation	Wastewater
Operating Revenues:				
Charges for Services	\$ 1,075,723	\$ 2,834,863	\$ 986,111	\$ 887,806
Operating Expenses:				
Cost of Sales and Services	681,773	1,662,005	719,461	478,340
Depreciation	250,229	56,647	178,686	297,395
Total Operating Expenses	<u>932,002</u>	<u>1,718,652</u>	<u>898,147</u>	<u>775,735</u>
Operating Income (Loss)	143,721	1,116,211	87,964	112,071
Nonoperating Revenues (Expense):				
Intergovernmental	-	521,378	-	-
Investment Earnings	3,146	12,341	1,282	524
Interest Expense	-	-	-	(93,798)
Other	18,559	2,777	2,985	2,013
Total Nonoperating Revenues (Expenses)	<u>21,705</u>	<u>536,496</u>	<u>4,267</u>	<u>(91,261)</u>
Income (Loss) Before Contributions and Transfers	165,426	1,652,707	92,231	20,810
Capital Contributions	72,788	53,887	-	553,254
Transfers In	39,546	-	-	110,430
Transfers Out	-	(813,674)	-	-
Change in Net Assets	277,760	892,920	92,231	684,494
Net Assets				
Beginning of Year	6,659,885	2,281,118	1,061,144	6,200,944
End of Year	<u>\$ 6,937,645</u>	<u>\$ 3,174,038</u>	<u>\$ 1,153,375</u>	<u>\$ 6,885,438</u>

See accompanying Notes to Basic Financial Statements.

<u>Business-Type Activities</u>		Governmental
<u>Airport</u>	<u>Total</u>	Activities - Internal Service Fund
\$ 469,814	\$ 6,254,317	\$ 492,197
431,317	3,972,896	467,313
481,147	1,264,104	24,696
<u>912,464</u>	<u>5,237,000</u>	<u>492,009</u>
(442,650)	1,017,317	188
-	521,378	
130	17,423	364
-	(93,798)	-
5,296	31,630	3,735
<u>5,426</u>	<u>476,633</u>	<u>4,099</u>
(437,224)	1,493,950	4,287
171,926	851,855	-
64,591	214,567	-
<u>-</u>	<u>(813,674)</u>	<u>-</u>
(200,707)	1,746,698	4,287
13,302,234	29,505,325	319,324
<u>\$ 13,101,527</u>	<u>\$ 31,252,023</u>	<u>\$ 323,611</u>

**TOWN OF WICKENBURG, ARIZONA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2012**

	Business-Type Activities			
	Water	Electric	Sanitation	Wastewater
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from Customers	\$ 1,036,272	\$ 2,756,673	\$ 977,944	859,035
Payments to Suppliers	(391,689)	(1,515,618)	(444,315)	(353,074)
Payments to Employees	(282,155)	(113,002)	(262,436)	(124,814)
Other Receipts	18,559	2,777	2,985	2,013
Customer Deposits	-	2,141	-	-
Net Cash Flows from Operating Activities	<u>380,987</u>	<u>1,132,971</u>	<u>274,178</u>	<u>383,160</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Intergovernmental	-	521,378	-	-
Transfers In	39,546	-	-	110,430
Transfers Out	-	(813,674)	-	-
Net Cash Flows from Noncapital Financing Activities	<u>39,546</u>	<u>(292,296)</u>	<u>-</u>	<u>110,430</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Capital Grants and Contributions	123,624	53,887	-	563,663
Purchases of Capital Assets	(70,841)	(133,095)	(139,933)	(640,598)
Principal Paid on Capital Debt	-	-	-	(154,824)
Interest Paid on Capital Debt	-	-	-	(96,107)
Net Cash Flows from Capital and Related Financing Activities	<u>52,783</u>	<u>(79,208)</u>	<u>(139,933)</u>	<u>(327,866)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment Earnings	<u>3,146</u>	<u>12,341</u>	<u>1,282</u>	<u>524</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	476,462	773,808	135,527	166,248
Cash and Cash Equivalents - Beginning of Year	1,186,301	1,008,106	648,084	256,653
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 1,662,763</u>	<u>\$ 1,781,914</u>	<u>\$ 783,611</u>	<u>\$ 422,901</u>
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET ASSETS</b>				
Cash and Investments	\$ 1,662,763	\$ 1,650,949	\$ 783,611	\$ 422,901
Restricted Assets	-	130,965	-	-
Total Cash and Cash Equivalents	<u>\$ 1,662,763</u>	<u>\$ 1,781,914</u>	<u>\$ 783,611</u>	<u>\$ 422,901</u>

See accompanying Notes to Basic Financial Statements.

<u>Business-Type Activities</u>		Governmental Activities - Internal Service Fund
<u>Airport</u>	<u>Total</u>	
\$ 481,324	\$ 6,111,248	\$ 502,936
(398,678)	(3,103,374)	(394,412)
(25,212)	(807,619)	(61,776)
5,296	31,630	3,735
(30)	2,111	-
<u>62,700</u>	<u>2,233,996</u>	<u>50,483</u>
-	521,378	-
64,591	214,567	-
-	(813,674)	-
<u>64,591</u>	<u>(77,729)</u>	<u>-</u>
130,602	871,776	-
(238,238)	(1,222,705)	(32,656)
-	(154,824)	-
<u>-</u>	<u>(96,107)</u>	<u>-</u>
(107,636)	(601,860)	(32,656)
<u>130</u>	<u>17,423</u>	<u>364</u>
19,785	1,571,830	18,191
51,056	3,150,200	135,838
<u>\$ 70,841</u>	<u>\$ 4,722,030</u>	<u>\$ 154,029</u>
\$ 70,841	\$ 4,591,065	\$ 154,029
-	130,965	-
<u>\$ 70,841</u>	<u>\$ 4,722,030</u>	<u>\$ 154,029</u>

**TOWN OF WICKENBURG, ARIZONA  
STATEMENT OF CASH FLOWS (CONTINUED)  
PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2012**

	Business-Type Activities			
	Water	Electric	Sanitation	Wastewater
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>				
Operating Income (Loss)	\$ 143,721	\$ 1,116,211	\$ 87,964	\$ 112,071
Depreciation Expense	250,229	56,647	178,686	297,395
Loss on Disposal of Capital Assets	-	19,762	11,699	-
Nonoperating Receipts	18,559	2,777	2,985	2,013
Change in Assets/Liabilities:				
Receivables, Net	(39,451)	(78,190)	(8,167)	(28,771)
Inventory	-	-	-	-
Intergovernmental Payables	33	10,555	-	-
Accounts Payable	-	-	-	-
Accrued Wages and Benefits	2,088	876	1,968	338
Customer Deposits Payable	-	2,141	-	-
Compensated Absences	5,808	2,192	(957)	114
Net Cash Provided (Used) by Operating Activities	\$ 380,987	\$ 1,132,971	\$ 274,178	\$ 383,160



<u>Business-Type Activities</u>		<u>Governmental Activities - Internal Service Fund</u>
<u>Airport</u>	<u>Total</u>	
\$ (442,650)	\$ 1,017,317	\$ 188
481,147	1,264,104	24,696
-	31,461	-
5,296	31,630	3,735
11,510	(143,069)	10,739
(18,348)	(18,348)	12,655
1	10,589	-
36,084	36,084	-
113	5,383	285
(30)	2,111	-
(10,423)	(3,266)	(1,815)
<u>\$ 62,700</u>	<u>\$ 2,233,996</u>	<u>\$ 50,483</u>

**TOWN OF WICKENBURG, ARIZONA  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
JUNE 30, 2012**

	<u>Fire Pension</u>
<b>Assets</b>	
Current Assets	
Cash and Cash Equivalents	<u>\$ 9,066</u>
<b>Net Assets</b>	
Held In Trust	<u><u>\$ 9,066</u></u>

*See accompanying Notes to Basic Financial Statements.*

**TOWN OF WICKENBURG, ARIZONA  
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
YEAR ENDED JUNE 30, 2012**

	Firemen Pension Trust
Additions:	
Contributions:	
State Insurance Premium	\$ 6,670
Investment Earnings	72
Total Additions	6,742
 Deductions	
Benefits	5,009
 Change in Net Assets	1,733
 Net Assets, Beginning of Year	7,333
Net Assets, End of Year	\$ 9,066

See accompanying Notes to Basic Financial Statements.

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## **NOTES TO BASIC FINANCIAL STATEMENTS**

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**TOWN OF WICKENBURG, ARIZONA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**A. Reporting Entity**

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

The Town reports the following blended component unit:

The Town of Wickenburg, Arizona Public Facilities Municipal Property Corporation (APFMPC). The APFMPC is a legal separate entity comprised of a five member board approved by the Mayor and ratified by the Town Council. The APFMPC was formed to fund the construction of the wastewater treatment facility through a USDA loan. The APFMPC provides a financial benefit to the Town through the ability to issue debt. The Town has a moral obligation to pay the debt of the APFMPC.

**B. Government-Wide and Fund Financial Statements**

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

**TOWN OF WICKENBURG, ARIZONA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

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

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

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

The Town reports the following major governmental funds:

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

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

The Town reports the following major proprietary funds:

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

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

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

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



**TOWN OF WICKENBURG, ARIZONA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

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

Additionally, the government reports the following fund types:

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

The *Fire Pension Fund* accounts for the Town's Volunteer Firefighters' Relief and Pension Fund, a defined contribution plan for which the assets are held by the Town in a trustee capacity. Contributions are made by the Town as well as by the Town's firefighters.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for the business-type activities and enterprise funds, subject to this same limitation. The Town has elected not to follow subsequent private-sector guidance.

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

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

**D. Assets, Liabilities, and Net Assets or Equity**

**1. Deposits and Investments**

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

**TOWN OF WICKENBURG, ARIZONA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

**1. Deposits and Investments (Continued)**

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

**2. Accounts and Property Tax Receivables**

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

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

**3. Intergovernmental Receivables**

Intergovernmental receivables include amounts due from other government agencies and include Town sales tax (\$204,727), Highway User Revenue fuel tax (\$30,988), State sales tax (\$42,224), auto lieu (\$17,320) and miscellaneous grants (\$269) in the governmental funds and governmental activities column of the government-wide financial statements. Enterprise funds and business-type activities report \$54,420 in federal grants receivable.

**4. Inventories**

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

**TOWN OF WICKENBURG, ARIZONA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

**5. Capital Assets**

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

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

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

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

**6. Compensated Absences**

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

**7. Long-Term Obligations**

In the government-wide financial statements, and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund statements of net assets.

**TOWN OF WICKENBURG, ARIZONA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

**8. Net Assets**

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

None of the restricted net assets are restricted by enabling legislation.

**9. Fund Balances**

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

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

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

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

**TOWN OF WICKENBURG, ARIZONA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. Budgetary Information**

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

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

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

No supplementary budgetary appropriations were necessary during the year.

**TOWN OF WICKENBURG, ARIZONA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)**

**B. Excess of Expenditures Over Appropriations**

Expenditures exceeded appropriations in the following funds:

	Amount of Overexpenditure
General Fund:	
Town Clerk	3,136
Police Department	\$ 68,010

Cash was available to meet all of the overexpenditures listed above.

**NOTE 3 DETAILED NOTES ON ALL FUNDS**

**A. Assets**

**1. Deposits and Investments**

Deposits and investments at June 30, 2012 consist of the following:

Deposits:	
Cash on Hand	\$ 990
Cash in Bank	1,147,600
Investments:	
State Treasurer's Investment Pool	12,287,542
Total Deposits and Investments	13,436,132
Less:	
Restricted Assets	(143,260)
Fiduciary Funds	(9,066)
Total Cash and Investments	\$ 13,283,806

**Deposits**

The Town's deposits at June 30, 2012 had a carrying value of \$1,147,600 and a bank balance of \$1,372,781. Of the bank balance, \$250,000 was covered by federal depository insurance and \$1,122,781 was covered by collateral held by the Town's custodial bank in the Town's name. Therefore, the Town's deposits were not exposed to any custodial credit risk.

