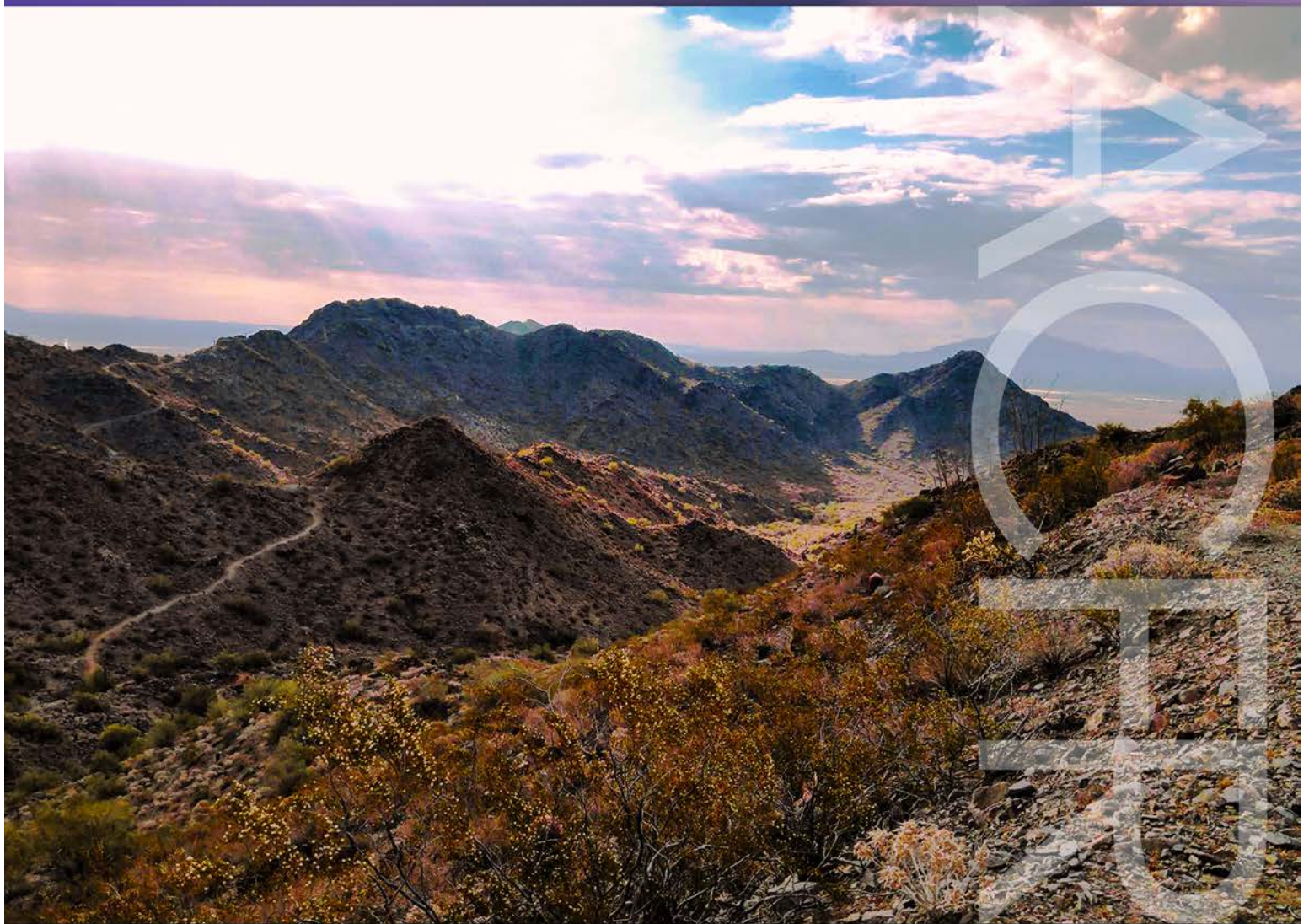




BUCKEYE, AZ

**ANNUAL
COMPREHENSIVE
FINANCIAL REPORT**

For the Fiscal Year ended June 30, 2021



CITY OF BUCKEYE, ARIZONA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE
FISCAL YEAR ENDED JUNE 30, 2021



PREPARED BY THE
FINANCE DEPARTMENT

CITY OF BUCKEYE, ARIZONA

Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2021

TABLE OF CONTENTS

INTRODUCTORY SECTION

Letter of Transmittal.....	vi
Certificate of Achievement for Excellence in Financial Reporting	x
City Organization Chart.....	xi
Key Officials and Executive Team.....	xii

FINANCIAL SECTION

Independent Auditor's Report.....	1
Management's Discussion and Analysis.....	5

Basic Financial Statements:

Government-wide Financial Statements:

Statement of Net Position.....	17
Statement of Activities.....	18

Fund Financial Statements:

Balance Sheet - Governmental Funds.....	20
Reconciliation of the Balance Sheet to the Statement of Net Position.....	22
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.....	24
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities.....	26
Statement of Net Position - Proprietary Funds.....	27
Statement of Revenue, Expenses and Changes in Fund Net Position - Proprietary Funds.....	28
Statement of Cash Flows - Proprietary Funds.....	29
Statement of Net Position - Fiduciary Fund.....	31
Statement of Changes in Net Position - Fiduciary Fund.....	32
Notes to the Financial Statements.....	33

Required Supplementary Information:

General Fund Budgetary Schedule.....	72
Highway User Revenue Fund Budgetary Schedule.....	74
Notes to Budget and Actual Schedules.....	75
Schedule of City's Proportionate Share of the Net Pension Liability.....	76
Public Safety Personnel Retirement System - PSPRS	77
Schedule of City's Pension Contributions ASRS & PSPRS.....	79
Notes to Required Supplementary Information.....	80

Combining and Individual Fund Statements and Schedules:

Nonmajor Governmental Funds-Descriptions.....	81
Combining Balance Sheet - Nonmajor Governmental Funds.....	82
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds.....	88

Other Supplementary Information:

Schedules of Revenues, Expenditures and Changes in Fund Balances-Budget to Actual:

Special Revenue Funds:

City Court.....	94
Area Agency on Aging Fund.....	95
Community Services Fund.....	96
Grants.....	97
Economic Development Fund.....	98
Nuclear Emergency Management Fund.....	99
Public Safety Fund.....	100
Risk Management Retention Fund.....	101
Stormwater Quality Fund.....	102
Streetlight Improvement District Operations Fund.....	103
Transient Lodging Fund.....	104

CITY OF BUCKEYE, ARIZONA

Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2021

TABLE OF CONTENTS

Other Supplementary Information (cont.)

Schedules of Revenues, Expenditures and Changes in Fund Balances-Budget to Actual:

Capital Improvement Funds:

Capital Projects Fund General.....	105
Developmental Impact Fees Fund.....	106
Capital Projects Fund Other.....	107
Cemetery Improvement Fund.....	108
Future Street Improvements Fund.....	109
Grants Capital Projects Fund.....	110
Sundance Water Recharge.....	111
Traffic Signal Fund.....	112

Debt Service Funds:

Jackrabbit Trail ID Fund.....	113
Roosevelt Street ID Fund.....	114

Contents Description.....	115
Combining Statement of Net Position – Proprietary Funds – Nonmajor Funds.....	116
Combining Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds – Nonmajor Funds.....	117
Combining Statement of Cash Flows – Proprietary Funds – Nonmajor.....	118

Tables

STATISTICAL SECTION.....	119
---------------------------------	------------

Financial Trends

1-Net Position by Component.....	120
2-Changes in Net Position.....	122
3-Fund Balances of Governmental Funds.....	124
4-Changes in Fund Balances of Governmental Funds.....	126

Revenue Capacity

5-General Governmental Tax Revenues by Source.....	128
6-General Governmental Taxable Sales by Category.....	130
7-Transaction Privilege Tax Rates of Direct and Overlapping Governments.....	132
8-Net Assessed Property Values of Top Ten Taxpayers.....	134
9-Assessed Value and Estimated Actual Value of Taxable Property.....	136
10-Property Tax Rate-Direct and Overlapping Governments.....	138

Debt Capacity

11-Ratios of Outstanding Debt by Type.....	141
12-Direct and Overlapping Governmental Activities Debt.....	142
13-Legal Debt Margin Information.....	144
14-Pledged-Revenue Coverage.....	146

Demographic and Economic Information

15-Demographic and Economic Statistics.....	147
16-Principal Employers.....	148
17-Full-Time Equivalent City Government Employees by Function.....	150

Operating Information

18-Capital Asset and Infrastructure Statistics by Function.....	152
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November 29, 2021

Honorable Mayor and City Council
City of Buckeye, AZ

The Finance Department respectfully submits the Annual Comprehensive Financial Report (ACFR) of the City of Buckeye, Arizona for the fiscal year ended June 30, 2021. The State of Arizona requires in ARS Section 9-481 that each incorporated city is to be audited at least once for every fiscal year. The State of Arizona also requires additional supplemental information in the form of a report entitled "Expenditure Limitation Report" is to be completed annually. This report is under separate cover. Federal law requires that a single audit is to be performed for federal grant funds in conformance with the provisions of the Single Audit Act of 1984 and the *Uniform Guidance*. All information related to the single audit, including the schedule of expenditures of federal awards, findings and recommendations, and the independent auditor's reports on the internal control structure and compliance with applicable laws and regulations are under separate cover.

This report was prepared by the Finance Department with the assistance of various other City departments. City management assumes full responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, based on a comprehensive framework of internal control that has been established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than an absolute, assurance that the financial statements are free of any material misstatements. Heinfeld Meech & Co., a firm of licensed certified public accountants, has issued an unmodified opinion on the City's ACFR for the year ended June 30, 2021. As indicated by the opinion of our independent auditors, the report fairly presents the financial position and the results of operations of the City as measured by the financial activity of its various funds. The report has been outlined in a manner that will give the reader a broad understanding of the City's financial affairs. It includes disclosures necessary for the reader to gain an understanding of the City's financial activities. The independent auditors' report is located at the front of the financial statements in the Financial Section of the report.

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

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

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

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

- (1) Independent Auditor's Report,
- (2) Management's Discussion and Analysis (MD&A),
- (3) Basic Financial Statements (BFS),
- (4) Notes to the Basic Financial Statements,
- (5) Required Supplementary Information, and

(6) Combining, Individual Fund Financial Statements and Schedules.

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

PROFILE OF THE CITY OF BUCKEYE

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

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

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

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

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

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

FINANCIAL INFORMATION

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

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

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

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

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

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

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

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

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

AWARDS AND ACKNOWLEDGEMENTS

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting* to the City for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2020, marking the third year the City has achieved this prestigious recognition. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized ACFR that satisfies both generally accepted accounting principles

and applicable legal requirements. A Certificate of Achievement is valid for one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

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

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

Respectfully submitted,



William Kauppi
Chief Financial Officer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Buckeye
Arizona**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

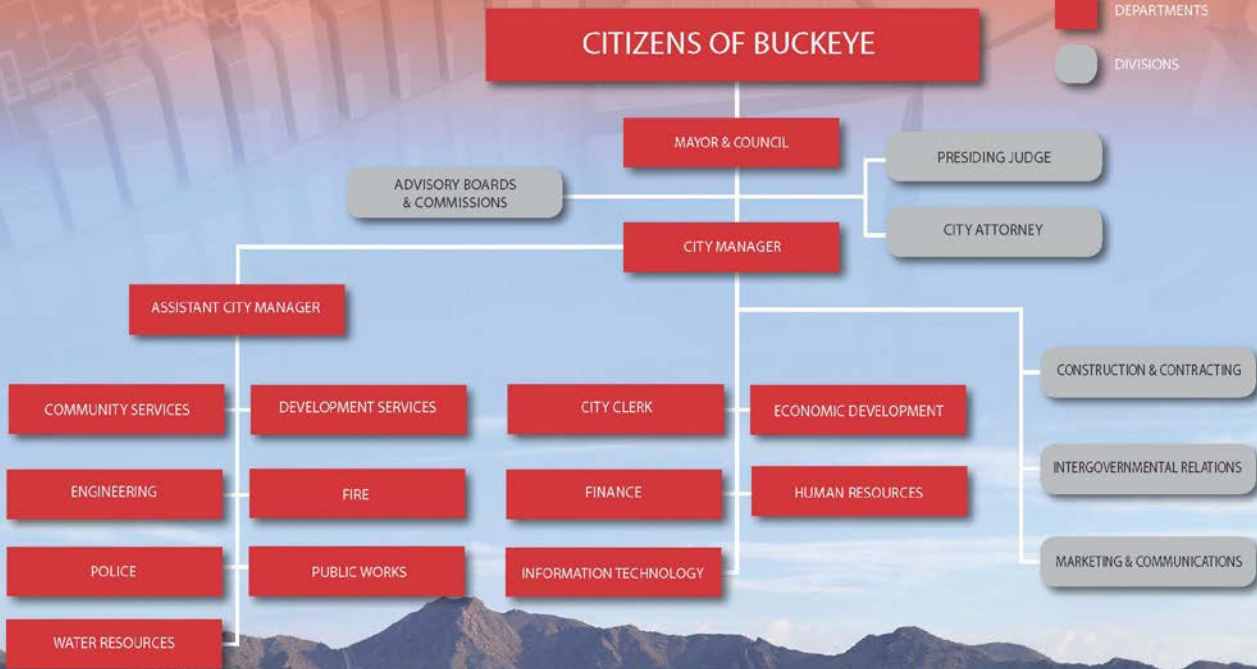
June 30, 2020

Christopher P. Morill

Executive Director/CEO



ORGANIZATION CHART



KEY OFFICIALS AND EXECUTIVE TEAM

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

MAYOR AND COUNCIL

Mayor Eric Orsborn

Vice Mayor Council Member (District 1) Tony Youngker

Council Member (District 2) Jeanine Guy

Council Member (District 3) Michelle Hess

Council Member (District 4) Patrick HagEstad

Council Member (District 5) Craig Heustis

Council Member (District 6) Clay Goodman, PhD

EXECUTIVE TEAM

City Manager Roger Klingler

Assistant City Manager James Shano

Deputy City Manager/Economic Development Director David Roderique

City Attorney Shiela Schmidt

City Clerk Lucinda Aja

City Engineer Scott Zipprich

City Magistrate John Burkholder

Chief Financial Officer William Kauppi

Community Services Director Miranda Gomez

Construction & Contracting Manager Chris Williams

Development Services Director Brian Craig

Fire Chief Bill Stockley (*Interim*)

Human Resources Director Nancy Love

Information Technology Director Greg Platacz

Intergovernmental Relations Manager George Diaz

Marketing & Communications Manager Annie DeChance

Police Chief Larry Hall

Public Works Director Scott W. Lowe

Water Resources Director Alisha Solano

MANAGEMENT TEAM

City Clerk:	Deputy City Clerk Summer Stewart
City Magistrate:	Court Administrator Johnny Tse
Community Services:	Recreation Manager Jessica Thompson Library Manager Jana White Parks Manager DiAnna Lipe Community Center Manager Phil Yabes
Development Services:	Deputy Director of Planning Adam Copeland Deputy Director of Administration Cathy Clemons
Economic Development:	Business Manager Kirsten Hall Economic Development Manager Suzanne Boyles Project Manager Katherine Hutton Airport Coordinator Jeff Webbe
Engineering:	Deputy City Engineer Paul Lopez Engineering Manager Ron Moll
Finance:	Special Districts Manager Larry Price Accounting Manager Sherri Meredith
Fire Department:	Assistant Fire Chief Bill Stockley
Human Resources:	Human Resources Manager Gail Timothy Risk and Safety Manager Jeff Horned
Information Technology:	IT Operations Manager Robert Hoff
Police Department:	Assistant Police Chief Bob Sanders
Public Works:	Environmental Manager Robert van den Akker Fleet Maintenance Manager Beth Casillas Operations Manager Robert Linton
Water Resources:	Administrative Manager Lisa Hord Environmental Manager Bobby Anastasov Water Resources Manager vacant

SUPPORTING STAFF

Senior Accountant Stephanie Cave

Accountant Tonja Bailey

Independent Auditor's Report

Honorable Mayor and Members of the
City Council City of Buckeye, Arizona

Report on Audit of Financial Statements

Opinions

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 City of Buckeye, Arizona (City), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Buckeye, Arizona, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of City of Buckeye, Arizona, and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for one year beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements. In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, and net pension liability information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The Combining and Individual Fund Financial Statements and Schedules and Other Supplementary Information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining and Individual Fund Financial Statements and Schedules and Other Supplementary Information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Introductory Section and Statistical Section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on other work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2021, on our consideration of City of Buckeye, Arizona’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Buckeye, Arizona’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Buckeye, Arizona’s internal control over financial reporting and compliance.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.
Scottsdale, Arizona
November 29, 2021



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City of Buckeye, Arizona

Management's Discussion and Analysis

Introduction

As financial management of the City of Buckeye (City), Arizona, we are pleased to provide an overview of our financial activities for the fiscal year ended June 30, 2021. The intended purpose of Management's Discussion and Analysis (MD&A) is to provide an introduction to the basic financial statements and notes that provides an objective and easy-to-read analysis of our financial activities based on currently known facts, decisions, and conditions. An easily readable summary of operating results and reasons for changes will help the reader to determine if our financial position improved or deteriorated over the past year. This report addresses current operational activities; the sources, uses, and changes in resources; adherence to budget; limitations; significant economic factors; and the status of infrastructure and its impacts on our debt and operations. When referring to prior year data in this analysis, we will be drawing on information from last year's audited financial reports.