**TOWN OF WICKENBURG, ARIZONA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**A. Assets (Continued)**

**1. Deposits and Investments (Continued)**

**Investments**

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

*Interest Rate Risk* – In accordance with its investment policy, the Town manages its exposure to declines in fair value by limiting the average maturity of its investments to six months or less. The Town’s investment in the State Treasurer Pool includes \$10,202,746 invested in State of Arizona Pool 5, which has a weighted average maturity of 26 days and \$2,084,796 invested in the State of Arizona Pool 7, which has a weighted average maturity of 29 days.

*Credit Risk* – The Town does not have a policy relating to credit risk. The Town’s investment in the State Treasurer’s Investment Pool 5 maintains a AAF/S1+ rating from Standard and Poor’s and the Town’s investment in the State Treasurer’s Investment Pool 7 is invested in securities backed by the U.S. Government and has a weighted average rating of AA+.

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

**2. Restricted Assets**

Restricted assets in the Enterprise Funds at June 30, 2012 consisted of the following:

	Governmental Activities	Business-Type Activities	Total
Customer Deposits	\$ 12,295	\$ 130,965	\$ 143,260

**TOWN OF WICKENBURG, ARIZONA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**A. Assets (Continued)**

**3. Capital Assets**

Capital asset activity for the year ended June 30, 2012 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental Activities:</b>				
Capital Assets, Not Being Depreciated:				
Land	\$ 17,043,305	\$ 1,408	\$ (500)	\$ 17,044,213
Construction in Progress	7,620	121,899	(7,620)	121,899
Total Capital Assets, Not Being Depreciated	17,050,925	123,307	(8,120)	17,166,112
Capital Assets, Being Depreciated:				
Land and Improvements	3,894,059	52,580	-	3,946,639
Buildings and Improvements	4,239,306	-	-	4,239,306
Infrastructure	15,265,875	-	-	15,265,875
Intangible Property	52,070	-	-	52,070
Furniture and Equipment	2,285,218	49,041	(36,635)	2,297,624
Vehicles	2,895,046	114,716	(115,814)	2,893,948
Total Capital Assets, Being Depreciated	28,631,574	216,337	(152,449)	28,695,462
Accumulated Depreciation for:				
Land and Improvements	(1,200,198)	(171,479)	-	(1,371,677)
Buildings and Building Improvements	(2,847,920)	(89,433)	-	(2,937,353)
Infrastructure	(6,949,392)	(430,325)	-	(7,379,717)
Intangible Property	(2,604)	(1,302)	-	(3,906)
Furniture and Equipment	(1,319,144)	(144,161)	32,960	(1,430,345)
Vehicles	(2,054,190)	(200,673)	96,190	(2,158,673)
Total Accumulated Depreciation	(14,373,448)	(1,037,373)	129,150	(15,281,671)
Total Capital Assets, Being Depreciated, Net Governmental Activities	14,258,126	(821,036)	(23,299)	13,413,791
Capital Assets, Net	<u>\$ 31,309,051</u>	<u>\$ (697,729)</u>	<u>\$ (31,419)</u>	<u>\$ 30,579,903</u>



**TOWN OF WICKENBURG, ARIZONA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**A. Assets (Continued)**

**3. Capital Assets (Continued)**

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Business-Type Activities:</b>				
Capital Assets, Not Being Depreciated:				
Land	\$ 4,853,140	\$ -	\$ -	\$ 4,853,140
Construction in Progress	763,955	436,846	(780,298)	420,503
Total Capital Assets, Not Being Depreciated	5,617,095	436,846	(780,298)	5,273,643
Capital Assets, Being Depreciated:				
Land Improvements	810,403	-	-	810,403
Wells, Waterlines and Improvements	5,318,020	26,476	-	5,344,496
Electric Meters and Wires	1,543,265	-	-	1,543,265
Sewer Treatment Plant	7,148,872	415,578	-	7,564,450
Sewer Lines and Mains	2,693,880	780,298	-	3,474,178
Airport Runways and Hangars	12,811,426	67,968	-	12,879,394
Furniture, Equipment and Vehicles	5,660,572	275,837	(140,126)	5,796,283
Total Capital Assets, Being Depreciated	35,986,438	1,566,157	(140,126)	37,412,469
Accumulated Depreciation for:				
Land Improvements	(512,442)	(13,003)	-	(525,445)
Wells, Waterlines and Improvements	(1,296,028)	(182,564)	-	(1,478,592)
Electric Meters and Wires	(357,960)	(49,268)	-	(407,228)
Sewer Treatment Plant	(1,627,862)	(176,273)	-	(1,804,135)
Sewer Lines and Mains	(592,989)	(90,174)	-	(683,163)
Airport Runways and Hangars	(3,987,730)	(459,664)	-	(4,447,394)
Furniture, Equipment and Vehicles	(4,246,373)	(293,158)	108,665	(4,430,866)
Total Accumulated Depreciation	(12,621,384)	(1,264,104)	108,665	(13,776,823)
Total Capital Assets, Being Depreciated, Net	23,365,054	302,053	(31,461)	23,635,646
Business-Type Activities Capital Assets, Net	\$ 28,982,149	\$ 738,899	\$ (811,759)	\$ 28,909,289

**TOWN OF WICKENBURG, ARIZONA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**A. Assets (Continued)**

**3. Capital Assets (Continued)**

Depreciation expense was charged to functions/programs as follows:

Governmental Activities:	
General Government	\$ 354,151
Public Safety	229,677
Highways and Streets	306,179
Culture and Recreation	<u>147,366</u>
Total Depreciation Expense, Governmental Activities	<u><u>\$ 1,037,373</u></u>
Business-Type Activities:	
Water	\$ 250,229
Electric	56,647
Sanitation	178,686
Wastewater	297,395
Airport	<u>481,147</u>
Total Depreciation Expense, Business-Type Activities	<u><u>\$ 1,264,104</u></u>

**4. Construction Commitments**

The Town has active construction projects at June 30, 2012. At fiscal year end the Town's commitments with contractors were as follows:

Project	<u>Governmental Activities</u>	
	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Pavement Restoration	<u>\$ 3,816</u>	<u>\$ 153,579</u>
Project	<u>Business-Type Activities</u>	
	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Washington Street Electric Upgrades	\$ 95,505	\$ 282,965
Yucca Water Tank	40,421	121,275
Airport Pavement Preservation	78,642	197,407
Airport Master Plan	181,848	30,214
Total	<u><u>\$ 396,416</u></u>	<u><u>\$ 631,861</u></u>

**TOWN OF WICKENBURG, ARIZONA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**B. Interfund Transfers**

Interfund transfers for the year ended June 30, 2012 consisted of the following:

Transfers In	Transfers Out				Total
	General Fund	Capital Improvements Fund	Nonmajor Governmental Funds	Electric Fund	
General Fund	\$ -	\$ 808,067	\$ -	\$ 13,674	\$ 821,741
Capital Improvements Fund	-	-	-	800,000	800,000
Nonmajor Governmental Funds	4,200	-	-	-	4,200
Water Fund	-	39,546	-	-	39,546
Wastewater Fund	-	107,530	2,900	-	110,430
Airport Fund	-	64,591	-	-	64,591
	<u>\$ 4,200</u>	<u>\$ 1,019,734</u>	<u>\$ 2,900</u>	<u>\$ 813,674</u>	<u>\$ 1,840,508</u>

The General Fund transferred \$4,200 to the Debt Service Fund to fund the health insurance payments for two retired employees, in accordance with the Town's other postemployment benefits. The Capital Improvement Fund transferred \$808,067 to the General Fund to fund a \$128,623 communication system paid out of the police department and to transfer \$679,444 in funds received from the sale of the community center and related land; this transactions occurred several years ago and the funds were held in the Capital Improvements Fund until an authorized transfer to the General Fund occurred. The Capital Improvements Fund also transferred \$39,546, \$107,530 and \$,64,591 to the Water Fund, Wastewater Fund and Airport Fund, respectively, to transfer assets purchased from the governmental funds to the enterprise funds. The Development Fees Fund transferred \$2,900 to the Wastewater Fund to pay a portion of the long-term debt and the Electric Fund transferred \$13,674 to the General Fund to pay for an electric hybrid vehicle for the new town manager. The Electric fund transferred \$800,000 to the Capital Improvements Fund, in accordance with Town policy, in which excess revenues from the Electric Fund are used for future capital.

**C. Obligations Under Capital Leases**

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

The assets acquired through capital leases are as follows:

Asset:	Governmental Activities
Vehicles	\$ 175,169
Less: Accumulated Depreciation	(35,034)
Total	<u>\$ 140,135</u>

**TOWN OF WICKENBURG, ARIZONA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**C. Obligations Under Capital Leases (Continued)**

Current year amortization expense is included in depreciation expense.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2012, were as follows:

Year Ending June 30,	Governmental Activities
2012	\$ 47,208
2013	47,208
2014	47,308
Total Minimum Lease Payment	141,724
Less: Amount Representing Interest	(11,863)
Present Value of Minimum Lease Payments	<u>\$ 129,861</u>

**D. Long-Term Obligations**

The Town has a loan and notes payable issued to provide funds for the acquisition and construction of major capital facilities. The USDA Loan payable is a federal loan coupled with federal grant revenues. The loan, along with the USDA grant, is being used for improvements to the wastewater treatment facility. The loan provides for funds to be drawn as utilized. As of June 30, 2012, the Town has drawn down all available funds of the original July 2006 issue. The Town has pledged wastewater charges for services, miscellaneous revenues and interest revenues to repay \$742,000 in USDA loans through August 2046. Annual principal and interest payments on the loan is expected to require less than 5.0 percent of net revenues. The total principal and interest remaining to be paid on the loan is \$1,361,802. Principal and interest paid for the current year and total pledged revenues were \$36,259 and \$887,806, respectively.

The Water Infrastructure Authority (WIFA) note payable was issued to provide funding for improvements to the wastewater treatment facility. The note provides for funds to be drawn as utilized. As of June 30, 2012, the Town has drawn down all available funds of the original January 2003 issue. The Town has pledged wastewater charges for services, miscellaneous revenues and interest revenues to repay \$3,000,000 in WIFA notes through July 2022. Annual principal and interest payments on the note is expected to require approximately 25.0 percent of net revenues. The total principal and interest remaining to be paid on the loan is \$2,335,996. Principal and interest paid for the current year and total pledged revenues were \$212,363 and \$887,806, respectively.

Compensated absences are paid by the applicable fund where each employee is regularly paid, primarily the General Fund for the governmental activities.