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

Financial Highlights

- The City's government-wide assets and deferred outflows exceeded its liabilities and deferred inflows at the close of the fiscal year by \$740.2 million (net position). Of this amount, \$135.5 million is unrestricted balance and may be used to meet the government's ongoing obligations to citizens and creditors.
- The City's total net position, increased by \$56.4 million in the fiscal year 2021; an increase of \$43.1 million in governmental activities and an increase of \$13.3 million in business-type activities. The net position increase in governmental activities was primarily driven by higher than expected transaction privilege tax collections and AZ CARES funding received during the year. The net position increase in business activities was due to increase in water users fees due to growth and contributed capital.
- As of the close of the fiscal year 2021, the City's governmental funds reported combined ending fund balances of \$143.9 million, an increase of \$46.9 million over the prior year. The majority of this increase can be attributed to an increase in sales tax collections, State Shared Revenues, AZ CARES funding and permitting activity. The increase in assessed value due to new housing and a continued increase in population resulted in the increase to property taxes and State Shared revenues.
- As of June 30, 2021, the total fund balance in the General Fund was \$97.7 million (unassigned fund balance of \$97.1 million). The fund balance in the Impact Fees Funds totaled \$23.2 million. The fund balance for the Highway Users Revenue Fund was \$4.6 million.
- For the fiscal year 2021, total General Fund revenues of \$125.6 million (non-GAAP basis) were greater than budgeted revenues of \$105.2 million; a positive variance of \$20.4 million, or 19.4%. Total General Fund expenditures of \$72.4 million (non-GAAP basis) were less than the budgeted expenditures of \$90.2 million, a variance of \$17.8 million.
- For the fiscal year 2021, the total Highway Users Revenue Fund (HURF) revenues of \$6.0 million were higher than the budgeted revenues of \$5.8 million; a positive variance of \$185,232 or 3.2%. Total HURF expenditures \$4.1 million were less than the budgeted amount of \$6.0 million; a difference of \$1.9 million or 32.1%. Total Impact Fee revenues of \$8.9 million were higher than the budgeted revenues of \$1.3 million, a positive variance of \$7.6 million. Total Impact Fee expenditures of \$683,045 were less than the budgeted expenditures of \$6.9 million; a difference of \$6.2 million or 90.0% when compared to budget.

Overview of the Financial Statements

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

City of Buckeye, Arizona

Management's Discussion and Analysis

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

Government-wide Financial Statements

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

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

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

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, highways and streets, culture and recreation, community development, economic development, and health and welfare. The business-type activities include the City's water, wastewater, solid waste, and airport operations.

Fund Financial Statements

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

Governmental Funds

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

Proprietary Funds

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

City of Buckeye, Arizona

Management's Discussion and Analysis

Fiduciary Funds

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

Notes to the Basic Financial Statements

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

Required Supplementary Information Other than this MD&A

Governments have the option of including the budgetary comparison statements for the general fund and major special revenue funds as either part of the fund financial statements within the basic financial statements, or as required supplementary information after the footnotes. The City has chosen to represent these budgetary statements as part of the required supplementary information. Additionally, governments are required to disclose certain information about employee pension funds.

Government-Wide Financial Statements Analysis

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

The net position may serve over time as a useful indicator of a government's financial position. The following table reflects the condensed Statement of Net Position of the City as of June 30, 2021, and 2020, showing that assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources for both governmental and business-type activities by a total of \$740.2 million for the fiscal year ended June 30, 2021.

Analysis of Net Position

As noted earlier, the net position may serve as a useful indicator of a government's financial condition. For the City, assets exceeded liabilities by \$740.2 million at the close of the current fiscal year. The net position consists of three components: 1) net investment in capital assets, 2) restricted, and 3) unrestricted. The net investment in capital assets of \$521.1 million is 70.4% of the City's total net position. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position \$83.5 million (11.3%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$135.5 million (18.3%), may be used to meet the government's ongoing obligations to citizens and creditors.

City of Buckeye, Arizona

Management's Discussion and Analysis

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

Condensed Statement of Net Position June 30, 2021 and 2020

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
ASSETS						
Current and other assets	\$ 205,508,430	\$ 157,093,208	\$ 83,430,479	\$ 80,081,714	\$ 288,938,909	\$ 237,174,922
Capital assets:						
Non-depreciable	191,974,826	189,801,986	129,659,455	76,842,334	321,634,281	266,644,320
Depreciable (net)	244,336,369	237,252,273	252,395,282	247,134,980	496,731,651	484,387,253
Total Assets	\$ 641,819,625	\$ 584,147,467	\$ 465,485,216	\$ 404,059,028	\$ 1,107,304,841	\$ 988,206,495
DEFERRED OUTFLOWS OF RESOURCES						
Excess consideration for acquisition	\$ -	\$ -	\$ 16,716,044	\$ 20,037,208	\$ 16,716,044	\$ 20,037,208
Loss on refunding and defeasance	412,454	475,377	-	-	412,454	475,377
Pension related deferred outflows ASRS	5,960,437	3,536,398	1,826,205	1,116,756	7,786,642	4,653,154
Pension related deferred outflows PSPRS	18,118,496	12,876,682	-	-	18,118,496	12,876,682
Total deferred outflow of resources	\$ 24,491,387	\$ 16,888,457	\$ 18,542,249	\$ 21,153,964	\$ 43,033,636	\$ 38,042,421
Total assets and deferred outflows of resources	\$ 666,311,012	\$ 601,035,924	\$ 484,027,465	\$ 425,212,992	\$ 1,150,338,477	\$ 1,026,248,916
LIABILITIES						
Other liabilities	\$ 17,687,442	\$ 12,867,880	\$ 16,259,100	\$ 11,008,658	\$ 33,946,542	\$ 23,876,538
Non-current liabilities:						
Due within one year	13,638,331	11,951,385	7,847,802	12,366,676	21,486,133	24,318,061
Net Pension Liability - ASRS	28,792,478	23,201,539	8,821,363	7,326,801	37,613,841	30,528,340
Net Pension Liability - PSPRS	27,174,552	19,568,749	-	-	27,174,552	19,568,749
Due in more than one year	150,645,112	146,056,886	130,787,555	87,038,806	281,432,667	233,095,693
Compensated absences	2,869,686	2,816,896	340,624	318,116	3,210,310	3,135,012
Total Liabilities	\$ 240,807,601	\$ 216,463,335	\$ 164,056,444	\$ 118,059,057	\$ 404,864,045	\$ 334,522,392
DEFERRED INFLOWS OF RESOURCES						
Gain on refunding and defeasance	\$ 469,178	\$ 530,816	\$ -	\$ -	\$ 469,178	\$ 530,816
Pension related deferred inflows ASRS	-	1,449,783	-	457,826	-	1,907,609
Pension related deferred inflows PSPRS	4,769,944	5,415,490	-	-	4,769,944	5,415,490
Total deferred inflows of resources	\$ 5,239,122	\$ 7,396,089	\$ -	\$ 457,826	\$ 5,239,122	\$ 7,853,915
NET POSITION						
Net investment in capital assets	\$ 275,887,295	\$ 272,794,226	\$ 245,255,331	\$ 226,109,234	\$ 521,142,626	\$ 498,903,460
Restricted for						
Impact fees	23,236,833	23,706,475	7,632,010	10,659,334	30,868,843	34,365,809
Highway and streets	4,532,503	3,664,182	-	-	4,532,503	3,664,182
Debt service	38,593,273	41,540,522	-	-	38,593,273	41,540,522
Capital projects	6,082,719	6,295,335	-	-	6,082,719	6,295,335
Other	3,471,565	2,501,465	-	-	3,471,565	2,501,465
Unrestricted	68,460,101	26,674,295	67,083,680	69,927,541	135,543,781	96,601,836
Total net position	\$ 420,264,289	\$ 377,176,500	\$ 319,971,021	\$ 306,696,109	\$ 740,235,310	\$ 683,872,609
Total liabilities, deferred inflows of resources and net position	\$ 666,311,012	\$ 601,035,924	\$ 484,027,465	\$ 425,212,992	\$ 1,150,338,477	\$ 1,026,248,916

City of Buckeye, Arizona

Management's Discussion and Analysis

Analysis of Changes in Net Position

The following table reflects the condensed Statement of Changes in Net Position for the fiscal years ended June 30, 2021, and 2020. This information helps understand the sources and uses of funds during the fiscal year.

City of Buckeye, Arizona Changes in Net Position For the Fiscal Years Ended June 30, 2021 and 2020						
	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
REVENUES						
Program revenues						
Fees, fines and charges for services	\$ 27,013,027	\$ 19,669,238	56,056,865	\$ 49,640,101	\$ 83,069,892	\$ 69,309,339
Operating grants and contributions	15,935,775	6,595,715	70,014	3,288,369	16,005,789	9,884,084
Capital grants and contributions	18,208,415	23,220,317	12,762,452	10,461,573	30,970,867	33,681,890
General revenues						
Sales taxes	54,002,450	41,285,076	-	-	54,002,450	41,285,076
Property taxes	21,105,291	19,541,703	-	-	21,105,291	19,541,703
Franchise taxes	3,855,829	3,833,190	-	-	3,855,829	3,833,190
State-shared revenues	24,602,471	20,501,125	-	-	24,602,471	20,501,125
Investment earnings	4,824	3,170,319	669,887	1,222,456	674,711	4,392,775
Other	2,210,673	1,848,018	-	-	2,210,673	1,848,018
Total Revenues	\$ 166,938,755	\$ 139,664,701	\$ 69,559,218	\$ 64,612,499	\$ 236,497,973	\$ 204,277,200
EXPENSES						
General government	\$ 19,592,932	\$ 30,210,142	\$ -	\$ -	\$ 19,592,932	\$ 30,210,142
Public safety	43,010,207	39,976,294	-	-	43,010,207	39,976,294
Highways and streets	30,582,714	20,998,421	-	-	30,582,714	20,998,421
Culture and recreation	6,761,969	7,094,958	-	-	6,761,969	7,094,958
Development services	5,717,005	4,669,973	-	-	5,717,005	4,669,973
Engineering	3,573,855	2,892,421	-	-	3,573,855	2,892,421
Public works	6,386,632	6,048,110	-	-	6,386,632	6,048,110
Interest on long-term debt	6,432,097	7,877,202	-	-	6,432,097	7,877,202
Airport	-	-	640,102	572,264	640,102	572,264
Environmental Services	-	-	8,409,656	7,729,318	8,409,656	7,729,318
Wastewater	-	-	18,047,390	15,956,647	18,047,390	15,956,647
Water	-	-	30,980,713	29,534,554	30,980,713	29,534,554
Total Expenses	\$ 122,057,411	\$ 119,767,521	\$ 58,077,861	\$ 53,792,783	\$ 180,135,272	\$ 173,560,304
Excess or deficiency (before extraordinary items and transfers)	44,881,344	19,897,180	11,481,357	10,819,716	56,362,701	30,716,896
Transfers	(1,793,555)	(383)	1,793,555	-	-	(383)
Change in net position	43,087,789	19,896,797	13,274,912	10,819,716	56,362,701	30,716,513
Net position at beginning of year	377,176,500	357,279,703	306,696,109	295,876,393	683,872,609	653,156,096
Total net position	\$ 420,264,289	\$ 377,176,500	\$ 319,971,021	\$ 306,696,109	\$ 740,235,310	\$ 683,872,609

Governmental Activities. Governmental activities increased the City's net position by \$44.9 million from the prior fiscal year.

Total revenues for governmental activities increased by approximately \$27.3 million from the previous fiscal year. The greatest increase in revenue can be found in the sales taxes, operating grants and contributions and fees, fines and charges for sources in the amount of \$29.4 million.

- Fines, Fees, and Charges increased over the prior year by approximately \$7.3 million. The reason for the increase was primarily due to an increase in permitting activity during the year.
- Operating and Capital Grants and other Contributions increased by \$9.3 million over the previous fiscal year. The primary reason for the increase was due to the City receiving \$9.1 million in AZCARES funding from the State. In addition, the City accepted numerous streets and sidewalks from developers as a result of the positive economy. Developers have agreements with the City, which transfers the infrastructure constructed within those developments to the City upon conveyance. These conveyances include streets, sidewalks, water, and wastewater lines.
- As the population in the City continues to grow, the number of businesses and assessed property values within the City are also increasing. This growth is directly related to the increase in property taxes and sales tax collections. Sales tax increased by \$12.7 million when compared to the prior fiscal year primarily in the area of contracting activity and

City of Buckeye, Arizona

Management's Discussion and Analysis

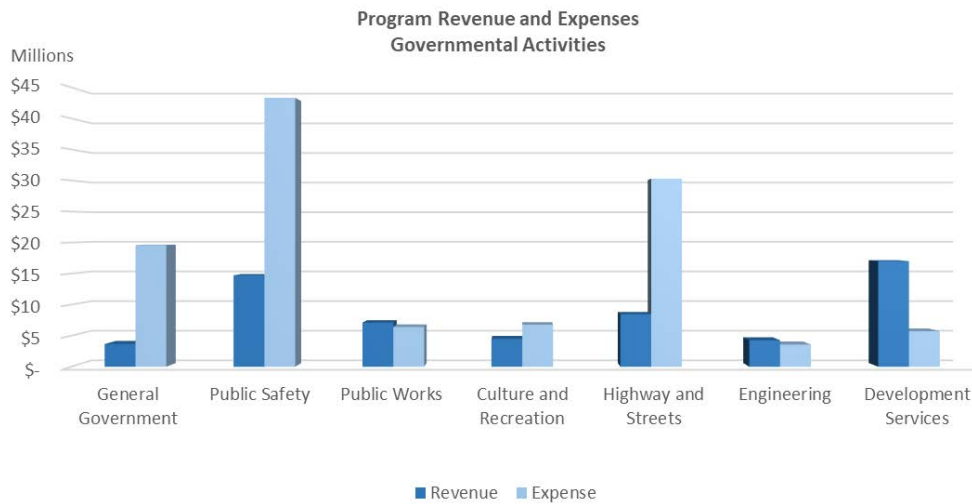
retail. Due to the increase in assessed values within the City, property taxes increased by \$1.6 million with a slight decrease in the City's tax rate.

- Franchise Fees increased by \$22,639 from the prior year.
- State Shared Revenues increased by \$4.1 million due to a positive economy and an increase in the City's population.
- Investment earnings decreased during the fiscal year by \$3.2 million due to an unrealized loss in the change in market value in the City's investments.

Total expenses increased in the Governmental funds by \$2.3 million over the previous year. This increase is accounted for by:

- General Government decreased by approximately \$10.6 million over the prior year. The decrease was primarily attributed to the non-capitalized reimbursement recorded in the prior year to Pulte Homes through the Festival Ranch CFD 2019 General Obligation Bond. In addition, the General Government also experienced increases in the following areas:
 - Personnel costs increased by \$505,000 specific to the City Manager, Finance, City Court, and IT departments
- Public Safety expenditures increased by \$3.0 million due primarily to the increase in salaries, health benefits, and pension expense.
- Highway and Streets increased by \$9.6 million which was attributed to non-capitalized reimbursement recorded in the Festival and Verrado District 1 community facilities district.
- Culture and Recreation decreased by \$332,989 was attributed to a decrease in the number of recreational activities due to COVID.
- Development Services increased by \$1.0 million due primarily to an increase in professional services.
- Engineering increased by \$681,434 due to an increase in salaries and benefits and professional services.
- Public Works increased by \$338,522. This increase was primarily due to an increase in salaries and benefits and an increase to custodial services due to COVID.

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

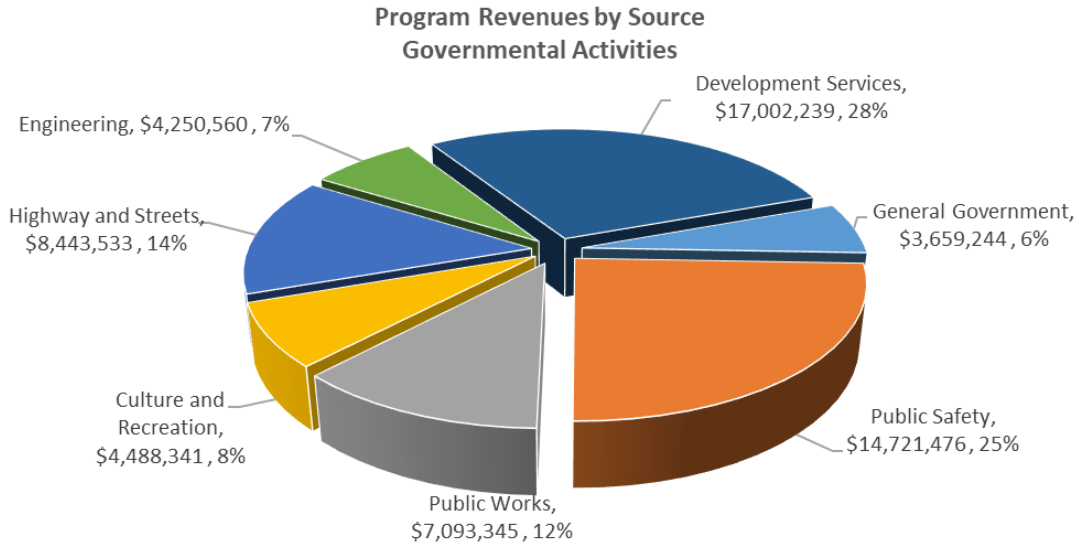


As shown, Public Safety (Police and Fire) and Highway and Streets are the largest functions in expenses at 37.5% and 26.2% respectively, followed and General Government (City Council, City Manager, City Clerk, Finance, and City Court) at 16.9%, Culture and Recreation at 5.8%, Public Works at 5.5%, Development Services at 4.9% and Engineering at 3.1%.

City of Buckeye, Arizona

Management's Discussion and Analysis

General revenues such as sales and use taxes (e.g. transaction privilege taxes), property taxes, franchise taxes and intergovernmental are not shown by a program, but are effectively used to support program activities of the City. Sales taxes and franchise fees account for 61.0% of the total. Intergovernmental revenues (e.g. state-shared sales tax, state revenue sharing franchise fees, and auto lieu) account for 24.1% of the total. Property taxes account for 22.9% of the total.

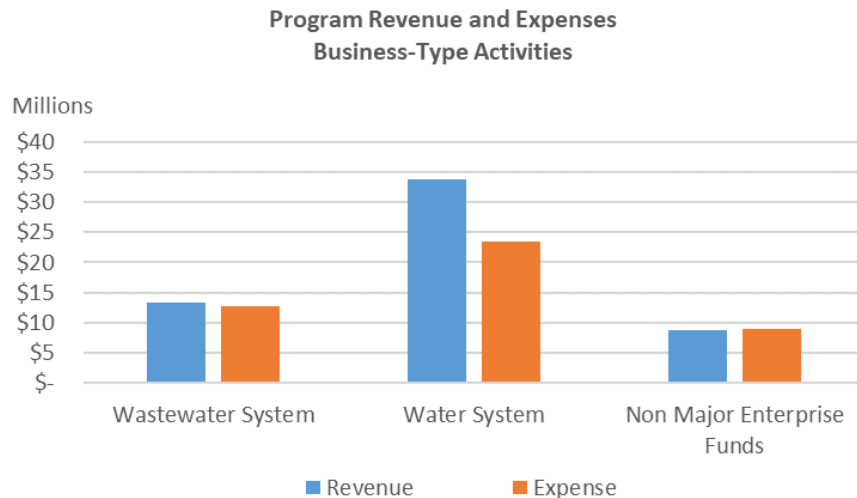


Business-Type Activities. Business-type activities increased the City's net position by \$11.5 million during the fiscal year ended June 30, 2021.