**TOWN OF WICKENBURG, ARIZONA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**D. Long-Term Obligations (Continued)**

The Town has the following loans and notes outstanding at June 30, 2012:

Description	Original Issue	Interest Rate	Maturity	Balance - End of Year
<b>Business-Type Activities:</b>				
Loans Payable:				
USDA Loan Payable	\$ 742,000	4.50%	7/1/12 - 47	<u>\$ 710,509</u>
Notes Payable				
Water Infrastructure Finance Authority (WIFA) of Arizona	\$ 3,000,000	3.16%	7/1/12 - 22	<u>\$ 1,947,940</u>

Changes in long-term obligations for the year ended June 30, 2012 are as follows:

	July 1, 2011	Additions	Retirements	June 30, 2012	Due within One Year
<b>Governmental Activities:</b>					
Other Liabilities:					
Capital Leases	\$ 296,569	\$ -	\$ (166,708)	\$ 129,861	\$ 41,365
Compensated Absences	276,551	169,089	(179,679)	265,961	117,053
Other Postemployment Benefits	175,200	-	(2,400)	172,800	2,400
Total Governmental Activities	<u>\$ 748,320</u>	<u>\$ 169,089</u>	<u>\$ (348,787)</u>	<u>\$ 568,622</u>	<u>\$ 160,818</u>
<b>Business-Type Activities:</b>					
Loans and Notes Payable:					
Loans Payable	719,083	-	(8,574)	710,509	8,968
Notes Payable	2,094,190	-	(146,250)	1,947,940	150,867
Total Loans and Notes Payable	2,813,273	-	(154,824)	2,658,449	159,835
Other Liabilities:					
Compensated Absences	41,937	28,513	(31,779)	38,671	13,931
Total Business-Type Activities Liabilities	<u>\$ 2,855,210</u>	<u>\$ 28,513</u>	<u>\$ (186,603)</u>	<u>\$ 2,697,120</u>	<u>\$ 173,766</u>

**TOWN OF WICKENBURG, ARIZONA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**D. Long-Term Obligations (Continued)**

Debt service requirements on long-term debt at June 30, 2012 are as follows:

Year Ended June 30,	Business-Type Activities	
	Principal	Interest
2013	\$ 159,835	\$ 90,904
2014	165,010	85,654
2015	170,354	80,233
2016	175,873	74,634
2017-2021	968,696	282,549
2022-2026	479,066	143,046
2027-2031	92,185	111,604
2032-2036	115,397	88,391
2037-2041	144,452	59,335
2042-2046	180,825	22,962
2047	6,756	37
	<u>\$ 2,658,449</u>	<u>\$ 1,039,349</u>

**E. Fund Balance Classifications**

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

	General Fund	Capital Improvements Fund	Nonmajor Governmental Funds	Totals
Spendable				
Restricted				
Court Enhancement	\$ -	\$ -	\$ 112,501	\$ 112,501
Maintenance of Highways and Streets	-	-	427,748	427,748
Police Grants	-	-	1,322	1,322
Debt Service	-	-	52	52
Capital Outlay	-	-	544,897	544,897
Assigned				
Cemetery Operations	164,731	-	-	164,731
Court Enhancement	28,571	-	-	28,571
Computer and Reading Program	27,274	-	-	27,274
Rodeo Grounds Operations	31,252	-	-	31,252
Miscellaneous Programs	32,749	-	-	32,749
Capital Outlay	-	1,813,041	-	1,813,041
Unassigned	5,179,364	-	-	5,179,364
	<u>\$ 5,463,941</u>	<u>\$ 1,813,041</u>	<u>\$ 1,086,520</u>	<u>\$ 8,363,502</u>

**TOWN OF WICKENBURG, ARIZONA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 4 OTHER INFORMATION**

**A. Risk Management**

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

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

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

**B. Retirement Plans**

**Firefighters' Relief and Pension Plan**

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

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

**TOWN OF WICKENBURG, ARIZONA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**B. Retirement Plans (Continued)**

**Firefighters' Relief and Pension Plan (Continued)**

The State of Arizona is required by statute to contribute a portion of the annual tax received on fire insurance premiums. During the fiscal year ended June 30, 2012, the State contribution was \$6,670. No employer or employee contributions were required during the fiscal year.

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

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

**Arizona State Retirement System**

**Plan Description**

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

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

**Funding Policy**

The Arizona State Legislature establishes and may amend active plan members' and The Town's contribution rate. For the year ended June 30, 2012, active plan members and the Town were each required by statute to contribute at the actuarially determined rate of 10.74 percent (9.87 percent retirement, 0.63 percent for health insurance premium, and 0.24 percent long-term disability) of the members' annual covered payroll. The Town's contributions to the System for the years ended June 30, 2012 and prior two fiscal years are as follows:

<u>Years Ended June 30,</u>	<u>Retirement Fund</u>	<u>Health Benefit Supplement Fund</u>	<u>Long-Term Disability Fund</u>
2012	\$ 186,479	\$ 11,903	\$ 4,534
2011	170,290	11,151	4,725
2010	167,128	21,599	8,388



**TOWN OF WICKENBURG, ARIZONA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**B. Retirement Plans (Continued)**

**Public Safety Personnel Retirement System (PSPRS)**

**Plan Description**

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

**Funding Policy**

Covered employees are required to contribute 7.65 percent of their annual salary to the PSPRS and 8.50 percent for ACORP. The Town is required to contribute the remaining amounts necessary to fund the PSPRS and ACORP, as determined by the actuarial basis specified by statute. The current rate is 20.78 percent for police, 10.22 percent for firefighters and 9.47 percent for dispatchers, of annual covered payroll.

**Annual Pension Cost**

During the year ended June 30, 2012 the Town of Wickenburg, Arizona's annual pension cost of \$182,236 for police, \$43,452 for firefighters and \$18,209 for dispatchers was equal to the Town of Wickenburg, Arizona's required and actual contributions.

**Three-Year Trend Information**

**Police**

Fiscal Year Ended June 30,	Annual Pension Cost (APC)	Percent Contributed	Net Pension Obligation
2010	\$ 131,428	100.0 %	\$ -
2011	172,785	100.0	-
2012	182,236	100.0	-

Fiscal Year Ended June 30,	Annual OPEB Cost	Percent Contributed	OPEB Benefit Obligation
2010	\$ 10,642	100.0 %	\$ -
2011	14,084	100.0	-
2012	14,076	100.0	-

**TOWN OF WICKENBURG, ARIZONA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**B. Retirement Plans (Continued)**

**Public Safety Personnel Retirement System (PSPRS) (Continued)**

**Three-Year Trend Information**

**Fire**

Fiscal Year Ended June 30,	Annual Pension Cost (APC)	Percent Contributed	Net Pension Obligation
2010	\$ 50,947	100.0 %	\$ -
2011	42,993	100.0	-
2012	43,452	100.0	-

Fiscal Year Ended June 30,	Annual OPEB Cost	Percent Contributed	OPEB Benefit Obligation
2010	\$ 2,384	100.0 %	\$ -
2011	3,800	100.0	-
2012	4,247	100.0	-

**ACORP Dispatchers**

Fiscal Year Ended June 30,	Annual Pension Cost (APC)	Percent Contributed	Net Pension Obligation
2010	\$ 30,327	100.0 %	\$ -
2011	33,216	100.0	-
2012	18,209	101.0	-

Fiscal Year Ended June 30,	Annual OPEB Cost	Percent Contributed	OPEB Benefit Obligation
2010	\$ 4,059	100.0 %	\$ -
2011	5,272	100.0	-
2012	4,215	100.0	-

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

**TOWN OF WICKENBURG, ARIZONA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**B. Retirement Plans (Continued)**

**Public Safety Personnel Retirement System (PSPRS) (Continued)**

The required contribution for the annual pension cost and OPEB cost were determined as part of the June 30, 2010 actuarial valuation using an entry age actuarial funding method. Significant actuarial assumptions used in determining the entry age actuarial accrued liability include (a) a rate of return on the investment of present and future assets of 8.50% per year compounded annually, (b) projected salary increases of 5.5% per year compounded annually, and (c) additional projected salary increases of 0.0% to 3.0% per year attributable to seniority/merit.

The actuarial value of the Town of Wickenburg, Arizona's assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a seven-year period. The Town of Wickenburg, Arizona's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at June 30, 2010, was 27 years.

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

**Funded Status and Funding Progress**

As of June 30, 2011, the plan was 59.2, 94.0 and 68.5 percent funded for police, fire and dispatchers, respectively. The actuarial accrued liability for benefits was \$3.7 million, \$574K and \$555K, for police, fire and dispatchers, respectively. The actuarial value of assets was \$2.2 million, \$540K and \$380, resulting in an unfunded actuarial accrued liability of (UAAL) of \$1.5 million, \$35K and 175K, respectively. The covered payroll (annual payroll of active employees covered by the plan) was \$875K, \$424K, and 173K, for police, fire and dispatchers; and the ratio of the UAAL to the covered payroll was 174.7%, 8.2% and 101.2%, respectively.

As of June 30, 2011, the most recent actuarial valuation date, the other postemployment benefits (health insurance subsidy) was 0 percent funded for police, fire and dispatchers, respectively. The actuarial accrued liability for benefits was \$149K, \$32K and \$23K, for police, fire and dispatchers, respectively. The actuarial value of assets was \$-0-, resulting in an unfunded actuarial accrued liability of (UAAL) of \$149K, \$32K and 23K, respectively. The covered payroll (annual payroll of active employees covered by the plan) was \$875K, \$424K, and 173K, for police, fire and dispatchers; and the ratio of the UAAL to the covered payroll was 17.1%, 7.6% and 13.1%, respectively.

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

**TOWN OF WICKENBURG, ARIZONA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**C. Postemployment Benefits Other Than Pension Benefits**

**Plan Description**

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

**Benefits Provided**

The Town provides postretirement insurance (medical) benefits (OPEB), in accordance with the Towns retirement policy. The Town currently has two employees utilizing the benefits; three employees eligible, but not yet retired; and two employees who may become eligible after 25 years of service.

**Funding Policy**

For each eligible retiree, the Town makes annual contributions capped at \$1,200. The expenditures are recorded on a pay-as-you-go basis and net of any subsidies received from the Arizona State Retirement System or Public Safety Personnel Retirement Program. During the year ended June 30, 2012 the Town had made \$2,400 of contributions to this program.

**Assumptions**

An actuarial report was not conducted for this plan. Therefore, to accurately measure the liability of the postemployment benefits, the Town needed to make some assumptions. The Town made the assumption that each member participating would have an average life-span of 84 years for females and 80 years for males. This assumption is consistent with the actuarial performed for the Public Safety Personnel Retirement System. The Town also made the assumption that the average retirement age of the participating employees would be when the employee turns 62 years of age. Lastly, the assumption was made that the five remaining eligible employees will stay employed at the Town until they reach 25 years of service.

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

## **REQUIRED SUPPLEMENTARY INFORMATION**

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**TOWN OF WICKENBURG, ARIZONA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF FUNDING PROGRESS  
JUNE 30, 2012**

**Public Safety Personnel Retirement System  
Police**

Valuation Date June 30,	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Percent Funded	Over (Under) Funded AAL	Annual Covered Payroll	Over (Under) Funded AAL as a Percentage of Covered Payroll
2009	\$ 1,845,519	\$ 3,002,703	61.5 %	\$ (1,157,184)	\$ 884,912	(130.8)%
2010	1,967,668	3,259,001	60.4	(1,291,333)	848,786	(152.1)
2011	2,218,386	3,746,757	59.2	(1,528,371)	874,887	(174.7)

**Other Postemployment Benefits (Health Insurance Subsidy)**

Valuation Date June 30,	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Percent Funded	Over (Under) Funded AAL	Annual Covered Payroll	Over (Under) Funded AAL as a Percentage of Covered Payroll
2009	\$ -	\$ 121,529	- %	\$ (121,529)	\$ 884,912	(13.7)%
2010	-	123,809	-	(123,809)	848,786	(14.6)
2011	-	149,177	-	(149,177)	874,887	(17.1)

**Fire**

Valuation Date June 30,	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Percent Funded	Over (Under) Funded AAL	Annual Covered Payroll	Over (Under) Funded AAL as a Percentage of Covered Payroll
2009	\$ 311,732	\$ 365,558	85.3 %	\$ (53,826)	\$ 411,364	(13.1)%
2010	427,925	449,520	95.2	(21,595)	419,325	(5.2)
2011	540,132	574,850	94.0	(34,718)	423,500	(8.2)

**Other Postemployment Benefits (Health Insurance Subsidy)**

Valuation Date June 30,	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Percent Funded	Over (Under) Funded AAL	Annual Covered Payroll	Over (Under) Funded AAL as a Percentage of Covered Payroll
2009	\$ -	\$ 14,982	- %	\$ (14,982)	\$ 411,364	(3.6)%
2010	-	18,732	-	(18,732)	419,325	(4.5)
2011	-	32,187	-	(32,187)	423,500	(7.6)

**TOWN OF WICKENBURG, ARIZONA  
REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)  
SCHEDULE OF FUNDING PROGRESS  
JUNE 30, 2012**

**Public Safety Personnel Retirement System**

**ACORP**

Valuation Date June 30,	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Percent Funded	Over (Under) Funded AAL	Annual Covered Payroll	Over (Under) Funded AAL as a Percentage of Covered Payroll
2009	\$ 291,302	\$ 444,499	65.5 %	\$ (153,197)	\$ 251,963	(60.8)%
2010	348,507	493,824	70.6	(145,317)	212,743	(68.3)
2011	379,854	554,674	68.5	(174,820)	172,761	(101.2)

**Other Postemployment Benefits (Health Insurance Subsidy)**

Valuation Date June 30,	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Percent Funded	Over (Under) Funded AAL	Annual Covered Payroll	Over (Under) Funded AAL as a Percentage of Covered Payroll
2009	\$ -	\$ 27,428	- %	\$ (27,428)	\$ 251,963	(10.9)%
2010	-	35,057	-	(35,057)	212,743	(16.5)
2011	-	22,648	-	(22,648)	172,761	(13.1)



**COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES**

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## **NONMAJOR GOVERNMENTAL FUNDS**

### **SPECIAL REVENUE FUNDS**

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

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

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

### **DEBT SERVICE FUND**

*Debt Service Fund* - Used to account for the servicing of long-term debt not financed by proprietary funds. Currently, the Town only accounts for funds accumulated to pay long-term vested compensated absences.

### **CAPITAL PROJECTS FUND**

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

**TOWN OF WICKENBURG, ARIZONA  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2012**

	Special Revenue			Debt Service	
	HURF	Grants	JCEF and LCEF	Total Special Revenue	Debt Service
<b>ASSETS</b>					
Cash and Investments	\$ 399,768	\$ 244	\$ 112,501	\$ 512,513	\$ 52
Receivables, Net:					
Accounts Receivable	-	1,078	-	1,078	-
Intergovernmental Receivable	30,988	-	-	30,988	-
Total Assets	\$ 430,756	\$ 1,322	\$ 112,501	\$ 544,579	\$ 52
<b>LIABILITIES AND FUND BALANCE</b>					
Liabilities:					
Accrued Wages and Benefits	\$ 3,008	\$ -	\$ -	\$ 3,008	\$ -
Fund Balances:					
Restricted	427,748	1,322	112,501	541,571	52
Total Fund Balance	427,748	1,322	112,501	541,571	52
Total Liabilities and Balances	\$ 430,756	\$ 1,322	\$ 112,501	\$ 544,579	\$ 52

<u>Capital Projects</u>	<u>Total Nonmajor Governmental Funds</u>
Development Fees	
\$ 544,897	\$ 1,057,462
-	1,078
-	30,988
<u>\$ 544,897</u>	<u>\$ 1,089,528</u>

\$ - \$ 3,008

544,897	1,086,520
<u>544,897</u>	<u>1,086,520</u>
<u>\$ 544,897</u>	<u>\$ 1,089,528</u>

**TOWN OF WICKENBURG, ARIZONA  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGE IN FUND BALANCES  
YEAR ENDED JUNE 30, 2012**

	Special Revenue			Debt Service	
	HURF	Grants	JCEF and LCEF	Total Special Revenue	Debt Service
<b>REVENUES</b>					
Intergovernmental Revenue	\$ 319,588	\$ 5,001	\$ 4,323	\$ 328,912	\$ -
Rents and Royalties	-	-	-	-	-
Investment Earnings	954	25	213	1,192	-
Other	-	-	-	-	2,200
Total Revenues	<u>320,542</u>	<u>5,026</u>	<u>4,536</u>	<u>330,104</u>	<u>2,200</u>
<b>EXPENDITURES</b>					
Current					
General Government	-	1,000	560	1,560	6,762
Public Safety	-	4,198	-	4,198	-
Highways and Streets	298,145	500	-	298,645	-
Capital Outlay	-	-	-	-	-
Total Expenditures	<u>298,145</u>	<u>5,698</u>	<u>560</u>	<u>304,403</u>	<u>6,762</u>
Excess (Deficiency) of Revenues Over Expenditures	22,397	(672)	3,976	25,701	(4,562)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In	-	-	-	-	4,200
Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,200</u>
Net Change in Fund Balances	22,397	(672)	3,976	25,701	(362)
<b>FUND BALANCES</b>					
Beginning of Year	405,351	1,994	108,525	515,870	414
End of Year	<u>\$ 427,748</u>	<u>\$ 1,322</u>	<u>\$ 112,501</u>	<u>\$ 541,571</u>	<u>\$ 52</u>

<u>Capital Projects</u>	Total Nonmajor Governmental Funds
<u>Development Fees</u>	<u>Funds</u>
\$ -	\$ 328,912
7,690	7,690
1,369	2,561
-	2,200
<u>9,059</u>	<u>341,363</u>
-	8,322
-	4,198
-	298,645
<u>16,224</u>	<u>16,224</u>
<u>16,224</u>	<u>327,389</u>
(7,165)	13,974
-	4,200
<u>(2,900)</u>	<u>(2,900)</u>
<u>(2,900)</u>	<u>1,300</u>
(10,065)	15,274
<u>554,962</u>	<u>1,071,246</u>
<u>\$ 544,897</u>	<u>\$ 1,086,520</u>

**TOWN OF WICKENBURG, ARIZONA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE  
BUDGET AND ACTUAL  
CAPITAL IMPROVEMENT FUND  
YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>EXPENDITURES</b>				
Capital Outlay	\$ 2,771,202	\$ 2,103,728	\$ 129,021	\$ 1,974,707
Excess (Deficiency) of Revenues Over Expenditures	(2,771,202)	(2,103,728)	(129,021)	1,974,707
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	800,000	800,000	800,000	-
Transfers Out	(128,623)	(858,067)	(1,019,734)	(161,667)
Total Other Financing Sources (Uses)	671,377	(58,067)	(219,734)	(161,667)
<b>NET CHANGE IN FUND BALANCES</b>	(2,099,825)	(2,161,795)	(348,755)	1,813,040
Fund Balances - Beginning of Year	2,099,825	2,161,795	2,161,796	1
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,813,041</u>	<u>\$ 1,813,041</u>



**TOWN OF WICKENBURG, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**HURF FUND**  
**YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Intergovernmental Revenue	\$ 320,381	\$ 313,098	\$ 319,588	\$ 6,490
Investment Earnings	616	486	954	468
Total Revenues	<u>320,997</u>	<u>313,584</u>	<u>320,542</u>	<u>6,958</u>
<b>EXPENDITURES</b>				
Current:				
Highways and Streets	667,278	689,482	298,145	391,337
Total Expenditures	<u>667,278</u>	<u>689,482</u>	<u>298,145</u>	<u>391,337</u>
Excess (Deficiency) of Revenues Over Expenditures	(346,281)	(375,898)	22,397	398,295
Fund Balances - Beginning of Year	<u>346,281</u>	<u>375,898</u>	<u>405,351</u>	<u>29,453</u>
<b>FUND BALANCES - END OF YEAR</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 427,748</u></u>	<u><u>\$ 427,748</u></u>

**TOWN OF WICKENBURG, ARIZONA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**GRANTS FUND**  
**YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Intergovernmental Revenue	\$ 475,000	\$ 304,150	\$ 5,001	\$ (299,149)
Investment Earnings	4	1	25	24
Total Revenues	<u>475,004</u>	<u>304,151</u>	<u>5,026</u>	<u>(299,125)</u>
<b>EXPENDITURES</b>				
Current:				
General Government	500	1,000	1,000	-
Public Safety	475,494	304,645	4,198	300,447
Highways and Streets	-	500	500	-
Total Expenditures	<u>475,994</u>	<u>306,145</u>	<u>5,698</u>	<u>300,447</u>
Excess (Deficiency) of Revenues Over Expenditures	(990)	(1,994)	(672)	1,322
Fund Balances - Beginning of Year	<u>990</u>	<u>1,994</u>	<u>1,994</u>	<u>-</u>
<b>FUND BALANCES - END OF YEAR</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,322</u></u>	<u><u>\$ 1,322</u></u>

**TOWN OF WICKENBURG, ARIZONA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE  
BUDGET AND ACTUAL  
JCEF AND LCEF FUND  
YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Intergovernmental Revenue	\$ 5,020	\$ 4,358	\$ 4,323	\$ (35)
Investment Earnings	175	140	213	73
Total Revenues	5,195	4,498	4,536	38
<b>EXPENDITURES</b>				
Current:				
General Government	113,672	113,023	560	112,463
Excess (Deficiency) of Revenues Over Expenditures	(108,477)	(108,525)	3,976	112,501
Fund Balances - Beginning of Year	108,477	108,525	108,525	-
<b>FUND BALANCES - END OF YEAR</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 112,501</b>	<b>\$ 112,501</b>

**TOWN OF WICKENBURG, ARIZONA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE  
BUDGET AND ACTUAL  
DEBT SERVICE FUND  
YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Investment Earnings	\$ 6	\$ -	\$ -	\$ -
Other	2,925	2,400	2,200	(200)
Total Revenues	<u>2,931</u>	<u>2,400</u>	<u>2,200</u>	<u>(200)</u>
<b>EXPENDITURES</b>				
Current:				
General Government	<u>10,500</u>	<u>8,314</u>	<u>6,762</u>	<u>1,552</u>
Excess (Deficiency) of Revenues Over Expenditures	(7,569)	(5,914)	(4,562)	1,352
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	<u>7,569</u>	<u>5,500</u>	<u>4,200</u>	<u>(1,300)</u>
<b>NET CHANGE IN FUND BALANCE</b>	-	(414)	(362)	52
Fund Balances - Beginning of Year	<u>-</u>	<u>414</u>	<u>414</u>	<u>-</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 52</u>	<u>\$ 52</u>

**TOWN OF WICKENBURG, ARIZONA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE  
BUDGET AND ACTUAL  
DEVELOPMENT FEES FUND  
YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Charges for Services	\$ 26,400	\$ 9,180	\$ 7,690	\$ (1,490)
Investment Earnings	979	705	1,369	664
Total Revenues	<u>27,379</u>	<u>9,885</u>	<u>9,059</u>	<u>(826)</u>
<b>EXPENDITURES</b>				
Capital Outlay	<u>593,279</u>	<u>561,846</u>	<u>16,224</u>	<u>545,622</u>
Excess (Deficiency) of Revenues Over Expenditures	(565,900)	(551,961)	(7,165)	544,796
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	<u>(5,000)</u>	<u>(3,000)</u>	<u>(2,900)</u>	<u>100</u>
<b>NET CHANGE IN FUND BALANCES</b>	(570,900)	(554,961)	(10,065)	544,896
Fund Balances - Beginning of Year	<u>570,900</u>	<u>554,961</u>	<u>554,962</u>	<u>1</u>
<b>FUND BALANCES - END OF YEAR</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 544,897</u></u>	<u><u>\$ 544,897</u></u>

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## **INTERNAL SERVICE FUNDS**