Total revenues for business-type activities increased by \$4.9 million over the previous fiscal year. Fees, fines, and charges for services showed an increase of \$6.4 million. Charges for services increased due to additional utility customers and the addition of the water repair and replacement fee that went into effect in March 2020. The decrease in the Operating/Capital Grants and Contributions categories was primarily due to a decrease in the number and amount of Federal Grants awarded.

Total operating expenses increased by \$4.3 million primarily due to personnel costs to include salaries, health benefits and contractual services during the year. In addition, the contractual agreement for the City's solid waste services increased by approximately \$813,000.

As shown in the chart below, the Water System had operating expenses of \$23.5 million and Wastewater expenses totaling \$12.8 million. For the fiscal year, the Water System charges for services revenues exceeded expenses by \$10.3 million, and Wastewater revenues exceeded expenditures by \$611,587.



City of Buckeye, Arizona

Management's Discussion and Analysis

Fund Financial Statements Analysis

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

As of June 30, 2021, the City's governmental funds reported combined ending fund balances of \$143.9 million, an increase of \$46.9 million from June 30, 2020. Approximately 68% of this total, as reflected in the table below, is the General Fund balance, which is available for contribution to the designated, undesignated, and reserved fund balances. Approximately \$97.1 million of this total amount constitutes unassigned fund balance, which is available for spending at the City's discretion. The remainder of the fund balance is: 1) non-spendable (\$649,650) for inventory and prepaid items and 2) restricted (\$46.2 million) for special revenue funds, capital improvement funds, community facilities districts and debt service.

Fund Balances - Governmental Funds
For the Fiscal Years Ended June 30, 2021 and 2020

	Governmental Activities		Increase (Decrease)
	2021	2020	from FY 2020
General Funds	\$ 97,662,709	\$ 53,996,924	\$ 43,665,785
Impact Fee Funds	23,236,833	23,706,475	(469,642)
Capital Improvement Fund	593,883	1,187,173	(593,290)
Watson Road CFD	4,763,728	3,190,571	1,573,157
Festival Ranch CFD	1,496,448	1,331,855	164,593
HURF Fund	4,640,516	3,735,753	904,763
Nonmajor Governmental Funds	11,554,397	9,905,681	1,648,716
	<u>\$ 143,948,514</u>	<u>\$ 97,054,432</u>	<u>\$ 46,894,082</u>

General Fund. The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the general fund was \$97.1 million. As a measure of the general fund's liquidity, it may be useful to compare total unassigned and total fund balance to total fund expenditures. The unassigned fund balance represents 134.6% of total general fund expenditures of \$74.0 million.

According to the City's financial policy, the City's general fund will maintain an "unassigned" fund balance with a target of a minimum of 15% of general fund operating expenditures. The intention of the "unassigned" fund balance is to provide additional stability to the general fund recognizing the cyclical nature of the economy and the volatility of the major revenue sources of the City. Funds above the minimum targets will be retained in the unassigned general fund balance. As of June 30, 2021, the City had set aside 135.4% of general fund operating expenditures.

The fund balance of the City's general fund increased by \$43.7 million. Key factors in this change were:

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

HURF (Highway User Revenues Fund). The HURF Fund, which is required by Arizona law to be accounted for separately from all other funds, increased by \$904,763 during the fiscal year. The increase was attributed HURF revenue collections exceeding budget by approximately \$236,000 and actual expenditures being lower than budget by approximately \$1.9 million.

City of Buckeye, Arizona

Management's Discussion and Analysis

Impact Fee Funds. Fund balances decreased during the fiscal year by approximately \$470,000, due to higher than anticipated housing starts but was offset by the transfers of \$8.7 million to the Capital Projects fund to cover growth related capital expenditures. Total impact fees ending fund balance was \$23.2 million.

Capital Improvement Funds. Fund balance decreased by \$593,290.

Watson Road Community Facility District. During the fiscal year, the Watson Road CFD Fund balance increased by \$1.6 million. The reason for the increase was due to a \$1.6 million assessment payoff that was received during the year.

Festival Ranch Community Facility District. During the fiscal year, the Festival Ranch CFD Fund balance increased by \$164,593. The reason for the increase was due to a developer contribution related to the 2021 bond issue.

Proprietary Funds. The City's proprietary fund financial statements provide the same type of information found in the government-wide financial statements but in more detail. The total net position for business-type activities (enterprise funds) was \$320.0 million. At the end of the fiscal year, unrestricted net position for the proprietary funds were \$67.1 million, a decrease of \$2.8 million.

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

Unrestricted Net Position - Proprietary Funds For the Fiscal Years Ended June 30, 2021 and 2020

	<u>Business-Type Activities</u>		Increase (Decrease)
	<u>2021</u>	<u>2020</u>	from FY 2020
Water Fund	55,871,701	\$ 55,023,058	\$ 848,643
Wastewater Fund	10,643,675	14,477,010	(3,833,335)
Nonmajor Fund	568,304	427,473	140,831
	<u>\$ 67,083,680</u>	<u>\$ 69,927,541</u>	<u>\$ (2,843,861)</u>

Utility rates will be set at a minimum to ensure the ratio of revenue to debt meets bond indenture requirements of 1.20:1 ratio. The City's goal will be to maintain a minimum ratio of utility revenue to debt service of 1.6:1 to ensure debt coverage in times of revenue fluctuations attributable to weather or other causes, and to ensure a balanced pay-as-you-go capital improvement plan. Currently, both of the utility funds have incurred debt. As of June 30, 2021, both utility systems have met the minimum net revenues to the debt ratio. Additional information is available in Table 14, Pledge-Revenue Coverage. City staff completed an annual review of the water and wastewater utility rates during the fiscal year 2020-21 and no rate increases were necessary.

Budgetary Highlights

The City's annual budget is the legally adopted expenditure control document of the City. Budgetary comparison statements are required for the General Fund and all major special revenue funds may be found beginning on page 72. These statements compare the original adopted budget and revised budget, and the actual expenditures prepared on a budgetary basis.

Revenues collected in the general fund exceeded budgeted amounts by \$20,398,435. Actual expenditures were less than the amount budgeted by \$17,814,011 as the general fund department activities continue to be closely monitored. Differences between budget and actual for revenues and expenditures amounts relate to an increase in licenses and permits, sales tax, and State Shared revenues. The difference was primarily attributable to the following reasons:

- Revenue results were over budget by \$20.4 million. Sales tax (i.e. transaction privilege tax) revenues were above estimates by \$14.2 million; licenses and permit revenues for building and related permits were \$6.2 million over budget;
- Investment earnings had a budget deficit of \$1.3 million and total Intergovernmental revenues were over budget by \$2.8 million.
- Operating expenditures had a positive variance to budget of \$15.8 million. Capital outlay had a positive variance to a budget of \$2.0 million due to many projects being delayed due to COVID and a shortage of materials.
- Contingency budget remaining at year-end was approximately \$9.2 million.

City of Buckeye, Arizona

Management's Discussion and Analysis

Capital Asset

The City's capital assets for its governmental and business-type activities as of June 30, 2021 amount to \$818.4 million (net of accumulated depreciation). For government-wide financial statement presentations, all depreciable capital assets were depreciated from the acquisition date to the end of the fiscal year. Fund financial statements record capital asset acquisitions as expenditures.

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

The following table provides details of the City's capital assets as of June 30, 2021:

Capital Assets at June 30, 2021 (Net of Depreciation)

	Governmental Activities	Business-Type Activities	Total
Land	\$ 177,428,135	\$ 12,830,193	\$ 190,258,328
Water Rights	-	3,883,259	3,883,259
Construction in progress	14,546,692	112,946,002	127,492,694
Land improvements	18,564,444	2,117,041	20,681,485
Buildings and improvements	45,048,638	56,006,817	101,055,455
Infrastructure	143,538,291	-	143,538,291
Landfill	22,402,927	-	22,402,927
Machinery and equipment	14,782,068	6,433,077	21,215,145
Wastewater system	-	117,163,925	117,163,925
Water system	-	70,674,422	70,674,422
	<u>\$ 436,311,195</u>	<u>\$ 382,054,736</u>	<u>\$ 818,365,931</u>

Below is a listing of the major capital asset events that occurred during this fiscal year. Some of these capital projects were started during the previous fiscal years and are either still ongoing, or have been completed and recorded during fiscal year 2021.

- Police Property and Evidence building project (\$6,347,957) was completed in fiscal year 2021.
- Sundance Park Phase II is underway with an additional \$3,596,184 expended in fiscal year 2021 and when completed, it will have a lake, splash pad, multi-use sports field, amphitheater and more amenities.
- Tartesso Fire Station 705 project (\$5,115,680) was completed in fiscal year 2021.
- 247th Avenue Improvements is in progress with a total of \$2,276,958 spent to date.
- Sundance Crossings Tenant Improvement project (\$1,478,553) is to provide additional workspace for the Community Services department. The project was completed in fiscal year 2021
- There are multiple traffic signal and intersection improvement projects in process with total costs to date of \$2.0 million.
- Miller and Watson Road TI enhancements paid to date was \$2,530,563.

Business Type

- Jackie A. Meck Water (formerly Broadway Water) campus project is currently in the construction phase. Total costs to date equal \$99.3 million.
- North Miller Road Trunk Sewer project was completed during the year at a total cost of \$9.1 million.
- Drill Well #13 project total costs to date are \$671,496.
- Sundance WWTP SBR 1 & 2 DCR (\$420,020) will be rolled into the Sundance WWTP upgrade.
- Sundance WRF Odor Scrubber project will be completed in fiscal year 2021. Total costs to date is \$1.2 million.
- Water Treatment Farallon #16 project to date cost equals \$1.1 million.
- Water line at the Airport project to date cost equals \$2.6 million.
- Construction on the Airport Taxiway and Apron started in fiscal year 2020 and total cost to date is \$1.9 million.

City of Buckeye, Arizona

Management’s Discussion and Analysis

For governmental-wide financial statement presentations, all depreciable capital assets were depreciated from acquisition date to the end of the current fiscal year. Fund financial statements record capital assets purchases as expenditures. See note 7 on page 44 in the notes to the financial statements for further information regarding capital assets.

Long-Term Debt

At the end of the fiscal year, the City had total long-term obligations outstanding of \$342.7 million. Of this amount, \$130.5 million (38.0%) is Community Facilities District bonds backed solely by the property owners within the various CFDs. Improvement district bonds of \$5.1 million (1.5%) are backed principally by the property owners within the improvement district which the City is liable in the event of default by the owners subject to the assessment. An additional \$11.7 million (governmental activities) and \$127.0 million (business-type activities) of outstanding debt is secured by pledges of specific revenue sources of the City. The remaining \$60.9 million (17.8%) is for compensated absences, deferred amounts on bond premiums, and discounts and pension liability related to ASRS and PSPRS per GASB 68. See note 9 on page 46 in the notes to the financial statements for additional information regarding the City’s long-term debt obligations and other long-term liabilities.

The State Constitution limits the amount of general obligation debt a city may issue to six percent of its total assessed valuation. The current six percent debt limitation for the City is \$48.4 million. Also, the State constitution limit allows a city to issue an additional 20 percent of its total assessed valuation for water, wastewater, lights, transportation, public safety, open space preserves, parks, playgrounds, and recreational facilities. The current 20 percent debt limitation for the City is \$161.4 million. The City has no property tax authority and no outstanding general obligation debt outstanding as of June 30, 2021.

The following table shows the long-term obligations of the City (including both the current and long-term portions of those obligations) as of June 30, 2021.

Long-term Obligations at June 30, 2021

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Improvement district bonds	\$ 5,104,000	\$ -	\$ 5,104,000
Revenue bonds	11,740,200	126,965,339	138,705,539
Community facility district bonds	130,484,143	-	130,484,143
Deferred amount on premium	3,762,428	3,822,218	7,584,646
Deferred amount on discount	(206,659)	-	(206,659)
Compensated absences	2,869,686	337,013	3,206,699
Net Pension Liability - ASRS	23,201,539	7,326,801	30,528,340
Net Pension Liability - PSPRS	27,174,552	-	27,174,552
	<u>\$ 204,129,889</u>	<u>\$ 138,451,371</u>	<u>\$ 342,581,260</u>

Fiscal Year 2021-22 Budget Proposal Highlights

The total for this balanced budget is \$392.7 million excluding budgeted transfers and includes significant investments in services for our citizens, our employees, and the City’s infrastructure. It complies with Council adopted policy, including a fully funded contingency reserve.

The City’s population continues to increase averaging 6.8 percent in the last five years, and staff is predicting that the City’s population will exceed 105,000 in the upcoming year. Normally these increases, among other factors, would translate to a projected increase over the prior year, however; due to COVID and the I-10 widening project, the City adopted a conservative operating revenues budget (excluding other financing sources and bond proceeds) while maintaining current level of service demands and expenditure needs. The City continues to set aside significant amounts in contingency to cover unanticipated expenditures or a loss in revenues.

General Fund major revenue sources include:

- \$52.5 million projected city sales taxes
- \$28.7 million in state shared revenue (includes \$5.3 million in American Rescue Plan Act funding)
- \$18.7 million in permitting revenues
- \$10.9 million property tax revenues

City of Buckeye, Arizona

Management's Discussion and Analysis

The City's primary property tax rate has been reduced to \$1.767 per \$100.00 of taxable value, a decrease from \$1.789 the previous year. The City's assessed value increased by 10.6% over the prior year which will result in an increase in property tax levy assessed values due to new construction also contributed to the increase in the City tax levy. While there are more needs than available funds, the focus of this year's proposed expenditure plan is on creating a balance between investing in citizen services, investing in our employees, and investing in our infrastructure. Examples of increased services include additional street paving projects, new park trails, and equipment. Other investments include:

- \$17.7 million for Phase II design of the Sundance Park
- \$6.5 million for intersection improvements and traffic signals at Miller & Broadway, Miller & Southern, and Miller & Baseline
- \$2.5 million for expansion of the park and ride at Jackrabbit Trail and Palm Lane
- \$3.6 million for Apache and Southern intersection and traffic signal
- \$2.5 million for a 30-acre community park in the northern area of the city
- \$5.0 million for the police training facility
- \$7.0 million for the Verrado Way Yuma Road to Van Buren improvement

The budget includes the addition of 52 positions. Out of these positions, 11 positions were approved for the police department, 5 positions for the fire department, 2 positions for the Development Services Department, 7 in Public Works and Streets, 9 Community Services positions and 10 in Water Resources Department. These new positions will allow the City to respond to the needs of the community and still result in a slight decrease in the number of employees per 1,000 residents. Additionally, to attract and retain a quality team of employees, the budget includes a 4 percent cost of living adjustment and a 3 percent merit increase.

There are 59 capital improvement projects totaling approximately \$143.6 million in this year's CIP budget. In addition to the projects mentioned above, the following projects are also part of the City's five-year capital improvement plan:

- \$17 million for the Jackie A. Meck Water Campus. This is one of the largest projects to date in the City's CIP plan and includes master planning, design, and construction. This project is scheduled to be completed during the upcoming fiscal year.
- \$19.6 million in various wastewater related CIP projects including the Sundance Wastewater Reclamation facility improvement and the Central Wastewater treatment plant improvement.
- \$16.1 million for the Farallon Water Campus #16.

As one of the fastest-growing cities in the country, with a planning area of over 642 square miles, the budget for FY 2021/2022 focuses on meeting the demands of growth and smart planning for future needs.