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

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

**TOWN OF WICKENBURG, ARIZONA  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF NET ASSETS  
JUNE 30, 2012**

	Maintenance Shop	Fuel Facility	Totals
<b>ASSETS</b>			
Current Assets:			
Cash and Investments	\$ 15,166	\$ 138,863	\$ 154,029
Receivables, Net:			
Accounts Receivable	-	12,333	12,333
Inventory	-	8,911	8,911
Total Current Assets	<u>15,166</u>	<u>160,107</u>	<u>175,273</u>
Noncurrent Assets:			
Depreciable (Net)	99,650	50,965	150,615
Total Assets	<u>114,816</u>	<u>211,072</u>	<u>325,888</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accrued Wages and Benefits	1,832	-	1,832
Compensated Absences	445	-	445
Total Liabilities	<u>2,277</u>	<u>-</u>	<u>2,277</u>
<b>NET ASSETS</b>			
Invested in Capital Assets	99,650	50,965	150,615
Unrestricted	12,889	160,107	172,996
Total Net Assets	<u>\$ 112,539</u>	<u>\$ 211,072</u>	<u>\$ 323,611</u>



**TOWN OF WICKENBURG, ARIZONA  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGE IN FUND NET ASSETS  
YEAR ENDED JUNE 30, 2012**

	Maintenance Shop	Fuel-Facility	Totals
Operating Revenues:			
Charges for Services	\$ 146,802	\$ 345,395	\$ 492,197
Operating Expenses:			
Cost of Sales and Services	127,092	340,221	467,313
Depreciation	11,869	12,827	24,696
Total Operating Expenses	<u>138,961</u>	<u>353,048</u>	<u>492,009</u>
Operating Income (Loss)	7,841	(7,653)	188
Nonoperating Revenue			
Investment Earnings	57	307	364
Other Income	-	3,735	3,735
Total Nonoperating Revenues (Expenses)	<u>57</u>	<u>4,042</u>	<u>4,099</u>
Change in Net Assets	7,898	(3,611)	4,287
Net Assets			
Beginning of Year	104,641	214,683	319,324
End of Year	<u>\$ 112,539</u>	<u>\$ 211,072</u>	<u>\$ 323,611</u>

**TOWN OF WICKENBURG, ARIZONA  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2012**

	Maintenance Shop	Fuel-Facility	Totals
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 146,802	\$ 356,134	\$ 502,936
Payments to Suppliers	(66,846)	(327,566)	(394,412)
Payments to Employees	(61,776)	-	(61,776)
Nonoperating Receipts	-	3,735	3,735
Net Cash Flows from Operating Activities	<u>18,180</u>	<u>32,303</u>	<u>50,483</u>
Cash Flows from Capital and Financing Activities			
Purchases of Capital Assets	(32,656)	-	(32,656)
Cash Flows from Investing Activities:			
Investment Earnings	<u>57</u>	<u>307</u>	<u>364</u>
Net Change in Cash and Cash Equivalents	(14,419)	32,610	18,191
Cash and Cash Equivalents, Beginning of Year	29,585	106,253	135,838
Cash and Cash Equivalents, End of Year	<u>\$ 15,166</u>	<u>\$ 138,863</u>	<u>\$ 154,029</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Operating Income (Loss)	\$ 7,841	\$ (7,653)	\$ 188
Depreciation Expense	11,869	12,827	24,696
Nonoperating Receipts	-	3,735	3,735
Change in Assets/Liabilities:			
Receivables, Net	-	10,739	10,739
Inventory	-	12,655	12,655
Accrued Wages and Benefits	285	-	285
Compensated Absences	(1,815)	-	(1,815)
Net Cash Provided (Used) by Operating Activities	<u>\$ 18,180</u>	<u>\$ 32,303</u>	<u>\$ 50,483</u>

## **STATISTICAL SECTION (UNAUDITED)**

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

### **Financial Trends**

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

### **Revenue Capacity**

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

### **Debt Capacity**

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

### **Demographic and Economic Information**

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

### **Operating Information**

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

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

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

	Fiscal Year			
	2004	2005	2006	2007
<b>Governmental Activities:</b>				
Invested in Capital Assets, Net of Related Debt	\$ 7,717,522	\$ 9,671,064	\$ 10,349,366	\$ 10,554,472
Restricted	653,863	463,013	522,096	608,916
Unrestricted	2,233,926	4,291,919	5,153,375	8,070,720
Total Governmental Activities Net Assets	<u>\$ 10,605,311</u>	<u>\$ 14,425,996</u>	<u>\$ 16,024,837</u>	<u>\$ 19,234,108</u>
<b>Business-Type Activities:</b>				
Invested in Capital Assets, Net of Related Debt	\$ 7,920,612	\$ 8,141,297	\$ 11,166,140	\$ 16,972,894
Unrestricted	3,518,161	2,474,552	2,944,724	3,385,207
Total Business-Type Activities Net Assets	<u>\$ 11,438,773</u>	<u>\$ 10,615,849</u>	<u>\$ 14,110,864</u>	<u>\$ 20,358,101</u>
<b>Primary Government:</b>				
Invested in Capital Assets, Net of Related Debt	\$ 15,638,134	\$ 17,812,361	\$ 21,515,506	\$ 27,527,366
Restricted	653,863	463,013	522,096	608,916
Unrestricted	5,752,087	6,766,471	8,098,099	11,455,927
Total Primary Government Net Assets	<u>\$ 22,044,084</u>	<u>\$ 25,041,845</u>	<u>\$ 30,135,701</u>	<u>\$ 39,592,209</u>

Source: The Town's Finance Department.

Note: 2004 was the Town's first year to prepare government-wide financial statements.

Fiscal Year

2008	2009	2010	2011	2012
\$ 30,644,847	\$ 31,049,610	\$ 31,549,248	\$ 31,012,482	\$ 30,450,042
442,910	458,880	922,832	1,071,246	1,086,520
9,623,924	10,473,418	6,433,345	6,646,058	7,011,662
<u>\$ 40,711,681</u>	<u>\$ 41,981,908</u>	<u>\$ 38,905,425</u>	<u>\$ 38,729,786</u>	<u>\$ 38,548,224</u>
\$ 18,225,257	\$ 24,303,687	\$ 24,684,190	\$ 26,168,876	\$ 26,250,840
2,893,969	431,417	3,031,742	3,336,449	5,001,183
<u>\$ 21,119,226</u>	<u>\$ 24,735,104</u>	<u>\$ 27,715,932</u>	<u>\$ 29,505,325</u>	<u>\$ 31,252,023</u>
\$ 48,870,104	\$ 55,353,297	\$ 56,233,438	\$ 57,181,358	\$ 56,700,882
442,910	458,880	922,832	1,071,246	1,086,520
12,517,893	10,904,835	9,465,087	9,982,507	12,012,845
<u>\$ 61,830,907</u>	<u>\$ 66,717,012</u>	<u>\$ 66,621,357</u>	<u>\$ 68,235,111</u>	<u>\$ 69,800,247</u>

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

	Fiscal Year			
	2004	2005	2006	2007
<b>Expenses</b>				
Governmental Activities:				
General Government	\$ 1,853,087	\$ 1,687,981	\$ 2,237,314	\$ 2,283,650
Public Safety	1,690,098	1,764,572	1,980,580	2,618,068
Highways and Streets	372,006	535,891	678,058	596,797
Culture and Recreation	1,196,285	1,333,716	1,256,979	1,369,617
Interest	-	-	-	-
Total Governmental Activities	<u>5,111,476</u>	<u>5,322,160</u>	<u>6,152,931</u>	<u>6,868,132</u>
Business-Type Activities:				
Water	676,221	645,360	719,087	852,409
Electric	1,476,528	1,426,725	1,732,514	1,923,687
Sanitation	893,931	700,069	711,906	984,373
Wastewater	488,024	578,573	670,357	739,521
Ambulance	253,904	-	-	-
Airport	428,858	605,304	409,181	278,270
Total Business-Type Activities	<u>4,217,466</u>	<u>3,956,031</u>	<u>4,243,045</u>	<u>4,778,260</u>
Total Primary Government Expenses	<u>\$ 9,328,942</u>	<u>\$ 9,278,191</u>	<u>\$ 10,395,976</u>	<u>\$ 11,646,392</u>
<b>Program Revenues</b>				
Governmental Activities:				
Fines, Fees and Charges for Services:				
General Government	\$ 1,220,177	\$ 1,313,627	\$ 1,458,414	\$ 1,679,420
Public Safety	66,068	70,895	89,577	200,564
Culture and Recreation	90,410	108,149	105,065	114,525
Operating Grants and Contributions	528,228	511,906	484,340	716,735
Capital Grants and Contributions	357,457	1,490,895	798,909	1,222,717
Total Governmental Activities Program Revenues	<u>2,262,340</u>	<u>3,495,472</u>	<u>2,936,305</u>	<u>3,933,961</u>
Business-Type Activities:				
Charges for Services:				
Water	621,374	611,049	677,444	742,389
Electric	2,437,896	2,304,809	2,349,201	2,684,382
Sanitation	710,246	745,791	938,152	965,647
Wastewater	503,650	532,149	685,302	737,652
Ambulance	541	-	-	-
Airport	304,384	400,307	311,140	72,055
Operating Grants and Contributions	26,678	-	-	-
Capital Grants and Contributions	281,142	503,358	2,851,064	5,956,425
Total Business-Type Activities Program Revenues	<u>4,885,911</u>	<u>5,097,463</u>	<u>7,812,303</u>	<u>11,158,550</u>
Total Primary Government Program Revenues	<u>\$ 7,148,251</u>	<u>\$ 8,592,935</u>	<u>\$ 10,748,608</u>	<u>\$ 15,092,511</u>

Source: The Town's Finance Department.

Note: 2004 was the Town's first year to prepare government-wide financial statements.

Fiscal Year

2008	2009	2010	2011	2012
\$ 2,297,534	\$ 2,156,263	\$ 2,448,439	\$ 1,805,845	\$ 1,692,571
2,832,843	2,952,753	3,024,310	2,864,629	3,043,032
617,680	591,034	654,264	818,492	579,698
1,428,928	1,392,640	1,412,673	1,232,216	1,386,769
-	-	8,764	14,042	9,123
<u>7,176,985</u>	<u>7,092,690</u>	<u>7,548,450</u>	<u>6,735,224</u>	<u>6,711,193</u>
1,099,883	830,036	934,325	879,729	932,002
1,951,198	2,022,286	1,820,299	1,636,855	1,718,652
852,460	951,155	844,027	871,199	898,147
822,291	934,673	757,093	705,241	869,533
-	-	-	-	-
534,421	582,215	828,897	860,037	912,464
<u>5,260,253</u>	<u>5,320,365</u>	<u>5,184,641</u>	<u>4,953,061</u>	<u>5,330,798</u>
<u>\$ 12,437,238</u>	<u>\$ 12,413,055</u>	<u>\$ 12,733,091</u>	<u>\$ 11,688,285</u>	<u>\$ 12,041,991</u>
\$ 1,785,338	\$ 1,424,338	\$ 1,353,865	\$ 1,244,450	\$ 1,077,676
291,061	240,122	241,708	255,538	253,854
89,221	76,897	96,071	158,465	219,180
536,395	462,105	412,415	393,616	343,058
1,942,841	94,700	15,612	-	14,468
<u>4,644,856</u>	<u>2,298,162</u>	<u>2,119,671</u>	<u>2,052,069</u>	<u>1,908,236</u>
1,042,272	1,000,735	981,830	990,288	1,075,723
2,749,267	2,989,839	2,800,247	2,747,183	2,834,863
976,284	989,213	984,410	988,572	986,111
854,334	610,817	724,361	826,827	887,806
-	-	-	-	-
74,787	182,982	330,119	413,640	469,814
-	-	-	75,837	521,378
1,405,408	12,937	202,119	629,442	851,855
<u>7,102,352</u>	<u>5,786,523</u>	<u>6,023,086</u>	<u>6,671,789</u>	<u>7,627,550</u>
<u>\$ 11,747,208</u>	<u>\$ 8,084,685</u>	<u>\$ 8,142,757</u>	<u>\$ 8,723,858</u>	<u>\$ 9,535,786</u>