Financial Contact Information

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

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

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

City of Buckeye, Arizona

Statement of Net Position

June 30, 2021

ASSETS	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Cash and investments	\$ 148,505,409	\$ 65,220,377	\$ 213,725,786
Receivables, net			
Accounts receivable	1,050,041	5,661,677	6,711,718
Taxes receivable	84,409	-	84,409
Intergovernmental	8,554,555	8,590,253	17,144,808
Special assessments receivable	30,473,143	-	30,473,143
Accrued interest	243,672	-	243,672
Other	449,661	-	449,661
Inventory	145,957	1,065,699	1,211,656
Prepaid expenses	503,693	3,806	507,499
Restricted assets			
Cash with paying agent	12,529,925	2,888,667	15,418,592
Restricted cash	2,967,965	-	2,967,965
Capital assets			
Land and construction in progress	191,974,826	129,659,455	321,634,281
Facilities, infrastructure and equipment (net of depreciation)	244,336,369	252,395,282	496,731,651
Total assets	<u>641,819,625</u>	<u>465,485,216</u>	<u>1,107,304,841</u>
DEFERRED OUTFLOWS OF RESOURCES			
Excess consideration provided for acquisition	-	16,716,044	16,716,044
Loss on refunding and defeasance	412,454	-	412,454
Pension related deferred outflows - ASRS	5,960,437	1,826,205	7,786,642
Pension related deferred outflows - PSPRS	18,118,496	-	18,118,496
Total deferred outflows of resources	<u>24,491,387</u>	<u>18,542,249</u>	<u>43,033,636</u>
LIABILITIES			
Accounts payable and other current liabilities	5,859,041	13,193,326	19,052,367
Accrued wages and benefits	3,864,937	439,506	4,304,443
Retainage Payable	458,626	1,657,082	2,115,708
Unearned revenue	5,743,800	-	5,743,800
Customer deposits payable	1,601,492	969,186	2,570,678
Other current liabilities	159,546	-	159,546
Noncurrent liabilities			
Due within one year			
Matured debt interest payable	3,188,963	1,835,951	5,024,914
Matured debt principal payable	10,210,368	6,011,851	16,222,219
Bonds payable	239,000	-	239,000
Compensated absences	1,603,007	190,273	1,793,280
Due in more than one year			
Bonds payable	150,645,112	130,787,555	281,432,667
Net pension liability - ASRS	28,792,478	8,821,363	37,613,841
Net pension liability - PSPRS	27,174,552	-	27,174,552
Compensated absences	1,266,679	150,351	1,417,030
Total liabilities	<u>240,807,601</u>	<u>164,056,444</u>	<u>404,864,045</u>
DEFERRED INFLOWS OF RESOURCES			
Gain on refunding and defeasance	469,178	-	469,178
Pension related deferred inflows - PSPRS	4,769,944	-	4,769,944
Total deferred inflows of resources	<u>5,239,122</u>	<u>-</u>	<u>5,239,122</u>
NET POSITION			
Net investment in capital assets	275,887,295	245,255,331	521,142,626
Restricted for			
Impact fees	23,236,833	7,632,010	30,868,843
Highways and Streets	4,532,503	-	4,532,503
Debt service	38,593,273	-	38,593,273
Capital projects	6,082,719	-	6,082,719
Other special purposes	3,471,565	-	3,471,565
Unrestricted	68,460,101	67,083,680	135,543,781
Total net position	<u>\$ 420,264,289</u>	<u>\$ 319,971,021</u>	<u>\$ 740,235,310</u>

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

City of Buckeye, Arizona

Statement of Activities

For the Year Ended June 30, 2021

Functions/Programs	Expenses	Program Revenues		
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities				
General government	\$ 19,592,932	\$ 3,320,227	\$ 339,017	\$ -
Public safety	43,010,207	346,816	9,209,757	5,164,903
Highways and streets	30,582,714	28,841	5,907,212	2,507,480
Culture and recreation	6,761,969	552,895	429,089	3,506,357
Public works	6,386,632	12,970	50,700	7,029,675
Development services	5,717,005	17,002,239	-	-
Engineering	3,573,855	4,250,560	-	-
Interest on long-term debt	6,432,097	1,498,479	-	-
Total governmental activities	<u>122,057,411</u>	<u>27,013,027</u>	<u>15,935,775</u>	<u>18,208,415</u>
Business-type activities				
Water	30,980,713	33,809,784	-	5,912,836
Wastewater	18,047,390	13,407,055	-	6,849,616
Environmental Services	8,409,656	8,542,928	-	-
Airport	640,102	297,098	70,014	-
Total business-type activities	<u>58,077,861</u>	<u>56,056,865</u>	<u>70,014</u>	<u>12,762,452</u>
Total primary government	<u>\$ 180,135,272</u>	<u>\$ 83,069,892</u>	<u>\$ 16,005,789</u>	<u>\$ 30,970,867</u>

General revenues:
Taxes:
 Sales taxes
 Property taxes
 Franchise taxes
Unrestricted revenues:
 State revenue sharing
 State sales tax revenue sharing
 Auto lieu tax revenue sharing
Investment earnings
Other
Transfers
Total general revenues and transfers
Change in net position
Net position - beginning
Net position - ending

Primary Government

Governmental Activities	Business-type Activities	Total
\$ (15,933,688)	\$ -	\$ (15,933,688)
(28,288,731)	-	(28,288,731)
(22,139,181)	-	(22,139,181)
(2,273,628)	-	(2,273,628)
706,713	-	706,713
11,285,234	-	11,285,234
676,705	-	676,705
(4,933,618)	-	(4,933,618)
(60,900,194)	-	(60,900,194)
-	8,741,907	8,741,907
-	2,209,281	2,209,281
-	133,272	133,272
-	(272,990)	(272,990)
-	10,811,470	10,811,470
\$ (60,900,194)	\$ 10,811,470	\$ (50,088,724)
54,002,450	-	54,002,450
21,105,291	-	21,105,291
3,855,829	-	3,855,829
11,378,810	-	11,378,810
9,445,569	-	9,445,569
3,778,092	-	3,778,092
4,824	669,887	674,711
2,210,673	-	2,210,673
(1,793,555)	1,793,555	-
103,987,983	2,463,442	106,451,425
43,087,789	13,274,912	56,362,701
377,176,500	306,696,109	683,872,609
\$ 420,264,289	\$ 319,971,021	\$ 740,235,310

City of Buckeye, Arizona

Balance Sheet

Governmental Funds

June 30, 2021

	General	Special	Capital Projects Fund		Debt Service	
		Revenue Fd	Capital		Watson Road CFD	Festival Ranch CFD
		Highway Users Revenue Fund	Impact Fees Funds	Improvement Fund		
ASSETS						
Cash and investments	\$100,370,443	\$ 3,916,752	\$ 23,302,257	\$ 2,731,374	\$ 2,392,312	\$ 311,907
Receivables, net						
Accounts	724,503	-	-	33,638	200,488	-
Taxes	81,797	-	-	-	-	-
Intergovernmental	7,286,738	887,127	-	-	50,188	87,681
Special assessments	-	-	-	-	15,872,382	8,029,761
Accrued interest	243,672	-	-	-	-	-
Other	449,661	-	-	-	-	-
Due from other funds	21,102	-	-	-	-	-
Inventory	38,319	107,638	-	-	-	-
Prepaid items	496,181	375	-	-	-	-
Restricted assets						
Cash with paying agent	978,352	-	-	-	3,372,655	2,914,037
Restricted cash	159,546	-	-	-	2,120,740	687,679
Total assets	\$110,850,314	\$ 4,911,892	\$ 23,302,257	\$ 2,765,012	\$ 24,008,765	\$ 12,031,065
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 1,589,483	\$ 101,342	\$ 65,424	\$ 1,712,503	\$ -	\$ 192
Accrued wages and benefits	3,617,969	170,034	-	-	-	-
Due to other funds	-	-	-	-	-	-
Unearned revenues	5,335,508	-	-	-	-	-
Retainage payable	-	-	-	458,626	-	-
Customer deposits payable	1,506,746	-	-	-	-	-
Other current liabilities	159,546	-	-	-	-	-
Matured debt interest payable	246,353	-	-	-	297,477	896,474
Matured debt principal payable	732,000	-	-	-	3,075,178	1,608,190
Total liabilities	13,187,605	271,376	65,424	2,171,129	3,372,655	2,504,856
Deferred Inflows of Resources:						
Special assessments not yet due	-	-	-	-	15,872,382	8,029,761
Total deferred inflows of resources	-	-	-	-	15,872,382	8,029,761
Fund Balances:						
Nonspendable	534,500	108,013	-	-	-	-
Restricted:						
Impact Fees	-	-	23,236,833	-	-	-
Highways and Streets	-	4,532,503	-	-	-	-
Capital Projects	-	-	-	593,883	-	-
Other Special Purposes	-	-	-	-	-	-
Debt Service	-	-	-	-	4,763,728	1,496,448
Unassigned	97,128,209	-	-	-	-	-
Total fund balances	97,662,709	4,640,516	23,236,833	593,883	4,763,728	1,496,448
Total liabilities, deferred inflows of resources and fund balances	\$110,850,314	\$ 4,911,892	\$ 23,302,257	\$ 2,765,012	\$ 24,008,765	\$ 12,031,065

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

Nonmajor Governmental Funds	Total Governmental Funds
\$ 15,480,364	\$ 148,505,409
91,412	1,050,041
2,612	84,409
242,821	8,554,555
6,571,000	30,473,143
-	243,672
-	449,661
-	21,102
-	145,957
7,137	503,693
5,264,881	12,529,925
-	2,967,965
<u>\$ 27,660,227</u>	<u>\$ 205,529,532</u>

\$ 2,390,097	\$ 5,859,041
76,934	3,864,937
21,102	21,102
408,292	5,743,800
-	458,626
94,746	1,601,492
-	159,546
1,748,659	3,188,963
4,795,000	10,210,368
<u>9,534,830</u>	<u>31,107,875</u>

<u>6,571,000</u>	<u>30,473,143</u>
<u>6,571,000</u>	<u>30,473,143</u>

7,137	649,650
-	23,236,833
-	4,532,503
6,216,140	6,810,023
3,471,565	3,471,565
1,859,954	8,120,130
(399)	97,127,810
<u>11,554,397</u>	<u>143,948,514</u>
<u>\$ 27,660,227</u>	<u>\$ 205,529,532</u>

City of Buckeye, Arizona
Reconciliation of the Balance Sheet
to the Statement of Net Position
Governmental Activities
June 30, 2021

Fund balances - total governmental funds		\$ 143,948,514
Amounts reported for governmental activities in the statement of net position are different because:		
Special assessment revenue not available for current financial resources		30,473,143
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Governmental capital assets	714,062,389	
Less accumulated depreciation	<u>(277,751,194)</u>	436,311,195
Long-term liabilities, including bonds payable, that are not due and payable in the current period and therefore are not reported in the governmental funds.		
Improvement bonds	(5,104,000)	
Revenue bonds	(11,740,200)	
Community facilities district bonds	(130,484,143)	
Loss on refunding and defeasance of bonds	412,454	
Gain on refunding and defeasance of bonds	(469,178)	
Premium on long-term debt issued	(3,762,428)	
Discount on long-term debt issued	206,659	
Compensated absences	(2,869,686)	
Net Pension Liability - ASRS	(28,792,478)	
Net Pension Liability - PSPRS	(27,174,552)	
Deferred inflow of resources - PSPRS	(4,769,944)	
Deferred outflow of resources - ASRS	5,960,437	
Deferred outflow of resources - PSPRS	<u>18,118,496</u>	<u>(190,468,563)</u>
Net position of governmental activities		<u>\$ 420,264,289</u>

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



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City of Buckeye, Arizona

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the Year Ended June 30, 2021

	General	Special	Capital Projects Fund		Debt Service	
		Revenue Fd	Impact Fees	Capital	Watson Road	Festival
		Highway	Funds	Improvement	CFD	Ranch CFD
		Users Revenue		Fund		
		Fund				
REVENUES						
Taxes:						
Sales taxes	\$ 53,733,428	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	9,772,512	-	-	-	-	2,189,251
Franchise fees	3,855,829	-	-	-	-	-
Intergovernmental	33,821,220	5,907,212	-	57,356	-	-
Fines and forfeitures	833,398	-	-	-	-	-
Licenses and permits	21,252,799	-	-	-	-	-
Charges for services	2,663,031	28,841	-	-	-	-
Developer agreements	-	-	-	-	-	330,669
Contributions and donations	-	-	-	1,098,839	-	-
Impact fees	-	-	8,717,255	-	-	-
Special assessments	-	-	-	-	4,113,840	1,356,552
Investment earnings	(330,516)	47,586	232,202	-	209	392
Other	868,879	593	-	-	1,279,563	-
Total revenues	126,470,580	5,984,232	8,949,457	1,156,195	5,393,612	3,876,864
EXPENDITURES						
Current:						
General government	16,894,419	-	-	-	-	-
Public safety	36,827,164	-	586,604	-	-	-
Highway and streets	-	3,343,913	3,000	-	-	-
Culture and recreation	4,551,648	-	93,441	-	-	-
Public works	3,846,971	-	-	-	-	-
Development services	5,433,221	-	-	-	-	-
Engineering	3,379,335	-	-	-	-	-
Debt service:						
Principal retirement	732,000	-	-	-	3,223,178	1,912,190
Interest and fiscal charges	493,306	-	-	-	597,277	1,678,918
Issuance costs of long term debt	-	-	-	-	-	238,921
Capital outlay	1,846,422	735,556	-	17,163,976	-	-
Total expenditures	74,004,486	4,079,469	683,045	17,163,976	3,820,455	3,830,029
Excess (deficiency) of revenues over expenditures	52,466,094	1,904,763	8,266,412	(16,007,781)	1,573,157	46,835
OTHER FINANCING SOURCES (USES)						
Bonds issued	-	-	-	-	-	5,315,000
Premiums issued	-	-	-	-	-	639,924
Transfers in	1,812,562	-	-	15,414,491	-	-
Transfers out	(10,612,871)	(1,000,000)	(8,736,054)	-	-	(5,837,166)
Total other financing sources (uses)	(8,800,309)	(1,000,000)	(8,736,054)	15,414,491	-	117,758
Net Change in Fund Balances	43,665,785	904,763	(469,642)	(593,290)	1,573,157	164,593
Fund Balances, Beginning of Year	53,996,924	3,735,753	23,706,475	1,187,173	3,190,571	1,331,855
Fund Balances, End of Year	<u>\$ 97,662,709</u>	<u>\$ 4,640,516</u>	<u>\$ 23,236,833</u>	<u>\$ 593,883</u>	<u>\$ 4,763,728</u>	<u>\$ 1,496,448</u>

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

<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 269,022	\$ 54,002,450
9,143,528	21,105,291
-	3,855,829
1,031,565	40,817,353
-	833,398
-	21,252,799
329,607	3,021,479
405,810	736,479
753,932	1,852,771
-	8,717,255
1,006,455	6,476,847
54,951	4,824
-	2,149,035
<u>12,994,870</u>	<u>164,825,810</u>
726,635	17,621,054
577,354	37,991,122
13,011,939	16,358,852
834,812	5,479,901
-	3,846,971
-	5,433,221
-	3,379,335
5,236,000	11,103,368
3,416,493	6,185,994
210,722	449,643
<u>6,224,886</u>	<u>25,970,840</u>
<u>30,238,841</u>	<u>133,820,301</u>
<u>(17,243,971)</u>	<u>31,005,509</u>
10,000,000	15,315,000
-	639,924
19,412,988	36,640,041
<u>(10,520,301)</u>	<u>(36,706,392)</u>
<u>18,892,687</u>	<u>15,888,573</u>
1,648,716	46,894,082
9,905,681	97,054,432
<u>\$ 11,554,397</u>	<u>\$143,948,514</u>

City of Buckeye, Arizona

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities

For the Year Ended June 30, 2021

Net change in fund balances - total governmental funds	\$ 46,894,082
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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	25,970,840	
Less amount not capitalized	(437,435)	
Capital contributions	7,029,675	
Less current year depreciation	<u>(23,218,749)</u>	9,344,331

The net effect on the disposal of capital assets	(87,395)
--	----------

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

Special assessments	(4,978,368)
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The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. The issuance of long-term debt increases long-term liabilities on the statement of net position and the repayment of principal on long-term debt reduces long-term debt on the statement of net position. Likewise, refunding and defeasance of existing debt reduces the balance of long-term debt without adding additional debt. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when the debt is first issued, whereas these items are deferred and amortized over the term of the long-term debt in the statement of activities.

Issuance of long-term debt	(15,315,000)	
Premiums on debts issued	(639,924)	
Principal payments on long-term debt	11,103,368	
Amortization of loss on refunding and defeasance	(62,923)	
Amortization of gain on refunding and defeasance	61,638	
Amortization of premium	305,062	
Amortization of discount	(48,732)	
Pension Expense - ASRS	(1,717,117)	
Pension Expense - PSPRS	<u>(1,718,443)</u>	(8,032,071)

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

Net increase in compensated absences	<u>(52,790)</u>
Change in net position of governmental activities	<u>\$ 43,087,789</u>

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

City of Buckeye, Arizona

Statement of Net Position

Proprietary Funds

June 30, 2021

ASSETS	Wastewater	Water	Nonmajor Enterprise Fund	Totals
Current assets:				
Cash and investments	\$ 16,333,068	\$ 47,325,722	\$ 1,561,587	\$ 65,220,377
Cash with trustee	251,608	2,637,059	-	2,888,667
Accounts receivable, net	1,167,347	3,773,502	720,828	5,661,677
Intergovernmental receivable	-	8,586,379	3,874	8,590,253
Inventory	-	1,047,204	18,495	1,065,699
Prepaid expenses	191	3,356	259	3,806
Total current assets	17,752,214	63,373,222	2,305,043	83,430,479
Noncurrent assets:				
Capital assets:				
Land	5,104,366	3,053,337	4,672,490	12,830,193
Buildings and improvements	71,758,309	16,550,585	2,639,286	90,948,180
Land improvements	393,406	417,046	12,206,753	13,017,205
Distribution and collection systems	174,619,882	140,751,813	-	315,371,695
Water rights	-	3,883,259	-	3,883,259
Machinery and equipment	4,310,908	6,457,824	574,947	11,343,679
Less accumulated depreciation & amortization	(82,303,570)	(82,845,524)	(13,136,383)	(178,285,477)
Construction in progress	4,866,419	105,939,310	2,140,274	112,946,003
Capital assets, net	178,749,720	194,207,650	9,097,367	382,054,737
Total assets	196,501,934	257,580,872	11,402,410	465,485,216
DEFERRED OUTFLOWS OF RESOURCES				
Excess consideration provided for acquisition	-	16,716,044	-	16,716,044
Pension related deferred outflows - ASRS	540,388	1,079,566	206,251	1,826,205
Total deferred outflows of resources	540,388	17,795,610	206,251	18,542,249
LIABILITIES				
Current liabilities:				
Accounts payable	1,120,881	11,409,233	663,212	13,193,326
Accrued wages and benefits	130,554	258,469	50,483	439,506
Retainage payable	20,805	1,636,277	-	1,657,082
Customer deposits payable	299,722	469,605	199,859	969,186
Compensated absences	61,021	117,155	19,386	197,562
Accrued interest payable	107,731	1,728,220	-	1,835,951
Accrued principal payable	801,003	5,210,848	-	6,011,851
Total current liabilities	2,541,717	20,829,807	932,940	24,304,464
Noncurrent liabilities:				
Compensated absences	44,188	84,836	14,038	143,062
Bonds, notes and loans payable	7,036,475	123,751,080	-	130,787,555
Net pension liability - ASRS	2,610,399	5,214,952	996,012	8,821,363
Total noncurrent liabilities	9,691,062	129,050,868	1,010,050	139,751,980
Total liabilities	12,232,779	149,880,675	1,942,990	164,056,444
NET POSITION				
Net investment in capital assets	170,912,242	65,245,722	9,097,367	245,255,331
Restricted:				
Impact fees	3,253,626	4,378,384	-	7,632,010
Unrestricted	10,643,675	55,871,701	568,304	67,083,680
Total net position	\$ 184,809,543	\$ 125,495,807	\$ 9,665,671	\$ 319,971,021