(Continued)

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

	Fiscal Year			
	2004	2005	2006	2007
(Concluded)				
<b>Net (Expense)/Revenue</b>				
Governmental Activities	\$ (2,849,136)	\$ (1,826,688)	\$ (3,216,626)	\$ (2,934,171)
Business-Type Activities	668,445	1,141,432	3,569,258	6,380,290
Total Primary Government Net Expense	<u>\$ (2,180,691)</u>	<u>\$ (685,256)</u>	<u>\$ 352,632</u>	<u>\$ 3,446,119</u>
<b>General Revenues and Other Changes in Net Assets</b>				
Governmental Activities:				
Taxes:				
Sales Taxes	\$ 1,784,323	\$ 2,074,090	\$ 2,657,966	\$ 2,953,746
Property Taxes	232,666	248,001	285,444	327,745
State Revenue Sharing	458,241	467,176	532,082	689,956
State Sales Tax Revenue Sharing	427,549	470,798	544,642	1,169,325
Auto Lieu Tax Revenue Sharing	205,570	217,068	243,966	251,201
Investment Earnings	39,200	68,951	137,134	242,645
Other	48,792	33,756	128,759	96,762
Transfers	(10,551)	2,067,533	285,474	412,062
Total Governmental Activities	<u>3,185,790</u>	<u>5,647,373</u>	<u>4,815,467</u>	<u>6,143,442</u>
Business-Type Activities:				
Investment Earnings	100,867	94,078	199,118	247,729
Other	207,197	9,099	12,113	31,280
Transfers	10,551	(2,067,533)	(285,474)	(412,062)
Total Business-Type Activities	<u>318,615</u>	<u>(1,964,356)</u>	<u>(74,243)</u>	<u>(133,053)</u>
Total Primary Government	<u>\$ 3,504,405</u>	<u>\$ 3,683,017</u>	<u>\$ 4,741,224</u>	<u>\$ 6,010,389</u>
<b>Change in Net Assets</b>				
Governmental Activities	\$ 336,654	\$ 3,820,685	\$ 1,598,841	\$ 3,209,271
Business-Type Activities	987,060	(822,924)	3,495,015	6,247,237
Total Primary Government	<u>\$ 1,323,714</u>	<u>\$ 2,997,761</u>	<u>\$ 5,093,856</u>	<u>\$ 9,456,508</u>

Source: The Town's Finance Department.

Note: 2004 was the Town's first year to prepare government-wide financial statements.



Fiscal Year

2008	2009	2010	2011	2012
\$ (2,532,129)	\$ (4,794,528)	\$ (5,428,779)	\$ (4,683,155)	\$ (4,802,957)
1,842,099	466,158	838,445	1,718,728	2,296,752
<u>\$ (690,030)</u>	<u>\$ (4,328,370)</u>	<u>\$ (4,590,334)</u>	<u>\$ (2,964,427)</u>	<u>\$ (2,506,205)</u>
\$ 3,286,921	\$ 2,868,333	\$ 2,745,028	\$ 2,651,164	\$ 2,679,830
364,889	367,374	9,832	9,757	9,938
855,216	908,276	784,604	591,491	537,042
558,500	483,506	445,963	466,798	497,207
256,080	208,281	203,588	199,200	213,782
239,332	(4,154)	11,368	9,409	11,607
26,578	131,381	267,888	21,892	72,882
1,380,478	1,101,758	(2,115,975)	557,805	599,107
<u>6,967,994</u>	<u>6,064,755</u>	<u>2,352,296</u>	<u>4,507,516</u>	<u>4,621,395</u>
275,948	(10,557)	11,279	9,570	17,423
23,556	28,664	15,129	41,097	31,630
(1,380,478)	(1,101,758)	2,115,975	(557,805)	(599,107)
<u>(1,080,974)</u>	<u>(1,083,651)</u>	<u>2,142,383</u>	<u>(507,138)</u>	<u>(550,054)</u>
<u>\$ 5,887,020</u>	<u>\$ 4,981,104</u>	<u>\$ 4,494,679</u>	<u>\$ 4,000,378</u>	<u>\$ 4,071,341</u>
\$ 4,435,865	\$ 1,270,227	\$ (3,076,483)	\$ (175,639)	\$ (181,562)
761,125	(617,493)	2,980,828	1,211,590	1,746,698
<u>\$ 5,196,990</u>	<u>\$ 652,734</u>	<u>\$ (95,655)</u>	<u>\$ 1,035,951</u>	<u>\$ 1,565,136</u>

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

Fiscal Year	Sales Taxes	Property Taxes	Total
2003	\$ 1,240,999	\$ 202,455	\$ 1,443,454
2004	1,784,323	232,666	2,016,989
2005	2,074,090	247,850	2,321,940
2006	2,657,966	285,444	2,943,410
2007	3,546,469	327,745	3,874,214
2008	3,286,921	364,889	3,651,810
2009	2,868,333	358,742	3,227,075
2010	2,745,028	29,081	2,774,109
2011	2,651,164	9,757	2,660,921
2012	2,679,830	9,938	2,689,768

Source: The Town's Finance Department.

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

	Fiscal Year			
	2003	2004	2005	2006
General Fund:				
Unreserved	\$ 748,501	\$ 1,224,381	\$ 1,385,668	\$ 2,267,364
Assigned				
Unassigned				
Total General Fund	<u>\$ 748,501</u>	<u>\$ 1,224,381</u>	<u>\$ 1,385,668</u>	<u>\$ 2,267,364</u>
All Other Governmental Funds:				
Reserved	\$ 89,246	\$ 5,640	\$ 5,640	\$ -
Unreserved, Reported In:				
Special Revenue Funds	511,987	676,701	658,444	718,852
Capital Projects Funds	822,935	928,168	2,678,221	2,659,821
Debt Service Funds	41,341	41,196	36,545	29,059
Restricted				
Assigned				
Total All Other Governmental Funds	<u>\$ 1,465,509</u>	<u>\$ 1,651,705</u>	<u>\$ 3,378,850</u>	<u>\$ 3,407,732</u>

Source: The Town's Finance Department.

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

Fiscal Year

2007	2008	2009	2010	2011	2012
\$ 3,512,474	\$ 3,996,286	\$ 4,169,876	\$ 4,321,874		
				\$ 103,164	\$ 284,577
				4,653,920	5,179,364
<u>\$ 3,512,474</u>	<u>\$ 3,996,286</u>	<u>\$ 4,169,876</u>	<u>\$ 4,321,874</u>	<u>\$ 4,757,084</u>	<u>\$ 5,463,941</u>
\$ -	\$ -	\$ -	\$ -		
1,094,991	940,750	828,555	918,159		
4,058,580	5,320,793	6,036,102	2,371,945		
20,966	15,809	10,931	4,673		
				\$ 1,071,246	\$ 1,086,520
				2,161,796	1,813,041
<u>\$ 5,174,537</u>	<u>\$ 6,277,352</u>	<u>\$ 6,875,588</u>	<u>\$ 3,294,777</u>	<u>\$ 3,233,042</u>	<u>\$ 2,899,561</u>

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

	Fiscal Year				
	2003	2004	2005	2006	2007
<b>Revenues</b>					
Taxes	\$ 1,443,454	\$ 2,017,241	\$ 2,321,940	\$ 2,938,071	\$ 3,283,049
Intergovernmental	1,977,653	1,806,976	2,163,190	2,588,494	3,860,209
Fines and Forfeitures	196,551	179,188	203,777	200,541	161,151
Licenses and Permits	220,988	233,425	204,908	181,053	211,045
Charges for Services	442,458	842,622	1,007,256	1,126,254	1,228,912
Rents and Royalties	-	99,484	102,877	137,086	185,289
Contributions and Donations	-	89,760	994,653	15,445	189,725
Investment Earnings	-	35,974	60,723	123,987	228,141
Other	202,532	104,347	41,868	136,881	304,874
Total Revenues	<u>4,483,636</u>	<u>5,409,017</u>	<u>7,101,192</u>	<u>7,447,812</u>	<u>9,652,395</u>
<b>Expenditures</b>					
General Government	1,781,059	1,796,111	3,078,919	2,291,109	2,077,471
Public Safety	1,377,081	1,397,424	1,658,947	1,830,130	2,499,704
Highways and Streets	374,598	247,983	372,077	857,369	412,789
Culture and Recreation	945,178	1,024,123	1,139,550	1,159,791	1,280,195
Health and Welfare	105,915	-	-	-	-
Debt Service	-	-	-	-	-
Capital Outlay	1,517,047	663,336	1,030,800	678,669	782,383
Total Expenditures	<u>6,100,878</u>	<u>5,128,977</u>	<u>7,280,293</u>	<u>6,817,068</u>	<u>7,052,542</u>
Excess of Revenues Over (Under) Expenditures	(1,617,242)	280,040	(179,101)	630,744	2,599,853
<b>Other Financing Sources (Uses)</b>					
Transfers In	1,572,030	557,840	2,207,776	537,080	623,017
Transfers Out	(109,813)	(92,198)	(140,243)	(251,606)	(210,955)
Proceeds from Sale of Capital Assets	-	-	-	-	-
Capital Lease Proceeds	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>1,462,217</u>	<u>465,642</u>	<u>2,067,533</u>	<u>285,474</u>	<u>412,062</u>
Net Change in Fund Balance	<u>\$ (155,025)</u>	<u>\$ 745,682</u>	<u>\$ 1,888,432</u>	<u>\$ 916,218</u>	<u>\$ 3,011,915</u>
Debt Service as Percentage of Noncapital Expenditures	0%	0%	0%	0%	0%

Source: The Town's Finance Department.