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

City of Buckeye, Arizona

Statement of Revenue, Expenses and Changes in Fund Net Position

Proprietary Funds

For the Fiscal Year Ended June 30, 2021

	<u>Wastewater</u>	<u>Water</u>	<u>Nonmajor Enterprise Fund</u>	<u>Total</u>
OPERATING REVENUES				
Charges for services	\$ 13,398,660	\$ 30,297,468	\$ 8,487,725	\$ 52,183,853
Other fees and charges	6,986	3,385,940	210,546	3,603,472
Other operating revenues	1,409	126,376	141,755	269,540
Total operating revenues	<u>13,407,055</u>	<u>33,809,784</u>	<u>8,840,026</u>	<u>56,056,865</u>
OPERATING EXPENSES				
Salaries, wages and employee benefits	2,644,595	5,363,451	941,701	8,949,747
Contractual services, materials and expenses	2,214,970	5,817,984	7,480,919	15,513,873
Other operating expenses	1,646,486	4,146,331	302,368	6,095,185
Depreciation and amortization	6,289,417	8,191,590	324,770	14,805,777
Total operating expenses	<u>12,795,468</u>	<u>23,519,356</u>	<u>9,049,758</u>	<u>45,364,582</u>
Operating income (loss)	<u>611,587</u>	<u>10,290,428</u>	<u>(209,732)</u>	<u>10,692,283</u>
NON-OPERATING REVENUES (EXPENSES)				
Impact fees	5,662,409	3,951,167	-	9,613,576
Investment earnings	201,507	452,145	16,235	669,887
Interest expense	(216,312)	(3,290,760)	-	(3,507,072)
Intergovernmental	-	-	70,014	70,014
Developer reimbursements	(5,035,610)	(2,443,393)	-	(7,479,003)
Total non-operating revenues (expense)	<u>611,994</u>	<u>(1,330,841)</u>	<u>86,249</u>	<u>(632,598)</u>
Income (loss) before transfers and capital contributions	<u>1,223,581</u>	<u>8,959,587</u>	<u>(123,483)</u>	<u>10,059,685</u>
Capital contributions	1,187,207	1,961,669	-	3,148,876
Transfers in	-	-	76,640	76,640
Transfers out	-	-	(10,289)	(10,289)
Total net transfers	<u>1,187,207</u>	<u>1,961,669</u>	<u>66,351</u>	<u>3,215,227</u>
Change in net position	2,410,788	10,921,256	(57,132)	13,274,912
Total net position - beginning	182,398,755	114,574,551	9,722,803	306,696,109
Total net position - ending	<u>\$ 184,809,543</u>	<u>\$ 125,495,807</u>	<u>\$ 9,665,671</u>	<u>\$ 319,971,021</u>

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

City of Buckeye, Arizona

Statement of Cash Flows

Proprietary Funds

For the Fiscal Year Ended June 30, 2021

	<u>Wastewater</u>	<u>Water</u>	<u>Nonmajor Enterprise Fund</u>	<u>Totals</u>
Cash flows from operating activities				
Receipts from customers	\$ 13,604,068	\$ 34,424,493	\$ 8,940,236	\$ 56,968,797
Payments to suppliers	(4,214,245)	(4,796,365)	(7,710,577)	(16,721,187)
Payments to employees	(2,554,160)	(5,043,537)	(965,492)	(8,563,189)
Customer deposits received (paid)	(96,666)	(1,088,163)	(7,460)	(1,192,289)
Net cash provided (used) by operating activities	<u>6,738,997</u>	<u>23,496,428</u>	<u>256,707</u>	<u>30,492,132</u>
Cash flows from capital and related financing activities				
Impact fees	5,662,409	3,951,167	-	9,613,576
Developer reimbursements	(5,035,610)	(2,443,393)	-	(7,479,003)
Intergovernmental	-	-	66,140	66,140
Purchases of capital assets	(13,254,570)	(52,488,122)	(126,809)	(65,869,501)
Interest paid on capital debt	(227,701)	(2,821,708)	-	(3,049,409)
Proceeds from capital debt	-	43,276,527	-	43,276,527
Principal paid on capital debt	(778,564)	(4,426,344)	-	(5,204,908)
Net cash provided (used) by capital and related financing activities	<u>(13,634,036)</u>	<u>(14,951,873)</u>	<u>(60,669)</u>	<u>(28,646,578)</u>
Cash flows from noncapital financing activities				
Transfers from (to) other funds	-	-	66,351	66,351
Net cash from (used in) noncapital financing activities	<u>-</u>	<u>-</u>	<u>66,351</u>	<u>66,351</u>
Cash flows from investing activities				
Investment earnings	201,507	452,145	16,235	669,887
Net cash from (used in) investing activities	<u>201,507</u>	<u>452,145</u>	<u>16,235</u>	<u>669,887</u>
Net increase (decrease) in cash and investment	(6,693,532)	8,996,700	278,624	2,581,792
Cash balance, July 1, 2020	23,278,208	40,966,081	1,282,963	65,527,252
Cash balance, June 30, 2021	<u>\$ 16,584,676</u>	<u>\$ 49,962,781</u>	<u>\$ 1,561,587</u>	<u>\$ 68,109,044</u>
Cash and investments	\$ 16,333,068	\$ 47,325,722	\$ 1,561,587	\$ 65,220,377
Cash with trustee	251,608	2,637,059	-	2,888,667
Cash balance, June 30, 2021	<u>\$ 16,584,676</u>	<u>\$ 49,962,781</u>	<u>\$ 1,561,587</u>	<u>\$ 68,109,044</u>

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

City of Buckeye, Arizona

Statement of Cash Flows

Proprietary Funds

For the Fiscal Year Ended June 30, 2021

Reconciliation of operating income (loss) to net cash from (used in) operating activities:				
Operating income (loss)	\$ 611,587	\$ 10,290,428	\$ (209,732)	\$ 10,692,283
Adjustments to reconcile operating income (loss) to net cash from (used in) operating activities:				
Depreciation expense	6,289,419	5,029,540	324,770	11,643,729
Amortization	(2)	3,162,050	-	3,162,048
Add: Pension Expense	258,585	723,219	49,703	1,031,507
Add: Employer Pension Contribution	(208,384)	(416,302)	(79,534)	(704,220)
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable	197,013	614,709	100,210	911,932
Increase in inventory	-	(812,275)	(7,516)	(819,791)
(Increase) decrease in prepaid expenses	1,170	3,481	(183)	4,468
Decrease in accounts payable	(353,959)	5,976,744	80,408	5,703,193
Increase in accrued wages and benefits	6,774	27,495	2,494	36,763
Increase (decrease) in compensated absences payables	33,460	(14,498)	3,547	22,509
Increase (decrease) in customer deposits	(96,666)	(1,088,163)	(7,460)	(1,192,289)
Total adjustments	<u>6,127,410</u>	<u>13,206,000</u>	<u>466,439</u>	<u>19,799,849</u>
Net cash from (used in) operating activities	<u>\$ 6,738,997</u>	<u>\$ 23,496,428</u>	<u>\$ 256,707</u>	<u>\$ 30,492,132</u>
Noncash investing, capital, and financing activities:				
Contributions of capital assets	<u>1,187,207</u>	<u>1,961,669</u>	<u>-</u>	<u>3,148,876</u>
	<u>\$ 1,187,207</u>	<u>\$ 1,961,669</u>	<u>\$ -</u>	<u>\$ 3,148,876</u>

City of Buckeye, Arizona
Statement of Net Position
Fiduciary Fund
June 30, 2021

	Pension Trust
<hr/>	
ASSETS	
<hr/>	
Cash and cash equivalents	\$ 396,782
	<hr/>
Total assets	\$ 396,782
	<hr/> <hr/>
<hr/>	
NET POSITION	
<hr/>	
Restricted for pensions	\$ 396,782
	<hr/>
Total net position	\$ 396,782
	<hr/> <hr/>

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

City of Buckeye, Arizona
Statement of Changes in Net Position
Fiduciary Fund
For the Year Ended June 30, 2021

	Pension Trust
Additions	
State fire insurance premium	\$ 1,658
City contribution	2,000
Investment earnings:	
Net increase in fair value of investments	<u>101,527</u>
Total additions, net of depreciation in fair value	<u>105,185</u>
Deductions	
Pension payments	44
Administration	<u>5,005</u>
Total deductions	<u>5,049</u>
Change in net position	100,136
Net position - beginning	<u>296,646</u>
Net position - ending	<u><u>\$ 396,782</u></u>

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

City of Buckeye, Arizona

Notes to Financial Statements

Notes for Financial Statements

Note 1 – Summary of Significant Accounting Policies

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

A. Financial Reporting Entity

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

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

Individual Component Units - Blended

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

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

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

City of Buckeye, Arizona

Notes to Financial Statements

B. Government-wide and Fund Financial Statements

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

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

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

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting, except expenditures related to compensated absences and claims and judgments, which are recorded only when payment is due. However, since debt service resources are provided during the current year for payment of long-term principal and interest due early in the following year, the expenditures and related liabilities have been recognized in the Debt Service Fund.

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

The City reports the following major governmental funds:

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

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

City of Buckeye, Arizona

Notes to Financial Statements

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

The Capital Improvement Fund, a Capital Projects fund, established to account for resources and non-utility capital improvements projects.

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

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

The City reports the following major proprietary funds:

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

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

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

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

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the wastewater and water funds are charges to customers for sales and services. Operating expenses for the enterprise funds include the cost of sales and services and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

D. Cash and Investment

Cash represents amounts in demand deposits and amounts held in trust by financial institutions. The funds held in trust are available to the City upon demand. The City considers short-term investments (including restricted assets) in the State of Arizona investment pool, mutual fund-money market, U.S. Treasury bills and notes with maturities of three months or less at acquisition date to be cash equivalents. For the purpose of the statement of cash flows, all pooled cash and investments are considered to be cash equivalents. Maturities in excess of three months when purchased may be deposited or withdrawn by the proprietary funds at any time without prior notice of penalty, therefore having the characteristics of demand deposits.

Buckeye maintains investment accounts for funds that are not legally required to be maintained separately. Each fund's equity in investments represents that fund's position in the consolidated accounts and determines that fund's allocation of interest earned. Arizona Revised Statutes regulate the investment of surplus cash. Buckeye limits its investments to U.S. government securities, the State of Arizona local government investment pool, certificates of deposit, bonds, repurchase agreements,

City of Buckeye, Arizona

Notes to Financial Statements

corporate notes, commercial paper, and money market accounts. Investments are stated at fair value based on quoted market prices and cash equivalents are stated at amortized cost.

E. Receivables and Payables

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

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

F. Inventory and Prepaid Items

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

G. Restricted Assets

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

H. Capital Assets

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

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

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

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

City of Buckeye, Arizona

Notes to Financial Statements

I. Deferred Outflows of Resources

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

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

GASB Statement No. 69, *Government Combinations and Disposals of Government Operations* requires that in instances where the acquiring government provides consideration in excess of the net position acquired, the acquiring government should report the difference as a deferred outflow of resources. As of June 30, 2021, there was \$16,716,044 in deferred outflows related to the excess consideration provided by the City in relation to the acquisition of Global Water Resources, Inc. (Global Water) on July 9, 2015. The City desired to acquire Global Water, a water utility service corporation, to enhance its water utility system in order to provide its residents with greater consistency in rates, water quality, water resource management, and other policies and practices relating to the provision of water utility services to its residents. This deferred outflow of resources is attributed to future periods systematically and rationally, based on the estimated service lives of the capital assets acquired. The amortization expense related to this deferred outflow for the year ended June 30, 2021, was \$3,321,164. The deferred outflow will be reviewed periodically and the estimated services' lives will be revised as necessary.

J. Compensated Absences

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

K. Long-Term Obligations

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

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

City of Buckeye, Arizona

Notes to Financial Statements

L. Deferred Inflows of Resources

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

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

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

As of June 30, 2021, there were no deferred inflows related to pension expenses for ASRS. As of June 30, 2021, there was a \$4,769,944 in deferred inflows related to pension expenses for PSPRS – Police and PSPRS – Fire, net of accumulated amortization for governmental activities.

M. Net Position

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

N. Fund Balance

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

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

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

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

City of Buckeye, Arizona
Notes to Financial Statements

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

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

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

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

Governmental fund balances as of June 30, 2021 are as follows:

	<u>Special Revenue</u>		<u>Capital Projects</u>		<u>Debt Service</u>		<u>Non-Major</u>	<u>Total</u>
	<u>General</u>	<u>Highway Users Revenue Fund</u>	<u>Impact Fees Fund</u>	<u>Capital Improvement</u>	<u>Watson Road CFD</u>	<u>Festival Ranch CFD</u>	<u>Governmental Funds</u>	
Fund Balance								
Non-spendable	\$ 534,500	\$ 108,013	\$ -	\$ -	\$ -	\$ -	\$ 7,137	\$ 649,650
Restricted								
Impact Fees	-	-	23,236,833	-	-	-	-	23,236,833
Highways and streets	-	4,532,503	-	-	-	-	-	4,532,503
Capital projects	-	-	-	593,883	-	-	6,216,140	6,810,023
Debt service	-	-	-	-	4,763,728	1,496,448	1,859,954	8,120,130
Other special purposes	-	-	-	-	-	-	3,471,565	3,471,565
Unassigned	97,128,209	-	-	-	-	-	(399)	97,127,810
	<u>\$ 97,662,709</u>	<u>\$ 4,640,516</u>	<u>\$ 23,236,833</u>	<u>\$ 593,883</u>	<u>\$ 4,763,728</u>	<u>\$ 1,496,448</u>	<u>\$ 11,554,397</u>	<u>\$ 143,948,514</u>

O. Property Tax

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

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

The County levies real property taxes on or before the third Monday in August, that become due and payable in two equal installments. The first installment is due on the first day of October and becomes delinquent after the first business day in November. The second installment is due on the first day of March of the next year and becomes delinquent 30 days thereafter.

P. Use of Estimates

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

City of Buckeye, Arizona

Notes to Financial Statements

Note 2 - Compliance and Accountability

Budgetary Information

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

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

Prior to July 15th, the City Council legally enacts the budget, through the passage of an ordinance. The ordinance sets the limit for expenditures for the year, within the voter mandated state expenditure limitation. Additional expenditures may be authorized if directly necessitated by a natural or man-made disaster as prescribed in the state constitution. There were no supplemental appropriations made during the fiscal year 2021.

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

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

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

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

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

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

Note 3 - Deposits and Investments

Deposits – The City maintains a cash and investment pool that is available for use by all funds. Certain restricted funds are not part of the City's pool but rather are maintained with trustees. On June 30, 2021, the carrying amount of the City's pooled deposits was \$60,534,656 and the bank balance was \$63,460,842. The difference represents deposits in transit, outstanding checks, and other reconciling items. In addition to pooled deposits, the City also maintains deposits with paying agents and trustees. On June 30, 2021, the carrying amount of deposits with paying agents and trustees and the bank balance of deposits with paying agent and trustees were \$17,509,994.

Custodial Credit Risk – Of pooled deposits, \$459,684 were covered by federal depository insurance, \$41,184,332 were collateralized by the pledging financial institution's trust department or agent but not in the City's name, and \$21,816,826 were uninsured and uncollateralized. Cash on deposit with paying agents and trustees is collateralized by the City's agent in the City's name. The City maintains cash on hand in the form of petty cash and change funds. As of June 30, 2021, the total of these balances was \$6,300.

City of Buckeye, Arizona

Notes to Financial Statements

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

The State of Arizona's Treasurer pool is an external investment pool, the Local Government Investment (LGIP Pool 5), with no regulatory oversight. The pool as an investment company is not registered with the Securities and Exchange Commission. The activity and performance of the pool is reviewed monthly by the State Board of Investment. The fair value of each participant's shares in the pool and the participants' shares are not identified with specific investments. Participants in the pool are not required to categorize the value of shares in accordance with the fair value hierarchy.

Interest Rate Risk – It is the City's policy, to the extent possible and consistent with statutory requirements, to match its investments with anticipated cash flow requirements. The City will not directly invest in securities maturing more than five years from the date of purchase. The City's investments are invested in U.S. agency step-up securities, which are considered to be highly sensitive to interest rate changes. These securities can be called by the issuer on certain specified dates. If the security is not called, the interest rate is increased by a specified amount. Prevailing interest rates may go up faster than the increase in the coupon interest rate. As of June 30, 2021, the average portfolio duration was 2.44 years.

As of June 30, 2021, the City had the following investments and related maturities:

Investment Type	Investment Maturities			Total
	Less than 1 Year	1 to 3 Years	Greater than 3 years	
Money Market	\$ 22,085,001	\$ -	\$ -	\$ 22,085,001
LGIP	5,000,796	-	-	5,000,796
US Treasury Notes	15,312,762	43,787,103	3,405,188	62,505,053
Supra-National Agency Bond/Note	-	5,459,068	-	5,459,068
Municipal Bond/Notes	-	248,178	-	248,178
Federal Agency Collateralized Mortgage	751,349	780,924	137,777	1,670,050
Federal Home Loan Banks (FHLB)	3,260,480	2,496,348	-	5,756,828
Federal National Mortgage Association (FNMA)	-	5,055,503	-	5,055,503
Federal Home Loan Mortgage Corporation	-	10,629,390	-	10,629,390
Corporate Note	-	14,997,872	5,215,061	20,212,933
Certificate of Deposits	1,057,672	3,530,260	-	4,587,932
Asset-Backed Security	-	4,937,178	5,913,483	10,850,661
	\$ 47,468,060	\$ 91,921,824	\$ 14,671,509	\$ 154,061,393

Credit Risk – The risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations. The City's policy is to diversify its investments by security type and institution. As of June 30, 2021, the City's investments were rated in the following manner:

Investment Type	Rating		Balance	Avg Rate	% of Total
	Agency	Rating	6/30/2021		
Money Market	n/a	Not Rated	\$ 22,085,001	N/A	14.34%
LGIP	S&P	AAA	5,000,796	N/A	3.25%
US Treasury Notes	Moody's	AAA	62,505,053	0.86%	40.57%
Supra-National Agency Bond/Note	Moody's	AAA	5,459,068	0.74%	3.54%
Municipal Bond/Notes	Moody's	AA3	248,178	1.09%	0.16%
Federal Agency Collateralized Mortgage	Moody's	AAA	1,670,050	2.04%	1.08%
Federal Home Loan Banks (FHLB)	Moody's	AAA	5,756,828	1.31%	3.74%
Federal National Mortgage Association (FNMA)	Moody's	AAA	5,055,503	0.32%	3.28%
Federal Home Loan Mortgage Corporation	Moody's	AAA	10,629,390	0.30%	6.90%
Corporate Note	Moody's	A1 or higher	20,212,933	1.04%	13.12%
Certificate of Deposits	Moody's	A1 or higher	4,587,932	1.33%	2.98%
Asset-Backed Security	Moody's	AAA or Not Rated	10,850,661	1.13%	7.04%
			\$ 154,061,393	1.01%	100.00%

City of Buckeye, Arizona

Notes to Financial Statements

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

Note 4 - Fair Value Measurement and Disclosures

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

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

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

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

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

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

Note 5 - Excess of Expenditures over Appropriations

In the General Fund, the following line item accounts within departments exceeded the amounts budgeted. For the General Fund, budgetary control shall be at the department level and managed separately between personnel, the operating budget and the capital budget. Expenditure appropriations for all other funds are adopted at the fund level.