Fiscal Year

2008	2009	2010	2011	2012
\$ 3,650,097	\$ 3,227,075	\$ 2,774,109	\$ 2,660,921	\$ 2,689,768
3,617,807	2,066,368	1,855,682	1,633,271	1,605,557
221,539	319,793	307,518	229,554	168,396
218,691	184,702	150,471	127,221	93,747
1,227,322	1,035,041	1,028,744	1,098,069	1,099,047
188,570	173,327	171,605	195,639	189,520
531,225	110,882	31,694	17,834	-
233,815	(1,862)	9,160	9,411	11,608
336,076	137,199	278,208	29,862	72,882
<u>10,225,142</u>	<u>7,252,525</u>	<u>6,607,191</u>	<u>6,001,782</u>	<u>5,930,525</u>
2,949,794	2,528,094	2,098,924	1,646,024	1,418,615
3,115,667	2,851,393	3,337,153	2,842,246	2,868,072
649,234	359,643	527,992	512,460	298,645
1,627,083	1,392,821	1,375,764	1,140,260	1,249,848
-	-	-	-	-
-	-	-	128,623	175,831
1,846,725	450,506	971,603	91,668	145,245
<u>10,188,503</u>	<u>7,582,457</u>	<u>8,311,436</u>	<u>6,361,281</u>	<u>6,156,256</u>
36,639	(329,932)	(1,704,245)	(359,499)	(225,731)
1,667,527	1,265,080	1,684,503	1,374,468	1,625,941
(117,539)	(163,322)	(3,800,478)	(816,663)	(1,026,834)
-	-	-	-	-
-	-	391,407	175,169	-
<u>1,549,988</u>	<u>1,101,758</u>	<u>(1,724,568)</u>	<u>732,974</u>	<u>599,107</u>
<u>\$ 1,586,627</u>	<u>\$ 771,826</u>	<u>\$ (3,428,813)</u>	<u>\$ 373,475</u>	<u>\$ 373,376</u>
0%	0%	0%	2%	3%

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

Sales Category:	Fiscal Year				
	2003	2004	2005	2006	2007
Construction	\$ 112,842	\$ 209,867	\$ 277,202	\$ 353,631	\$ 436,062
Mining & Manufacturing	23,344	39,527	66,555	67,074	72,149
Transportation, Communications and Utilities	61,977	73,048	112,260	184,348	244,914
Wholesale Trade	27,758	18,532	92,018	208,190	169,383
Retail Trade	678,761	962,267	1,086,774	1,127,349	1,152,515
Restaurants and Bars	110,658	159,827	197,993	230,073	674,419
Real Estate, Rental and Leases, Finance and Insurance	64,363	99,221	140,865	157,898	260,382
Accommodations, Arts & Entertainment	30,341	73,204	72,320	74,509	254,503
Services & Administration	43,367	55,077	52,714	64,719	52,940
Other	742	103,517	11,954	28,206	41,401
Total	<u>\$ 1,154,153</u>	<u>\$ 1,794,087</u>	<u>\$ 2,110,655</u>	<u>\$ 2,495,997</u>	<u>\$ 3,358,668</u>
City Sales Tax Rate	1.19% for single items over \$10,000, otherwise 1.7%	1.19% for single items over \$10,000, otherwise 1.7%	1.19% for single items over \$10,000, otherwise 1.7%	1.19% for single items over \$10,000, otherwise 1.7%	1.19% for single items over \$10,000, otherwise 1.7%

Source: Arizona Department of Revenue.



Fiscal Year

2008	2009	2010	2011	2012
\$ 280,395	\$ 366,976	\$ 265,769	\$ 118,702	\$ 106,240
70,709	79,001	75,351	67,597	68,919
274,774	269,512	385,351	358,528	349,500
164,757	127,359	167,282	214,173	252,588
1,131,392	1,084,494	1,161,454	1,115,003	1,137,218
674,184	627,680	317,394	264,990	263,358
139,049	193,931	210,937	209,630	213,920
282,200	223,365	124,509	130,625	152,034
59,022	58,356	57,122	56,634	63,878
70,183	70,867	24,987	41,514	16,795
<u>\$ 3,146,665</u>	<u>\$ 3,101,541</u>	<u>\$ 2,790,156</u>	<u>\$ 2,577,396</u>	<u>\$ 2,624,450</u>
1.19% for single items over \$10,000, otherwise 1.7%	1.19% for single items over \$10,000, otherwise 1.7%	1.19% for single items over \$10,000, otherwise 2.2%	1.19% for single items over \$10,000, otherwise 2.2%	1.19% for single items over \$10,000, otherwise 2.2%

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

Fiscal Year	City Direct Rate	Maricopa County
2003	1.19% for single items over \$10,000, otherwise 1.7%	0.70 %
2004	1.19% for single items over \$10,000, otherwise 1.7%	0.70
2005	1.19% for single items over \$10,000, otherwise 1.7%	0.70
2006	1.19% for single items over \$10,000, otherwise 1.7%	0.70
2007	1.19% for single items over \$10,000, otherwise 1.7%	0.70
2008	1.19% for single items over \$10,000, otherwise 1.7%	0.70
2009	1.19% for single items over \$10,000, otherwise 1.7%	0.70
2010	1.19% for single items over \$10,000, otherwise 2.2%	0.70
2011	1.19% for single items over \$10,000, otherwise 2.2%	0.70
2012	1.19% for single items over \$10,000, otherwise 2.2%	0.70

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

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

Assessed Value

Fiscal Year	Residential	Commercial, Industrial and Military	Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Estimated Actual Taxable Value
2003	\$ 17,941,298	\$ 25,228,481	\$ (7,325,676)	\$ 35,844,103	0.6142	\$ 303,840,435	11.797 %
2004	20,298,561	26,499,579	(8,481,935)	38,316,205	0.6142	334,729,258	11.447
2005	22,040,684	29,187,401	(7,085,685)	44,142,400	0.6142	362,852,359	12.165
2006	28,174,764	30,426,392	(7,969,316)	50,631,840	0.5833	434,124,156	11.663
2007	29,055,746	45,382,592	(11,155,290)	63,283,048	0.5250	549,269,223	11.521
2008	47,041,623	55,100,884	(14,522,433)	87,620,074	0.4772	764,745,522	11.457
2009	55,467,072	64,160,819	(18,528,239)	101,099,652	0.0114	908,071,598	11.133
2010	53,720,619	75,517,476	(22,205,465)	107,032,630	0.0109	958,703,780	11.164
2011	45,239,260	77,954,772	(23,141,850)	100,052,182	0.0142	924,274,983	10.825
2012	32,555,222	60,651,279	(21,079,190)	72,127,311	0.0142	697,884,951	10.335

Source: The Maricopa County Treasurer.

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

Year	Town			Total Town Rate
	Basic Rate	General Obligation Debt Service Rate	Redevelopment Debt Service Rate	
2003	0.6142	-	-	0.6500
2004	0.6142	-	-	0.6142
2005	0.6142	-	-	0.6142
2006	0.5833	-	-	0.5833
2007	0.5250	-	-	0.5250
2008	0.4772	-	-	0.4772
2009	0.0114	-	-	0.0114
2010	0.0109	-	-	0.0109
2011	0.0142	-	-	0.0142
2012	0.4083	-	-	0.4083

Source: The Maricopa County Treasurer.

Overlapping Rates

<u>School District</u>	<u>Community College</u>	<u>County</u>	<u>Rate Total</u>
6.3869	1.0785	2.1435	10.2589
7.9098	1.0372	2.1738	11.7350
5.7053	1.0315	2.1444	9.4954
5.7482	1.0646	1.6800	9.0761
6.3518	0.9760	1.4958	9.3486
4.6976	0.9386	1.3956	7.5090
4.5499	0.8844	1.6906	7.1363
3.5599	0.9728	1.0508	5.5944
4.4520	1.2082	1.2407	6.9151
3.4020	0.2215	1.4679	5.4997

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**TOWN OF WICKENBURG, ARIZONA  
PRINCIPAL PROPERTY TAXPAYERS  
JUNE 30, 2012 AND 2006  
(UNAUDITED)**

Taxpayer	2012			2006		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Arizona Public Service	\$ 2,131,957	1	2.96 %	\$ 5,713,782	1	9.03 %
BNSF Railway Company	906,039	2	1.26	3,676,575	5	7.26
Southwest Gas Corporation	872,190	3	1.21	-	-	-
GVD Commercial Properties	701,286	4	0.97	3,919,664	4	7.74
Paradise Plaza LLC	580,000	5	0.80	-	-	-
Los Vierjos Inn LLC	463,100	6	0.64	4,946,854	2	9.77
Guru Nanak Investments LLC	424,133	7	0.59	4,504,622	3	8.90
KBJ Properties LLC	402,640	8	0.56	-	-	-
Qwest Corporation	394,982	9	0.55	-	-	-
PVW LLC/CR Investors LLC	347,448	10	0.48	-	-	-
Remuda Ranch Company	335,957	11	0.47	-	-	-
Wickenburg Holdings LLC	315,466	12	0.44	-	-	-
Schuck Keith/Cynthia Trust	310,557	13	0.43	-	-	-
Snedecor William/Roberta Trust	296,463	14	0.41	-	-	-
Vulture Peak Properties Limited Inc	284,471	15	0.39	3,107,500	8	6.14
Benner-Nawman, Inc.	-	-	-	-	-	-
Hill F Kenneth Tr	-	-	-	2,969,499	9	5.86
Watch N C LLC	-	-	-	3,529,951	7	6.97
Rancho Grande Wickenburg LLC	-	-	-	2,646,970	11	5.23
Transitional Living Corporation	-	-	-	3,666,316	6	7.24
Green Real Estate Investments LP	-	-	-	2,917,730	10	5.76
	<u>\$ 8,766,689</u>		12.15	<u>\$ 41,599,463</u>		82.16

Source: The Maricopa County Treasurer.

Note: Information prior to 2006 was not available.

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

<u>Fiscal Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Current Taxes Collected</u>	<u>Delinquent Tax Collections</u>
2003	\$ 195,309	\$ 188,799	96.67 %	\$ 6,510
2004	237,671	230,915	97.16	6,754
2005	248,153	242,219	97.61	5,867
2006	285,562	280,884	98.36	4,602
2007	332,323	319,913	96.27	12,279
2008	363,366	346,324	95.31	16,878
2009	376,851	347,821	92.30	28,191
2010	10,000	9,368	93.68	632
2011	10,000	9,297	92.97	680
2012	10,000	9,663	96.63	-

Source: The Maricopa County Treasurer.



<u>Total Tax Collections</u>	<u>Ratio of Total Tax Collections to Total Tax Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Ratio of Delinquent Taxes to Tax Levy</u>
\$ 195,309	100.00 %	\$ -	-
237,669	100.00	2	-
248,086	99.97	67	-
285,486	99.97	76	-
332,192	99.96	131	0.04
363,202	99.95	164	0.05
376,012	99.78	839	0.22
10,000	100.00	-	-
9,977	99.77	23	0.23
9,663	96.63	337	3.37

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

Fiscal Year	Governmental Activities	Business-type Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	Capital Leases	Water Revenue Bonds	Term Notes and Loans	Capital Leases			
2003	\$ -	\$ 250,000	\$ 197,050	\$ 157,529	\$ 604,579	0.38 %	\$ 119
2004	-	171,000	191,184	93,875	790,907	0.49	156
2005	-	88,000	201,637	26,295	688,034	0.35	111
2006	-	-	868,056	386,471	1,603,709	0.81	258
2007	-	-	3,153,172	315,266	3,821,878	1.92	608
2008	-	-	3,253,507	241,138	3,836,707	1.92	610
2009	-	-	3,113,396	163,969	3,277,365	1.64	521
2010	235,981	-	2,963,245	83,633	3,282,859	1.65	522
2011	296,569	-	2,813,273	-	3,109,842	1.56	489
2012	129,861	-	2,658,449	-	2,788,310	1.40	438

Source: The Town's Finance Department.

**TOWN OF WICKENBURG, ARIZONA**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**JUNE 30, 2012**  
**(UNAUDITED)**

Governmental Unit	Outstanding Debt	Estimated Percentage Applicable (1)	Estimated Share of Overlapping Debt
<b>Debt Repaid with Property Taxes</b>			
Maricopa County	133,930,000	0.15 %	\$ 20,089,500
Maricopa County Community College District	683,835,000	0.15 %	102,575,250
Wickenburg Unified School District No. 9	14,675,000	42.75 %	627,356,250
Town of Wickenburg, Arizona	None	100.00 %	-
Subtotal, Overlapping Debt			<u>750,021,000</u>
Town of Wickenburg, Arizona Direct Debt			-
			<u><u>\$ 750,021,000</u></u>

Source: Maricopa County Treasurer's Office.

- (1) Proportion applicable to the Town of Wickenburg, Arizona, is computed on the ratio of secondary assessed valuation for 2011-12.