The Police and Fire departments are showing a budgetary deficit balance in the amount of \$120,120 and \$2,253, respectively. However, the deficits are not a violation of the City’s budgetary control level since the Capital Outlay budget for each department was not been taken into consideration. Police and Fire budgetary excess of budget over expenditures including capital budget for each department is \$245,753 and \$25,849, respectively.

For presentation purposes, we have elected to show any deficits at the line item level within departments/divisions, all of which were funded by available fund balances within the General Fund.

City of Buckeye, Arizona

Notes to Financial Statements

	Budgeted Amounts		Actual Amounts Budgetary	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
General government:				
Mayor and Council				
Personnel services	\$ 428,055	\$ 431,764	\$ 454,344	\$ (22,580)
City Clerk				
Personnel services	477,168	484,934	496,941	(12,007)
City Manager				
Personnel services	2,551,268	2,594,804	2,610,029	(15,225)
Human Resources				
Personnel services	887,970	903,213	928,159	(24,946)
Public safety:				
Police				
Personnel services	16,747,547	17,364,740	17,986,614	(621,874)
Fire				
Personnel services	13,711,520	14,058,351	14,373,430	(315,079)
Public Works:				
Public Works				
Personnel services	1,928,697	1,998,442	2,022,817	(24,375)
Debt Service				
Interest and other charges	492,706	492,706	493,306	(600)

The deficit in personnel services in **Mayor and Council** was due to an unexpected increase in salaries and wages, increases in health insurance and vehicle allowance. The deficit in personnel services in **City Clerk Department** was due to an unexpected increase in salaries and wages and unbudgeted vacation and leave redemption payout. The deficit in personnel services in **City Manager Department** was due to an unexpected increase in salaries and wages and unbudgeted vacation and leave redemption payout in the Construction and Contracting and Marketing and Communication Divisions. The deficit in personnel services in the **Human Resources** was due to unbudgeted vacation/sick leave redemption payoff, unbudgeted overtime, Arizona State Retirement and increases in health insurance. The deficit in personnel services for the **Police Department** was due to overtime expenses exceeding amount budgeted, one-time unbudgeted vacation/sick leave redemption payoff and Public Safety Retirement actual payments exceeding budget. The deficit in personnel services for the **Fire Department** was due to overtime expenses exceeding amount budgeted, one-time unbudgeted vacation/sick leave redemption payoff and Public Safety Retirement actual payments exceeding budget. The deficit in the **Public Works Department** was attributed to unbudgeted vacation/sick leave redemption payoffs. The **Debt Service** expenditures exceeded budget due to unbudgeted arbitrage payment.

Note 6 - Receivables

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

Receivables	Accounts	Taxes	Inter- governmental	Special Assessments	Interest	Other	Less:		Net Total Receivables
							Gross Receivables	Allowance for Uncollectibles	
General Fund	\$ 724,503	\$ 81,797	\$ 7,286,738	\$ -	\$ 243,672	\$ 449,661	\$ 8,786,371	\$ -	\$ 8,786,371
HURF	-	-	887,127	-	-	-	887,127	-	887,127
Capital Improvement Fund	33,638	-	-	-	-	-	33,638	-	33,638
Watson Road CFD	200,488	-	50,188	15,872,382	-	-	16,123,058	-	16,123,058
Festival Ranch CFD	-	-	87,681	8,029,761	-	-	8,117,442	-	8,117,442
Nonmajor Governmental Funds	91,412	2,612	242,821	6,571,000	-	-	6,907,845	-	6,907,845
Wastewater	1,441,209	-	-	-	-	-	1,441,209	(273,862)	1,167,347
Water	4,514,104	-	8,586,379	-	-	-	13,100,483	(740,602)	12,359,881
Nonmajor Enterprise Funds	904,008	-	3,874	-	-	-	907,882	(183,180)	724,702
	<u>\$ 7,909,362</u>	<u>\$ 84,409</u>	<u>\$17,144,808</u>	<u>\$30,473,143</u>	<u>\$ 243,672</u>	<u>\$ 449,661</u>	<u>\$56,305,055</u>	<u>\$ (1,197,644)</u>	<u>\$55,107,411</u>

City of Buckeye, Arizona
Notes to Financial Statements

Note 7 - Capital Assets

Capital asset activity for the year ended June 30, 2021, was as follows:

City of Buckeye, Arizona

Schedule of Activity in Capital Assets

	Capital Assets June 30, 2020	Increases	Decreases	Transfers	Capital Assets June 30, 2021
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 176,541,284	\$ 886,851	\$ -	-	\$ 177,428,135
Construction in progress	13,260,702	16,393,827	(18,707)	(15,089,131)	14,546,692
Total capital assets, not being depreciated	<u>189,801,986</u>	<u>17,280,678</u>	<u>(18,707)</u>	<u>(15,089,131)</u>	<u>191,974,826</u>
Capital assets, being depreciated:					
Land improvements	25,658,357	2,103,738	-	215,757	27,977,852
Building and improvements	46,752,921	-	-	13,714,932	60,467,852
Infrastructure	337,878,752	10,542,039	-	1,158,442	349,579,233
Landfill	44,576,376	637,943	-	-	45,214,319
Furniture, machinery and equipment	38,236,793	1,998,682	(1,387,169)	-	38,848,306
Total capital assets being depreciated	<u>493,103,199</u>	<u>15,282,402</u>	<u>(1,387,169)</u>	<u>15,089,131</u>	<u>522,087,562</u>
Less accumulated depreciation for:					
Land improvements	(8,280,238)	(1,133,170)	-	-	(9,413,408)
Building and improvements	(13,864,989)	(1,554,225)	-	-	(15,419,214)
Infrastructure	(190,772,700)	(15,268,241)	-	-	(206,040,941)
Landfill	(20,954,475)	(1,856,917)	-	-	(22,811,392)
Furniture, machinery and equipment	(21,978,523)	(3,406,196)	1,318,481	-	(24,066,238)
Total accumulated depreciation	<u>(255,850,926)</u>	<u>(23,218,749)</u>	<u>1,318,481</u>	<u>-</u>	<u>(277,751,193)</u>
Total capital assets, being depreciated, net	<u>237,252,273</u>	<u>(7,936,347)</u>	<u>(68,688)</u>	<u>15,089,131</u>	<u>244,336,369</u>
Governmental activities capital assets, net	<u>427,054,259</u>	<u>9,344,331</u>	<u>(87,395)</u>	<u>-</u>	<u>436,311,195</u>
Business-type activities:					
Capital assets, not being depreciated:					
Land	11,775,296	1,054,897	-	-	12,830,193
Water Rights	3,883,259	-	-	-	3,883,259
Construction in progress	61,183,779	64,870,671	(84,885)	(13,023,563)	112,946,002
Total capital assets, not being depreciated	<u>76,842,334</u>	<u>65,925,568</u>	<u>(84,885)</u>	<u>(13,023,563)</u>	<u>129,659,454</u>
Capital assets, being depreciated:					
Wastewater system	164,321,315	1,187,207	-	9,111,360	174,619,882
Water system	137,799,930	1,961,669	-	990,214	140,751,813
Land improvements	13,017,205	-	-	-	13,017,205
Building and improvements	89,258,550	-	-	1,689,631	90,948,181
Machinery, equipment and vehicles	9,417,682	731,592	(37,952)	1,232,358	11,343,679
Total capital assets being depreciated	<u>413,814,682</u>	<u>3,880,468</u>	<u>(37,952)</u>	<u>13,023,563</u>	<u>430,680,760</u>
Less accumulated depreciation for:					
Wastewater system	(53,281,465)	(4,174,492)	-	-	(57,455,957)
Water system	(66,530,539)	(3,546,853)	-	-	(70,077,391)
Land improvements	(10,659,733)	(240,431)	-	-	(10,900,164)
Building and improvements	(32,544,763)	(2,396,601)	-	-	(34,941,364)
Machinery, equipment and vehicles	(3,663,201)	(1,285,353)	37,952	-	(4,910,602)
Total accumulated depreciation	<u>(166,679,702)</u>	<u>(11,643,729)</u>	<u>37,952</u>	<u>-</u>	<u>(178,285,479)</u>
Total capital assets, being depreciated, net	<u>247,134,981</u>	<u>(7,763,261)</u>	<u>-</u>	<u>13,023,563</u>	<u>252,395,282</u>
Business-type activities capital assets, net	<u>323,977,315</u>	<u>58,162,306</u>	<u>(84,885)</u>	<u>-</u>	<u>382,054,736</u>
Total	<u>\$ 751,031,574</u>	<u>\$ 67,506,637</u>	<u>\$ (172,280)</u>	<u>\$ -</u>	<u>\$ 818,365,931</u>

City of Buckeye, Arizona
Notes to Financial Statements

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

Governmental activities:		
General government	\$	1,049,067
Public safety		2,854,321
Highways and streets		15,822,270
Culture and recreation		1,018,760
Development services		86,250
Engineering		28,671
Public Works		2,359,410
Total depreciation expense - governmental activities	<u>\$</u>	<u>23,218,749</u>
Business-Type activities:		
Water	\$	5,029,540
Sewer		6,289,419
Airport		278,650
Solid Waste		46,120
Total depreciation expense - business-type activities	<u>\$</u>	<u>11,643,729</u>

Note 8 - Construction Commitments

The City has various active construction projects on June 30, 2021. At fiscal year-end, the City's commitments with contractors were as follows:

Governmental Activities		
Project	Spent-to-date	Remaining Commitment
Sundance Park Phase II	\$ 4,149,257	\$ 17,696,585
Verrado Way - Yuma to Van Buren	13,230	7,022,000
Police Training Center Ph II	262,079	5,964,994
Apache & Southern Traffic Signal	310,347	3,588,481
247th Avenue, Lower Buckeye to Durango	2,276,958	3,178,887
Miller & Southern Traffic Signal	353,037	2,597,124
Miller & Broadway Traffic Signal	471,319	2,582,532
ParkNRide Expansion	257,404	2,493,119
Watson - MC85 to Southern	363,193	2,484,620
30-Acre Community Park North Zone	119,750	2,465,340
Durango Street - Miller to Yuma	468,830	2,418,929
Communication Tower, ParkNRide	58,554	2,165,375
Watson - Durango to Lower Buckeye	137,570	2,139,705
	<u>\$ 9,241,528</u>	<u>\$ 56,797,691</u>
Business-type Activities		
Project	Spent-to-date	Remaining Commitment
Jackie A Meck Water Campus	\$ 99,193,716	\$ 17,350,000
Water Treatment Facility Farallon #16	150,193	16,127,913
Sundance WRF Improve - Anoxic #4	495,447	12,295,650
Well #13	671,496	4,529,424
Airport Equip Storage & Maintenance Bldg	178,974	3,572,600
Airport Waterline for Commercial Parcels	2,555,968	3,400,000
West Phoenix Estates Water Campus #3	201,768	3,000,000
Central WWTP Improve Phase 2	2,426,571	2,500,000
	<u>\$ 105,874,135</u>	<u>\$ 62,775,587</u>

City of Buckeye, Arizona

Notes to Financial Statements

Note 9 - Long-Term Debt

The following are brief descriptions of bonds and long-term loans/obligations outstanding as of June 30, 2021. There are several limitations and restrictions contained in the various documents, and the City complies with all significant limitations and restrictions.

Water Infrastructure Finance Authority Debt

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

On November 20, 2009, the City entered into a 20-year agreement with the WIFA for \$12,000,000 in water and wastewater system revenue debt obligation as part of the water infrastructure improvements related to the expansion of the water and wastewater plant. As part of this agreement, the City has covenanted that the system revenue will produce sufficient revenues to cover the operating and maintenance expenses of the systems plus 120 percent of the aggregate payments on the loan including any outstanding parity obligations. Interest accrues at a rate of 2.50 percent annually. Annual debt service payments of varying amounts are due through July 2029. As of June 30, 2021, the total principal and interest remaining is \$2,657,591 and the City complied with all covenants. (See table 14.)

On April 5, 2013, the City entered into a 20-year agreement with WIFA for \$7,370,000 in water and wastewater system revenues debt obligation as part of the water infrastructure improvements related to constructing, acquiring, and improving water reclamation and recharge systems. As part of this agreement, the City has covenanted that the water and wastewater plant will produce sufficient revenues to cover operating and maintenance expenses of the plant plus 120 percent of the aggregate payments on the loan including any outstanding parity obligations. Interest accrues at a rate of 2.5 percent. Annual payments of varying amounts are due through July 2032. As of June 30, 2021, the total principal and interest remaining is \$4,503,332, and the City complied with all covenants.

On April 5, 2013, the City entered into an agreement with WIFA for \$5,065,000 in water and wastewater system revenues debt obligation as part of the water infrastructure improvements related to constructing and acquiring waterline to extend and connect existing services. As part of this agreement, the City has covenanted that the water and wastewater plant will produce sufficient revenues to cover operating and maintenance expenses of the plant plus 120 percent of the aggregate payments on the loan including any outstanding parity obligations. Interest accrues at a rate of 2.975 percent. Annual payments are \$228,118 through July 2032. As of June 30, 2021, the total principal and interest remaining is \$2,509,299, and the City complied with all covenants.

On April 5, 2013, the City entered into an agreement with WIFA for \$3,617,450 in water and wastewater system revenues debt obligation as part of the water infrastructure improvements related to repairing and improving an existing well site and integrating it with the current system. As part of this agreement, the City has covenanted that the water and wastewater plant will produce sufficient revenues to cover operating and maintenance expenses of the plant plus 120 percent of the aggregate payments on the loan including any outstanding parity obligations. Interest accrues at a rate of 2.975 percent. Annual payments are \$242,588 through July 2032. As of June 30, 2021, the total principal and interest remaining is \$2,668,463, and the City complied with all covenants.

On December 5, 2014, the City entered into an agreement with WIFA for \$761,000 in water and wastewater system revenues debt obligation as part of the water infrastructure improvements related to repairing and improving an existing well site and integrating it with the current system. As part of this agreement, the City has covenanted that the water and wastewater plant will produce sufficient revenues to cover operating and maintenance expenses of the plant plus 120 percent of the aggregate payments on the loan including any outstanding parity obligations. Interest accrues at a rate of 2.184 percent. Annual payments are \$46,518 through July 2034. As of June 30, 2021, the total principal and interest remaining is \$600,324, and the City complied with all covenants.

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

City of Buckeye, Arizona

Notes to Financial Statements

\$5,328,172 with a final maturity date of July 2044. During the year, the City has requested and received \$44,136,235 of the total amount approved.

Improvement Bonds

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

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

The City has pledged revenue derived from an annual assessment on the real property of the Jackrabbit Trail Improvement District to repay \$2,545,000 in improvement bonds issued in December 2009. Proceeds from these bonds were used to install and construct water and wastewater lines within the District. The bonds are payable solely from assessments on the property owners and are payable through 2029. The total principal and interest remaining to be paid on the bonds is \$297,125. Principal and interest paid for the current year approximate amounts received from improvement district property owners, which, at times, exceed assessments billed for the year.

The Roosevelt Improvement District was created so the City could fund street improvements. The City has pledged revenue derived from an annual assessment on the real property of the Roosevelt Street Improvement District to repay \$5,285,000 in improvement bonds issued June 2018. The total principal and interest remaining to be paid on the bonds is \$6,709,523. Principal and interest paid for the current year approximate amounts received from improvement district property owners, which, at times, exceed assessments billed for the year.

Excise Tax Revenue Bonds

The City has pledged future excise tax revenues, which include the City's sales and transaction privilege tax, franchise fees, licenses and permit fees, and fines and forfeitures, to repay \$2,200,000 in Greater Arizona Development Authority (GADA) Excise Tax Revenue Bonds issued May 2007. As part of the bond agreement, the City has covenanted that it will maintain collections equal to two (2.0) times the highest combined interest and principal requirements for any succeeding 12 month period for the bonds. Proceeds from these bonds were used for the acquisition and improvement of a facility for administrative purposes. As of June 30, 2021, the total principal and interest to be paid on the bonds is \$1,579,246 and the City was in compliance with all covenants. The principal and interest paid for the current year was \$157,782.

The City has pledged future excise tax revenues, which include the City's sales and transaction privilege tax, franchise fees, licenses, and permit fees, and fines and forfeitures, to repay \$6,565,000 in Series 2015 Excise Tax Revenue Refunding Obligation Bonds issued in April 2015 to refund the outstanding Series 2005A GADA Excise Tax Revenue Bonds. As part of the bond agreement, the City has covenanted that it will maintain collections equal to two (2.0) times the highest combined interest and principal requirements for any succeeding 12 month period for the bonds. Proceeds from the Series 2005 bonds were used to reconstruct streets, and to construct water wells and the related distribution system, flood control structures, and a wastewater treatment facility expansion. Annual principal and interest payments will be made from a combination of excise taxes and utility revenues. As of June 30, 2021, the total principal and interest to be paid on the bonds is \$2,418,100, and the City was in compliance with all covenants. The principal and interest paid for the current year was \$805,050.

The City has pledged water and wastewater net revenues to repay \$250,000 in Water and Wastewater Systems Senior Revenue Bonds 2015 issued in March 2015. As part of the bond agreement, the City has covenanted that it will maintain collections equal to two (1.2) times the highest combined interest and principal requirements for any succeeding 12 month period for the bonds. Proceeds from these bonds were obtained for purposes of procuring funds to be used to aid in the purchase of water utility properties to expand the utility systems. Annual principal and interest payments on the bonds are expected to require one percent of net revenues to be paid from water utility revenues. As of June 30, 2021, the total principal and interest to be paid on the bonds is \$523,115 and the City was in compliance with all covenants. Interest paid for the current year was \$11,875, there were no principal payments in the current year.