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

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

	Fiscal Year				
	2003	2004	2005	2006	2007
20% Debt Limit	\$ 7,200,001	\$ 8,206,297	\$ 9,298,657	\$ 10,126,368	\$ 12,656,610
Total Applicable to Limit	-	-	-	-	-
Legal Debt Margin	<u>\$ 7,200,001</u>	<u>\$ 8,206,297</u>	<u>\$ 9,298,657</u>	<u>\$ 10,126,368</u>	<u>\$ 12,656,610</u>
 Total Net Debt Applicable to the Limit as a Percentage of the Debt Limit	 -	 -	 -	 -	 -

	Fiscal Year				
	2003	2004	2005	2006	2007
6% Debt Limit	\$ 2,160,000	\$ 2,461,889	\$ 2,789,597	\$ 3,037,910	\$ 3,796,983
Total Applicable to Limit	-	-	-	-	-
Legal Debt Margin	<u>\$ 2,160,000</u>	<u>\$ 2,461,889</u>	<u>\$ 2,789,597</u>	<u>\$ 3,037,910</u>	<u>\$ 3,796,983</u>
 Total Net Debt Applicable to the Limit as a Percentage of the Debt Limit	 -	 -	 -	 -	 -

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

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



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**TOWN OF WICKENBURG, ARIZONA  
 CALCULATION OF LEGAL DEBT MARGIN  
 JUNE 30, 2012  
 (UNAUDITED)**

Net Secondary Assessed Valuation		\$ 72,127,311
Water, Sewer, Light, Parks, Open Space and Recreational Facility Bonds		
<hr/>		
Debt Limit - 20% of Secondary Net Assessed Valuation		\$ 14,425,462
Debt Applicable to Limit		
General Obligation Bonds Outstanding	\$ -	
Less Amount Set Aside for Repayment of Debt	-	
Net Debt Applicable to Limit	<hr/>	<hr/> -
20% Legal Debt Margin		<hr/> <u>\$ 14,425,462</u>
 <hr/>		
All Other General Obligation Bonds		
<hr/>		
Debt Limit - 6% of Secondary Net Assessed Valuation		\$ 4,327,639
Debt Applicable to Limit		
General Obligation Bonds Outstanding	\$ -	
Less Amount Set Aside for Repayment of Debt	-	
Net Debt Applicable to Limit	<hr/>	<hr/> -
All Other General Obligation Bonds Debt Margin		<hr/> 4,327,639
Total Legal Debt Margin		<hr/> <u>\$ 18,753,101</u>

Source: Maricopa County Assessor's Office.

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

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

Fiscal Year	Loans Water Revenue Bonds					Coverage
	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service Principal	Debt Service Interest	
2003	\$ 586,972	\$ 548,194	\$ 38,778	\$ 79,000	\$ 8,850	0.44
2004	621,374	662,196	(40,822)	83,000	14,025	(0.42)
2005	611,049	644,446	(33,397)	88,000	914	(0.38)
2006	677,444	719,087	(41,643)	-	-	N/A
2007	742,389	852,409	(110,020)	-	-	N/A
2008	1,042,272	1,099,883	(57,611)	-	-	N/A
2009	1,000,735	830,036	170,699	-	-	N/A
2010	981,830	934,325	47,505	-	-	N/A
2011	990,288	879,729	110,559	-	-	N/A
2012	1,075,723	932,002	143,721	-	-	N/A

Source: Town of Wickenburg Internal Records.



Water Infrastructure Finance Authority Bonds and USDA Loan

Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
\$ 295,565	\$ 403,294	\$ (107,729)	\$ -	\$ -	N/A
503,650	481,224	22,426	9,000	6,800	1.42
532,149	576,495	(44,346)	103,773	19,678	(0.36)
685,302	668,388	16,914	121,368	1,969	0.14
737,652	722,030	15,622	125,200	17,491	0.11
854,334	757,878	96,456	134,801	64,413	0.48
610,817	822,501	(211,684)	140,111	112,172	(0.84)
724,361	656,174	68,187	150,151	100,919	0.27
826,827	574,624	252,203	149,972	130,617	0.90
887,806	775,735	112,071	154,824	93,798	0.45

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

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income (Thousands of Dollars)</u>	<u>Per Capita Personal Income</u>	<u>Median Age</u>	<u>Percent of High School Graduates (1)</u>	<u>School Enrollment</u>	<u>Unemployment Rate</u>
2003	5,082	\$ 161,180,712	\$ 31,716	48.4	\$ -	1,175	2.3 %
2004	5,082	161,180,712	31,716	48.4	-	1,156	2.3
2005	6,224	197,400,384	31,716	48.0	29	1,432	2.3
2006	6,224	197,400,384	31,716	48.0	-	1,536	2.3
2007	6,285	199,335,060	31,716	48.0	-	1,470	1.6
2008	6,285	199,335,060	31,716	48.0	-	1,470	1.6
2009	6,285	199,335,060	31,716	48.0	-	1,470	1.6
2010	6,285	199,335,060	31,716	48.0	-	1,470	1.6
2011	6,285	199,335,060	31,716	48.0	-	1,516	3.8
2012	6,363	199,335,060	31,716	52.7	-	1,516	8.1

Sources: Annual CAFR, [www.census.gov](http://www.census.gov), and <http://commerce.state.az.us/doclib/COMMUNE/wickenburg.pdf#search='u.s.%20wickenburg'>

(1) Information was not available for all years.

(2) Data for all years was not available and therefore the most recent data available was used in preparing the table.

**TOWN OF WICKENBURG, ARIZONA  
PRINCIPAL EMPLOYERS  
JUNE 30, 2012 AND NINE YEARS PRIOR  
(UNAUDITED)**

Employer	2012			2003		
	Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
Remuda Ranch	200	1	18.25 %	360	1	28.59 %
Wickenburg Unified School District	180	2	16.42	180	2	14.30
Meadows	168	3	15.33	153	3	12.15
Los Cab	120	4	10.95	150	4	11.91
Wickenburg Comm. Hospital	135	5	12.32	85	5	6.75
Safeway	80	6	7.30	80	6	6.35
Town of Wickenburg	83	6	7.57	72	7	5.72
Basha's	60	8	5.47	60	9	4.77
Bear Cat	55	9	5.02	48	10	3.81
Benner Nawman	15	10	1.36	71	8	5.64
	<u>1,096</u>		<u>100.00 %</u>	<u>1,259</u>		<u>100.00 %</u>

Source: The Wickenburg Sun.

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

Function	Full-Time Equivalent Employees									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Mayor & Council	7	7	7	7	7	7	7	7	7	7
Management Services	2	3	3	3	3	2	2	2	2	2
Finance	2	2	2	2	2	4	4	4	4	4
Planning	2	2	3	3	3	2	2	1	1	1
Building	1	1	1	1	2	1	1	1	1	1
Court	3	3	4	4	4	3	3	4	4	4
Clerk	2	2	2	2	2	2	2	2	2	2
Attorney	-	-	-	-	-	-	-	-	-	-
Police										
Officers	12	11	11	13	14	14	14	13	14	15
Dispatchers	6	5	6	6	6	6	6	5	6	6
Other	2	2	2	2	2	3	3	2	2	2
Fire										
Firefighters	2	2	1	1	7	10	10	10	10	10
Ambulance	3	-	-	-	-	-	-	-	-	-
Refuse Collection	3	6	4	4	4	4	4	4	5	5
Other Public Works										
Electric	2	3	2	2	2	2	2	-	1	1
Streets	3	3	3	5	5	4	4	2	2	2
Maintenance Shop	1	1	2	2	2	1	1	1	1	1
Parks and Recreation	11	13	12	12	13	11	11	12	10	9
Library	6	6	6	6	6	6	6	4	4	4
Water	3	4	4	4	4	5	5	6	5	5
Wastewater	2	2	5	4	3	4	4	2	2	2
<b>Total</b>	<b>75</b>	<b>78</b>	<b>80</b>	<b>83</b>	<b>91</b>	<b>91</b>	<b>91</b>	<b>82</b>	<b>83</b>	<b>83</b>

Source: The Town of Wickenburg's Internal Records.

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

Function	Fiscal Year					
	2003	2004	2005	2006	2007	2008
General Government						
Building Permits Issued	162	207	193	200	296	91
Building Inspection Conducted	1,458	1,863	1,737	1,800	2,008	667
Police						
Physical Arrests	280	313	235	238	302	243
Parking Violations	14	8	9	18	18	24
Traffic Violations	2,695	2,259	3,701	3,857	2,943	2,673
Fire						
Emergency Responses	108	115	156	212	320	689
Fires Extinguished	41	46	81	150	169	104
Inspections	12	14	22	16	20	24
Refuse Collection						
Refuse Collections (Tons/Day)	21	23	25	26	29	30
Recyclables Collected (Tons/Day)	-	-	-	-	1	1
Other Public Works						
Street Resurfacing (Miles)	4	4	2	2	3	-
Potholes Repaired	60	60	60	60	75	55
Parks and Recreation						
Community Center Admissions	517	479	425	450	445	296
Library						
Volumes in Collection	40,799	41,547	41,996	42,920	43,627	40,717
Total Volumes Borrowed	153,131	148,034	144,513	134,687	137,684	115,945
Water						
New Connections	28	50	41	30	17	21
Water Main Breaks	3	3	3	3	5	1
Average Daily Consumption (Thousand of Gallons)	810	637	307	627	568	1,423
Peak Daily Consumption (Thousand of Gallons)	0.5	0.4	0.4	0.4	0.4	0.4
Wastewater						
Average Daily Sewage Treatment (Thousands of Gallons)	389	389	360	247	302	462

Source: The Town of Wickenburg's Internal Records.

Fiscal Year			
2009	2010	2011	2012
133	151	154	135
868	817	702	811
291	210	310	338
9	6	-	-
2,765	1,897	1,906	1,911
681	918	995	745
86	170	68	40
32	27	52	26
27	25	14	12
1	1	1	2
1	3	3	-
125	150	13	14
278	248	274	356
40,802	42,497	42,042	41,278
121,862	133,651	101,513	72,656
5	8	9	3
4	-	-	2
1,468	955	1,778	1,103
0.4	N/A	N/A	N/A
477	464	501	467

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

Function	Fiscal Year					
	2003	2004	2005	2006	2007	2008
Police						
Stations	1	1	1	1	1	1
Patrol Units	12	12	13	13	19	19
Fire Stations	1	1	1	1	1	1
Refuse Collection						
Collection Trucks	4	4	4	4	4	4
Other Public Works						
Streets (Miles)	42	45	45	45	75	78
Highways (Miles)	6	6	6	6	7	7
Streetlights	167	167	167	167	190	190
Traffic Signals	2	2	3	3	3	3
Parks and Recreation						
Acreage	363	363	363	363	363	363
Playgrounds	3	3	3	3	3	3
Baseball and Softball Diamonds	5	5	5	5	5	5
Community Centers	1	1	1	1	1	1
Water						
Water Mains (Miles)	40.0	41.0	41.0	41.0	60.0	63.2
Fire Hydrants	460.0	470.0	480.0	480.0	500.0	557.0
Storage Capacity (Thousands of Gallons)	3.9	4.4	4.4	4.4	4.4	4.3
Wastewater						
Sanitary Sewers (Miles)	37.0	38.0	38.0	38.0	40.5	43.0
Storm Sewers (Miles)	4.5	4.5	4.5	4.5	4.5	4.5
Maximum Daily Treatment Capacity (Thousands of Gallons)	800,000	800,000	800,000	800,000	1,200,000	1,200,000

Source: The Town of Wickenburg's Internal Records.



Fiscal Year

2009	2010	2011	2012
1	1	1	1
19	22	22	19
1	1	1	1
5	6	6	6
78	79	79	79
7	7	7	7
200	200	200	200
3	3	3	3
363	403	403	403
3	5	5	5
5	5	5	5
1	1	1	1
63.4	64.5	64.5	64.5
563.0	570.0	570.0	570.0
4.3	4.3	4.3	4.3
44.1	44.1	44.1	44.1
4.5	4.5	4.5	4.5
1,200,000	800,000	800,000	800,000

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