City of Buckeye, Arizona

Notes to Financial Statements

The City has pledged future excise tax revenues, which include the City's sales and transaction privilege tax, franchise fees, licenses, and permit fees, and fines and forfeitures, to repay \$12,620,000 in Series 2016 Excise Tax Revenue Refunding Obligation Bonds issued in April 2016 to refund the outstanding Series 2006A GADA Excise Tax Revenue Bonds. As part of the bond agreement, the City has covenanted that it will maintain collections equal to two (2.0) times the highest combined interest and principal requirements for any succeeding 12 month period for the bonds. Proceeds from the Series 2006 bonds were used to construct a municipal complex. As of June 30, 2021, the total principal and interest to be paid on the bonds is \$13,110,463, and the City was in compliance with all covenants. The principal and interest paid for the current year was \$873,913.

The City has pledged future excise tax revenues, which include the City's sales and transaction privilege tax, franchise fees, licenses, and permit fees, and fines and forfeitures to repay \$51,260,000 in Excise Tax Revenue Bonds, Series 2015 issued in July 2015. As part of the bond agreement, the City has covenanted that it will maintain collections equal to two (2.0) times the highest combined interest and principal requirements for any succeeding 12 month period for the bonds. Proceeds from these bonds were obtained for purposes of financing the costs of acquiring various water systems, facilities, and improvements as set forth in the Settlement Agreement for Stipulated Condemnation, by and among Global Water Resources, Inc. Annual principal and interest payments on the bonds are expected to be paid from existing water utility revenues. As of June 30, 2021, the total principal and interest to be paid on the bonds is \$85,364,277 and the City was in compliance with all covenants. Principal and interest paid for the current year was \$3,555,625.

Community Facilities District Bonds

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

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

The **Festival Ranch** CFD is a special purpose district created specifically to acquire or construct public infrastructure within specific areas of the City of Buckeye, Arizona. The District is authorized under state law to issue special assessment (SA) revenue bonds to be repaid by the property within the SA District, general obligation (GO) bonds to be repaid by property (ad valorem) taxes levied on property within the District (for GO debt), or revenue bonds to be repaid by specific revenues generated within the District (revenue bonds). The District has \$133 million of authorized GO bonds authority. The District was created by petition to the City Council by property owners within the area to be covered by the District and comprises approximately 4,015 acres.

Special Assessment Bonds

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 2 and 3) to repay \$1,868,000 in special assessment lien bonds issued April 2007. Proceeds were used for infrastructure improvements within the special assessment district. The bonds are payable solely from assessments on the property owners. The remaining principal being \$645,000. The principal paid for the current year is \$91,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 4 and 5) to repay \$1,784,000 in special assessment lien bonds issued October 2007. The bonds are payable solely from assessments on the property owners. The remaining principal being \$589,000. The principal paid for the current year is \$111,000. Principal and interest paid for the current year

City of Buckeye, Arizona

Notes to Financial Statements

approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 6) to repay \$356,000 in special assessment revenue bonds issued November 2009. The bonds are payable solely from assessments on the property owners. The remaining principal being \$119,000. The principal paid for the current year is \$19,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 7) to repay \$404,000 in special assessment revenue bonds issued April 2011. The bonds are payable solely from assessments on the property owners. The remaining principal being \$135,000. The principal paid for the current year is \$39,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 8) to repay \$186,000 in special assessment revenue bonds issued July 2013. The bonds are payable solely from assessments on the property owners. The total remaining principal being \$83,707. The principal paid for the current year is \$20,381. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 9) to repay \$288,000 in special assessment revenue bonds issued July 2015. The bonds are payable solely from assessments on the property owners. The remaining principal being \$156,000. The principal paid for the current year is \$11,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 10) to repay \$200,000 in special assessment revenue bonds issued March 2016. The remaining principal being \$107,354. The principal paid for the current year is \$7,709. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Festival Ranch CFD (Assessment District 11) to repay \$2,738,000 in special assessment revenue bonds issued February 2017. The remaining principal being \$2,154,000. The principal paid for the current year is \$159,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of Festival Ranch CFD (Assessment District 12) to repay \$210,000 in special assessment revenue bonds issued in June 2018. The remaining principal being \$174,200. The principal paid for the current year is \$8,200. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of Festival Ranch CFD (Assessment District 13) to repay \$3,920,000 in special assessment revenue bonds issued in November 2018. The remaining principal being \$3,230,000. The principal paid for the current year is \$370,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of Festival Ranch CFD (Assessment District 14) to repay \$722,000 in special assessment revenue bonds issued February 2019.

City of Buckeye, Arizona

Notes to Financial Statements

The remaining principal being \$636,500. The principal paid for the current year is \$60,900. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times, exceed special assessments billed for the year.

General Obligation Bonds

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$5,400,000 in general obligation bonds issued July 2012. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$2,380,000. The principal paid for the current year is \$185,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$1,800,000 in general obligation bonds issued in November 2013. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$1,525,000. The principal paid for the current year is \$55,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$5,410,000 in general obligation bonds, Series 2016, and issued in July 2016. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$5,010,000. The principal paid for the current year is \$90,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$3,665,000 in general obligation bonds, Series 2017 issued in July 2017. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$3,290,000. The principal paid for the current year is \$100,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$7,600,000 in general obligation bonds issued December 2009. Proceeds were used for the acquisition and construction of the CFD. By way of an advance refunding, these bonds were partially defeased through the issuance of \$2,940,000 Festival Ranch CFD General Obligation Refunding Bonds, issued in July 2017. The remaining total principal to be paid being \$2,570,000. The principal paid for the current year is \$100,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$3,335,000 in general obligation bonds, Series 2018 issued in August 2018. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$3,145,000. The principal paid for the current year is \$60,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$5,715,000 in general obligation bonds, Series 2019 issued in July 2019. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$5,385,000. The principal paid for the current year is \$170,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$7,600,000 in general obligation bonds issued December 2009. Proceeds were used for the acquisition and construction of the CFD. By way of a current refunding, these bonds were fully defeased through the issuance of \$3,885,000 Festival Ranch CFD General Obligation Refunding Bonds, Series 2019 issued in July 2019. The remaining total principal to be paid being \$3,380,000. The principal paid for the current year is \$255,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Festival Ranch CFD to repay \$5,315,000 in general obligation bonds, Series 2020 issued in November 2020. Proceeds were used for the construction and acquisition of public infrastructure. The remaining total principal to be paid being \$5,315,000.

The Sundance CFD is a special purpose district created specifically to acquire or construct public infrastructure within specific areas of the City of Buckeye, Arizona. The District is authorized under state law to issue special assessment (SA) revenue bonds to be repaid by the property within the SA District, general obligation (GO) bonds to be repaid by property (ad valorem) taxes levied on property within the District (for GO debt), or revenue bonds to be repaid by specific revenues generated within the

City of Buckeye, Arizona

Notes to Financial Statements

District (revenue bonds). The District has \$17.8 million of authorized GO bonds authority remaining. The District was created by petition to the City Council by property owners within the area to be covered by the District, and comprises approximately 2,105 acres.

Special Assessments Bonds

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Sundance CFD No. 2 to repay \$7,175,000 in special assessment revenue bonds issued April 2003. Proceeds were used for infrastructure improvements within the special assessment District. The bonds are payable solely from assessments on the properties. The total principal remaining to be paid on the bonds is \$604,000. The principal paid for the current year was \$273,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times exceed special assessments billed for the year.

The CFD Board of Directors has pledged revenue derived from an annual assessment and levy of taxes on the real property of the Sundance CFD No. 3 to repay \$2,050,000 in special assessment bonds issued June 2004. Proceeds were used for infrastructure improvements within the special assessment District. The total principal remaining to be paid on the bonds is \$215,000. The principal paid for the current year was \$47,000. Principal and interest paid for the current year approximate amounts received from special assessment properties, which, at times exceed special assessments billed for the year.

General Obligation Bonds

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Sundance CFD to repay \$17,945,000 in general obligation bonds issued March 2014. Proceeds were used for the construction and acquisition of public infrastructure. The bonds are payable from property taxes levied on properties within the District. The total principal remaining to be paid on the bonds is \$13,870,000. The principal paid for the current year was \$665,000.

In November 2018, the CFD Board of Directors pledged revenue derived from the property taxes levied on the real property of the Sundance CFD to repay \$3,140,000 in general obligation refunding bonds. The proceeds of the refunding bonds were used to refund \$3,045,000 of outstanding Series 2005 general obligation bonds. The total principal remaining to be paid on the bonds is \$2,435,000. The principal paid for the current year was \$265,000.

In November 2018, the CFD Board of Directors pledged revenue derived from the property taxes levied on the real property of the Sundance CFD to repay \$3,265,000 in general obligation bonds, whose proceeds were used for infrastructure improvements within the District. The total principal remaining to be paid on the bonds is \$3,265,000. No principal was paid during the year. The first principal payment will be FY 2034-35.

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

General Obligation Bonds

The CFD Board of Directors has pledged revenue derived from property taxes levied on the real property of the Tartesso West CFD to repay \$6,430,000 in general obligation refunding bonds issued August 2018. The proceeds of the refunding bonds were used to refund \$6,221,000 of outstanding Series 2005 and 2007 general obligation bonds. The bonds are payable from property taxes levied on properties within the District. The total principal remaining to be paid on the bonds is \$5,285,000. The total principal paid during the year was \$390,000.

The **Verrado District 1** CFD is a special purpose district created specifically to acquire or construct public infrastructure within specific areas of the City of Buckeye, Arizona, and is authorized under state law to issue general obligation (GO) or revenue bonds to be repaid by property (City) taxes levied on property within the District (for GO debt), or by specific revenues generated within the District (revenue bonds). The District was created by petition to the City Council by property owners

City of Buckeye, Arizona

Notes to Financial Statements

within the area to be covered by the District, and debt may be issued only after approval of the voters within the District. The District has \$41.4 million of authorized GO bonds authority remaining. The District comprises approximately 8,800 acres.

General Obligation Bonds

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Verrado CFD No. 1 to repay \$20,400,000 in general obligation refunding bonds, Series 2013A issued July 2013. Proceeds were used to refund the full outstanding amount of Verrado Community Facilities District No. 1 general obligation bonds Series 2003. The bonds are payable from property taxes levied on property within the District. The total principal remaining to be paid on the bonds is \$10,290,000. The principal paid for the current year was \$1,485,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Verrado CFD No. 1 to repay \$6,000,000 in general obligation bonds Series 2013B, issued July 2013. Proceeds were used for the construction and acquisition of public infrastructure. The bonds are payable from property taxes levied on property within the District. The total principal remaining to be paid on the bonds is \$5,250,000. The principal paid for the current year was \$155,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Verrado CFD No. 1 to repay \$14,055,000 in general obligation bonds Series 2017, issued March 2017. Proceeds were used to currently refund the full outstanding amount of Verrado Community Facilities District No. 1, Series 2006. The bonds are payable from property taxes levied on property within the District. The total principal remaining to be paid on the bonds is \$11,485,000. The principal paid for the current year was \$940,000.

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Verrado CFD No. 1 to repay \$10,000,000 in general obligation bonds Series 2020, issued November 2020. Proceeds were used for the construction and acquisition of public infrastructure. The bonds are payable from property taxes levied on property within the District. The total principal remaining to be paid on the bonds is \$10,000,000.

The **Verrado Western Overlay** CFD is a special purpose district created specifically to acquire or construct public infrastructure within specific areas of the City of Buckeye, Arizona, and is authorized under state law to issue general obligation (GO) or revenue bonds to be repaid by property (ad valorem) taxes levied on property within the District (for GO debt), or by specific revenues generated within the District (revenue bonds). The District was created by petition to the City Council by property owners within the area to be covered by the District, and debt may be issued only after approval of the voters within the District. The District has \$47 million of authorized GO bonds authority remaining. The District comprises approximately 5,120 acres and resides within the Overlay District and Verrado District CFD No. 1.

General Obligation Bonds

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Verrado Western Overlay CFD to repay \$13,000,000 in variable rate general obligation bonds issued November 2004. Proceeds were used for the construction and acquisition of public infrastructure. The bonds are payable from property taxes levied on property owners within the District. By way of a current refunding, these bonds were fully defeased through the issuance of \$7,515,000 Verrado Western Overlay General Obligation Refunding Bonds, Series 2019 issued in October 2019. The total principal remaining to be paid on the bonds is \$6,865,000. The principal paid for the current year was \$330,000.

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

Special Assessment Bonds

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Watson Road CFD to repay \$49,000,000 in special assessment bonds Series 2005, issued December 2005. Proceeds were used to refund the full outstanding amount of Watson Road CFD, Series 2005. By way of a current refunding,

City of Buckeye, Arizona

Notes to Financial Statements

these bonds were fully defeased through the issuance of \$20,914,000 Watson Road Assessment Refunding Bonds, Series 2020 issued in March 2020. Bonds are payable solely from assessments on the property within the District. The total principal remaining to be paid on the bonds is \$15,872,382.

The principal paid for the current year was \$3,223,178. Principal and interest paid for the current year approximate amounts received from special assessment properties, which, at times exceed special assessments billed for the year.

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

Special Assessments Bonds

The CFD Board of Directors has pledged revenue derived from an annual assessment on the real property of the Westpark CFD (Assessment District 1) to repay \$3,800,000 in special assessment revenue bonds issued May 2005. Proceeds were used for infrastructure improvements within the special assessment District. The bonds are payable solely from assessments on the property owners. The total principal remaining to be paid on the bonds is \$648,000. The principal paid for the current year was \$149,000. Principal and interest paid for the current year approximate amounts received from special assessment property owners, which, at times exceed special assessments billed for the year.

General Obligation Bonds

The CFD Board of Directors has pledged revenue derived from the property taxes levied on the real property of the Westpark CFD to repay \$5,895,000 in general obligation bonds Series 2016, issued November 2016. Proceeds were used to refund the full outstanding amounts of Westpark CFD General Obligation Bonds Series 2005 and Series 2006 and advance refund the full outstanding balance of Westpark CFD General Obligation Bonds Series 2007. The bonds are payable from property taxes levied on property owners within the District. The total principal remaining to be paid on the bonds is \$4,370,000. The principal paid for the current year was \$305,000.



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City of Buckeye, Arizona
Notes to Financial Statements

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

Notes to Financial Statements
June 30, 2021

Purpose	Interest Rates (%)	Matures	Original Issue Amount	Amount Outstanding
Governmental activities:				
<i>Improvement District Bonds:</i>				
Roosevelt Street Improvements Bonds	2.5%-4.2%	January 2038	\$ 5,285,000	\$ 4,870,000
Jackrabbit Trail Sewer Improvements Bonds	6.25%	January 2029	2,545,000	234,000
Total Improvement District Bonds			<u>\$ 7,830,000</u>	<u>\$ 5,104,000</u>
<i>Revenue Bonds:</i>				
Greater Arizona Development Authority Excise Tax Revenue Bonds				
Series 2007A (private placement)	4.0 - 5.0%	August 2031	\$ 2,200,000	\$ 1,245,000
Excise Tax Revenue Refunding Bonds, Series 2015	2.0 - 5.0%	July 2024	1,575,600	535,200
Excise Tax Revenue Refunding Bonds, Series 2016	2.0 - 5.0%	July 2036	12,620,000	9,960,000
Total Revenue Bonds			<u>\$ 16,395,600</u>	<u>\$ 11,740,200</u>
Business-type Activities:				
<i>Revenue Bonds:</i>				
Water & Sewer System Senior Revenue Bonds 2015	4.75%	July 2044	\$ 250,000	\$ 250,000
Excise Tax Revenue Refunding Bonds, Series 2015	2.0 - 5.0%	July 2024	4,989,400	1,694,800
Excise Tax Revenue Obligations, Series 2015	3.50 - 5.00%	July 2045	51,260,000	50,175,000
Total Revenue Bonds			<u>\$ 56,499,400</u>	<u>\$ 52,119,800</u>
<i>WIFA Bonds:</i>				
WIFA Bond - 91A140 - 10 (private placement)	2.50%	July 2029	\$ 12,000,000	\$ 2,381,912
WIFA Bond - 910158 - 13 (private placement)	2.50%	July 2032	7,370,000	3,896,364
WIFA Bond - 920239 - 13 (private placement)	2.975%	July 2032	5,065,000	2,113,617
WIFA Bond - 920241 - 13 (private placement)	2.975%	July 2032	3,617,450	2,247,684
WIFA Bond - 920240 - 15 (private placement)	2.184%	July 2034	761,000	517,755
WIFA Bond - 920299 - 20 (private placement)	1.873%	July 2044	108,582,332	63,688,207
Total WIFA Bonds			<u>\$ 137,395,782</u>	<u>\$ 74,845,539</u>
<i>Community Facilities District Bonds:</i>				
Festival Ranch Special Assessment Revenue Bonds,				
Series 2007 (private placement)	4.2 - 5.0%	July 2032	\$ 1,868,000	\$ 645,000
Series 2007 (private placement)	4.3 - 5.75%	July 2032	1,784,000	589,000
Series 2009 (private placement)	8.88%	July 2034	356,000	119,000
Series 2011 (private placement)	8.50%	July 2035	404,000	135,000
Series 2013 (private placement)	7.25%	July 2033	186,000	83,707
Series 2015 (private placement)	6.00%	July 2035	288,000	156,000
Series 2016 (private placement)	5.75%	July 2035	200,000	107,354
Series 2017 (private placement)	2.5% - 5.2%	July 2037	2,738,000	2,154,000
Series 2018 (private placement)	5.88%	July 2037	210,000	174,200
Series 2018 (private placement)	3.0% - 4.9%	July 2038	3,920,000	3,230,000
Series 2019 (private placement)	5.88%	July 2038	722,000	636,500

City of Buckeye, Arizona
Notes to Financial Statements

Purpose	Interest Rates (%)	Matures	Original Issue Amount	Amount Outstanding
Festival Ranch General Obligation Bonds,				
Series 2012	1.0 - 5.0%	July 2031	5,400,000	2,380,000
Series 2013	2.0 - 5.25%	July 2033	1,800,000	1,525,000
Series 2016	2.0 - 4.0%	July 2036	5,410,000	5,010,000
Series 2017A	3.0 - 5.0%	July 2037	3,665,000	3,290,000
Series 2017B	3.0 - 4.0%	July 2032	2,940,000	2,570,000
Series 2018	3.0 - 5.0%	July 2038	3,335,000	3,145,000
Series 2019 Refunding	3.0 - 4.0%	July 2034	3,885,000	3,380,000
Series 2019	3.0 - 4.0%	July 2039	5,715,000	5,385,000
Series 2020	2.0 - 4.0%	July 2040	5,315,000	5,315,000
Total Festival Ranch			<u>\$ 50,141,000</u>	<u>\$ 40,029,761</u>
Sundance Special Assessment Revenue Bonds				
Series 2003 (private placement)	5.0 - 7.125%	July 2027	\$ 7,175,000	\$ 604,000
Series 2004 (private placement)	6.50%	July 2029	2,050,000	215,000
Sundance General Obligation Bonds,				
Series 2014	2.0 - 4.625%	July 2034	17,945,000	13,870,000
Refunding, Series 2018	4.00%	July 2029	3,140,000	2,435,000
Series 2018	4.0 - 5.0%	July 2043	3,265,000	3,265,000
Total Sundance			<u>\$ 33,575,000</u>	<u>\$ 20,389,000</u>
Tartesso West General Obligation Bonds,				
Refunding, Series 2018 (private placement)	3.47%	July 2032	\$ 6,430,000	\$ 5,285,000
Total Tartesso			<u>\$ 6,430,000</u>	<u>\$ 5,285,000</u>
Verrado District No. 1, General Obligation Bonds,				
Series 2013A (private placement)	2.0 - 6.0%	July 2027	\$ 20,400,000	\$ 10,290,000
Series 2013B (private placement)	5.0 - 6.0%	July 2033	6,000,000	5,250,000
Series 2017 (private placement)	3.55%	July 2031	14,055,000	11,485,000
Verrado District No. 1, General Obligation Bonds,				
Series 2020 (private placement)	2.14%	July 2041	10,000,000	10,000,000
Verrado Western Overlay General Obligation,				
Refunding Bonds, 2019 (private placement)	2.55%	July 2033	7,515,000	6,865,000
Total Verrado/Verrado Western Overlay			<u>\$ 57,970,000</u>	<u>\$ 43,890,000</u>
Westpark Special Assessment Revenue Bonds,				
Series 2005	5.55 - 5.9%	July 2029	\$ 3,800,000	\$ 648,000
Westpark General Obligation Bonds,				
Series 2016	4.0% - 5.0%	July 2032	5,895,000	4,370,000
Total Westpark			<u>\$ 9,695,000</u>	<u>\$ 5,018,000</u>
Watson Road Special Assessment Revenue				
Bonds, Refunding Series 2020 (private placement)	3.14%	July 2030	\$ 20,914,000	\$ 15,872,382
Total Community Facilities Districts Bonds			<u>\$ 178,725,000</u>	<u>\$ 130,484,143</u>
Total Debt - All Funds			\$ 396,845,782	\$ 274,293,682

City of Buckeye, Arizona
Notes to Financial Statements

Debt service requirements on long-term debt at June 30, 2021, are as follows:

Governmental Activities								
Fiscal Year Ending	Excise Tax Revenue Bond		Greater Arizona Development Authority (Private Placement)				Total Debt Primary Government	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
	2022	\$ 665,400	\$ 402,825	\$ 100,000	\$ 58,031	\$ 239,000	\$ 196,384	\$ 1,004,400
2023	698,800	369,555	105,000	53,031	245,000	188,597	1,048,800	611,183
2024	721,000	348,103	110,000	48,437	251,000	180,158	1,082,000	576,698
2025	560,000	313,913	115,000	42,937	263,000	171,050	938,000	527,900
2026	590,000	285,913	120,000	37,187	269,000	161,251	979,000	484,351
2027-31	3,335,000	1,032,415	695,000	94,623	1,452,000	638,601	5,482,000	1,765,639
2032-36	3,925,000	442,889	-	-	1,630,000	334,582	5,555,000	777,471
2037-41	-	-	-	-	755,000	32,025	755,000	32,025
	<u>\$ 10,495,200</u>	<u>\$ 3,195,613</u>	<u>\$ 1,245,000</u>	<u>\$ 334,246</u>	<u>\$ 5,104,000</u>	<u>\$ 1,902,648</u>	<u>\$ 16,844,200</u>	<u>\$ 5,432,507</u>

Governmental Activities (continued)								
Community Facilities Districts - Private Placement								
Fiscal Year Ending	Festival		Sundance		Tartesso		Verrado No 1	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 369,969	\$ 403,430	\$ 103,000	\$ 57,010	\$ 405,000	\$ 183,390	\$ 2,900,000	\$ 1,511,858
2023	387,911	387,448	113,000	49,797	415,000	169,336	3,170,000	1,386,788
2024	415,022	370,160	122,000	41,870	430,000	154,936	3,310,000	1,252,943
2025	427,307	350,641	128,000	33,334	445,000	140,014	3,470,000	1,094,952
2026	447,770	330,585	138,000	24,376	465,000	124,573	3,655,000	928,750
2027-31	2,583,298	1,298,520	215,000	21,401	2,555,000	370,943	13,035,000	2,519,830
2032-36	2,561,784	608,420	-	-	570,000	19,779	4,115,000	666,992
2037-41	836,700	59,203	-	-	-	-	3,370,000	221,699
	<u>\$ 8,029,761</u>	<u>\$ 3,808,407</u>	<u>\$ 819,000</u>	<u>\$ 227,788</u>	<u>\$ 5,285,000</u>	<u>\$ 1,162,971</u>	<u>\$ 37,025,000</u>	<u>\$ 9,583,809</u>

Governmental Activities (continued)						
Community Facilities Districts - Private Placement (continued)						
Fiscal Year Ending	Verrado Western Overlay		Watson Rd		Total Private Placement	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 360,000	\$ 175,058	\$ 1,553,489	\$ 498,392	\$ 5,691,458	\$ 2,829,138
2023	390,000	165,878	1,602,269	449,613	6,078,180	2,608,860
2024	425,000	155,932	1,652,580	399,302	6,354,602	2,375,143
2025	460,000	145,095	1,704,471	347,411	6,634,778	2,111,447
2026	495,000	133,365	1,757,991	293,890	6,958,761	1,835,539
2027-31	3,130,000	455,812	7,601,582	605,948	29,119,880	5,272,454
2032-36	1,605,000	62,093	-	-	8,851,784	1,357,284
2037-41	-	-	-	-	4,206,700	280,902
	<u>\$ 6,865,000</u>	<u>\$ 1,293,233</u>	<u>\$ 15,872,382</u>	<u>\$ 2,594,556</u>	<u>\$ 73,896,143</u>	<u>\$ 18,670,764</u>

City of Buckeye, Arizona

Notes to Financial Statements

Governmental Activities (continued)

Fiscal Year	Community Facilities Districts - Public Offering							
	Festival		Sundance		Westpark		Total Public Offering	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
Ending								
2022	\$ 1,175,000	\$ 1,262,241	\$ 970,000	\$ 856,119	\$ 386,000	\$ 243,282	\$ 2,531,000	\$ 2,361,642
2023	1,215,000	1,223,279	1,010,000	817,319	400,000	226,588	2,625,000	2,267,186
2024	1,255,000	1,182,619	1,050,000	776,919	413,000	209,258	2,718,000	2,168,796
2025	1,300,000	1,137,894	1,090,000	734,919	433,000	191,351	2,823,000	2,064,164
2026	1,350,000	1,089,694	1,135,000	689,381	453,000	172,549	2,938,000	1,951,624
2027-31	7,610,000	4,581,169	6,445,000	2,686,868	2,433,000	492,585	16,488,000	7,760,622
2032-36	9,230,000	2,961,894	5,220,000	1,152,937	500,000	25,000	14,950,000	4,139,831
2037-41	8,865,000	889,750	1,810,000	412,800	-	-	10,675,000	1,302,550
2041-45	-	-	840,000	50,800	-	-	840,000	50,800
	<u>\$ 32,000,000</u>	<u>\$ 14,328,539</u>	<u>\$ 19,570,000</u>	<u>\$ 8,178,062</u>	<u>\$ 5,018,000</u>	<u>\$ 1,560,613</u>	<u>56,588,000</u>	<u>24,067,214</u>
Total Government Activities Bonded and Long-Term Debt							<u>\$147,328,343</u>	<u>\$ 48,170,485</u>

Fiscal Year	Business Type Activities					
	Revenue Bonds				Total Debt	
	Water		Wastewater		Excise Tax Revenue Bonds	
Ending	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 1,438,200	\$ 2,468,696	\$ 241,400	\$ 32,742	\$ 1,679,600	\$ 2,501,438
2023	1,512,900	2,396,786	253,300	20,672	1,766,200	2,417,458
2024	1,580,500	2,324,270	263,500	10,540	1,844,000	2,334,810
2025	1,320,000	2,248,500	-	-	1,320,000	2,248,500
2026	1,385,000	2,182,500	-	-	1,385,000	2,182,500
2027-31	8,020,000	9,826,277	-	-	8,020,000	9,826,277
2032-36	10,120,000	7,724,875	-	-	10,120,000	7,724,875
2037-41	12,910,000	4,929,625	-	-	12,910,000	4,929,625
2041-45	13,075,000	1,439,883	-	-	13,075,000	1,439,883
	<u>\$ 51,361,600</u>	<u>\$ 35,541,412</u>	<u>\$ 758,200</u>	<u>\$ 63,954</u>	<u>\$ 52,119,800</u>	<u>\$ 35,605,366</u>

Fiscal Year	Business Type Activities (Continued)							
	Water Infrastructure Finance Authority (Private Placement)				Total Debt		Total Debt	
	Water		Wastewater		Private Placement		Business Type Activities	
Ending	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 3,918,070	\$ 1,333,936	\$ 585,790	\$ 156,957	\$ 4,503,861	\$ 1,490,893	\$ 6,183,461	\$ 3,992,331
2023	3,995,322	1,256,685	600,435	142,312	4,595,757	1,398,997	6,361,957	3,816,455
2024	4,074,134	1,177,873	615,446	127,301	4,689,580	1,305,175	6,533,580	3,639,985
2025	4,154,539	1,097,466	630,832	111,915	4,785,371	1,209,381	6,105,371	3,457,881
2026	4,236,573	1,015,434	646,603	96,144	4,883,176	1,111,578	6,268,176	3,294,078
2027-31	22,472,727	3,787,303	2,811,024	238,315	25,283,751	4,025,617	33,303,751	13,851,894
2032-36	22,726,199	1,558,651	388,144	9,704	23,114,343	1,568,355	33,234,343	9,293,230
2037-41	2,989,700	55,997	-	-	2,989,700	55,997	15,899,700	4,985,622
2041-45	-	-	-	-	-	-	13,075,000	1,439,883
	<u>\$ 68,567,263</u>	<u>\$ 11,283,345</u>	<u>\$ 6,278,276</u>	<u>\$ 882,648</u>	<u>\$ 74,845,539</u>	<u>\$ 12,165,993</u>	<u>126,965,339</u>	<u>47,771,359</u>
Total Business-Type Activity Bonded and Long-Term Debt							<u>\$126,965,339</u>	<u>\$ 47,771,359</u>

City of Buckeye, Arizona
Notes to Financial Statements

Other Long-Term Obligations

Changes in long-term obligations for the year ended June 30, 2021 are as follows:

Notes to Financial Statements
June 30, 2021

	<u>July 1, 2020</u>	<u>Increases</u>	<u>Decreases</u>	<u>June 30, 2021</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds payable:					
Improvement Districts	\$ 5,336,000	\$ -	\$ (232,000)	\$ 5,104,000	\$ 239,000
GADA	1,340,000	-	(95,000)	1,245,000	-
Excise Tax Revenue Bonds	11,132,200	-	(637,000)	10,495,200	-
Community facilities district					
Private placement	71,636,511	10,000,000	(7,740,368)	73,896,143	-
Public offering	53,672,000	5,315,000	(2,399,000)	56,588,000	-
Deferred amount on premium	3,427,566	639,924	(305,062)	3,762,428	-
Deferred amount on discount	(255,391)	-	48,732	(206,659)	-
Total bonds payable	<u>146,288,886</u>	<u>15,954,924</u>	<u>(11,359,698)</u>	<u>150,884,112</u>	<u>239,000</u>
Other liabilities:					
Compensated absences	2,816,896	2,130,856	(2,078,066)	2,869,686	1,603,007
Net Pension Liability - ASRS	23,201,539	9,127,336	(3,536,397)	28,792,478	-
Net Pension Liability - PSPRS	19,568,749	25,358,770	(17,752,967)	27,174,552	-
Total other liabilities	<u>45,587,184</u>	<u>36,616,962</u>	<u>(23,367,430)</u>	<u>58,836,716</u>	<u>1,603,007</u>
Total long-term liabilities	<u>\$ 191,876,070</u>	<u>\$ 52,571,886</u>	<u>\$ (34,727,128)</u>	<u>\$ 209,720,828</u>	<u>\$ 1,842,007</u>
Business-type Activities:					
Bonds payable:					
Revenue	\$ 88,840,955	\$ 44,136,235	\$ (6,011,851)	\$ 126,965,339	\$ -
Deferred amount on premium	3,981,332	-	(159,114)	3,822,218	-
Total bonds payable	<u>92,822,287</u>	<u>44,136,235</u>	<u>(6,170,965)</u>	<u>130,787,557</u>	<u>-</u>
Other liabilities:					
Compensated absences	318,116	306,415	(283,907)	340,624	190,273
Net Pension Liability - ASRS	7,326,801	2,305,452	(810,890)	8,821,363	-
Total other liabilities	<u>7,644,917</u>	<u>2,611,867</u>	<u>(1,094,797)</u>	<u>9,161,987</u>	<u>190,273</u>
Total long-term liabilities	<u>\$ 100,467,204</u>	<u>\$ 46,748,102</u>	<u>\$ (7,265,762)</u>	<u>\$ 139,949,544</u>	<u>\$ 190,273</u>

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

Note 10 - Interfund Transfers

Interfund transfers for the year ended June 30, 2021 consisted of the following:

Transfers To	Transfers From						Total
	General Fund	Highway Users Revenue Fund	Impact Fees Fund	Festival Ranch CFD Debt	Nonmajor Governmental Fund	Nonmajor Enterprise Fund	
General Fund	\$ -	\$ -	\$ 1,810,000	\$ -	\$ 2,562	\$ -	\$ 1,812,562
Capital Improvement Fund	8,084,363	-	6,926,054	-	404,074	-	15,414,491
Nonmajor Enterprise Funds	76,640	-	-	-	-	-	76,640
Nonmajor Governmental Funds	2,451,868	1,000,000	-	5,837,166	10,113,665	10,289	19,412,988
Total	<u>\$ 10,612,871</u>	<u>\$ 1,000,000</u>	<u>\$ 8,736,054</u>	<u>\$ 5,837,166</u>	<u>\$10,520,301</u>	<u>\$ 10,289</u>	<u>\$ 36,716,681</u>

City of Buckeye, Arizona

Notes to Financial Statements

Transfers were made for operations in the applicable funds and debt service transfers for debt service payments made in other funds. In addition, transfers to cover capital improvements project were also made during the year.

In the Government Wide Statements, a transfer between governmental activities and business type activities for \$1,727,204 occurred. The transfer was the result of a water facility being paid by bonds issued in the Festival Community Facilities District (Capital Improvement Fund).

Note 11 - Risk Management

The City of Buckeye, Arizona, is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The City's insurance protection is provided by the Arizona Municipal Risk Retention Pool, of which the City is a participating member. The limit for basic coverage is for \$3,000,000 per occurrence on a claims-made basis. Excess coverage is for an additional \$3,000,000 per occurrence on a follow form, a claims-made basis. No significant reduction in insurance coverage occurred during the year, and no settlements exceeded insurance coverage during any of the past three fiscal years.

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

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

Note 12 - Retirement Plans

The City contributes to the three plans described below. The plans are component units of the State of Arizona. At June 30, 2021, the City reported the following aggregate amounts related to pensions for all plans to which it contributes:

Statement of Net Position and Statement of Activities	Governmental Activities	Business-Type Activities	Total
Net pension liabilities	\$ 55,967,030	\$ 8,821,363	\$ 64,788,393
Deferred outflows of resources	24,078,934	1,826,205	25,905,139
Deferred inflows of resources	4,769,944	-	4,769,944
Pension expense	10,871,645	1,031,508	11,903,153

Arizona State Retirement System

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

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

City of Buckeye, Arizona

Notes to Financial Statements

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

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

Contributions - In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the year ended June 30, 2021, active ASRS members were required by statute to contribute at the actuarially determined rate of 12.22% (12.04% for retirement and Health and 0.18% for long-term disability) of the members' annual covered payroll, and the City was required by statute to contribute at the actuarially determined rate of 12.22% (11.65% for retirement, 0.39% for health insurance premium benefit, and 0.18% for long-term disability) of the active members' annual covered payroll. In addition, the City was required by statute to contribute at the actuarially determined rate of 10.21% (10.14% for retirement and 0.07% for long-term disability) of annual covered payroll of retired members who worked for the City in positions that would typically be filled by an employee who contributes to the ASRS. The City's contributions to the pension plan for the year ended June 30, 2021, were \$3,002,683.

During the fiscal year 2021, the City paid for ASRS pension and OPEB contributions as follows: 69.6% from the General Fund, 23.45% from enterprise funds, 6.95% from other funds. The City's pension and OPEB contributions are paid from the same funds as the employee's salary with the largest component coming from the General Fund.

Pension Liability – On June 30, 2021, the City reported a liability of \$37,613,841 for its proportionate share of the ASRS' net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined using updated procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2019, to the measurement date of June 30, 2020.

The City's reported liability at June 30, 2021, increased to \$37,614,142 from the City's prior year liability of \$30,528,341 because of changes in the ASRS' net pension liability and the City's proportionate share of that liability. The ASRS' publicly available financial report provides details on the change in the net pension liability.

The City's proportion of the net pension liability was based on accrued retirement contributions for employers that were members of the ASRS as of June 30, 2021. The City's proportion measured as of June 30, 2020 was 0.217090%, which was an increase of .0073% from its proportion measured as of June 30, 2019.

City of Buckeye, Arizona

Notes to Financial Statements

Pension Expense and Deferred Outflows/Inflows of Resources – For the year ended June 30, 2021, the City recognized pension expense for ASRS of \$5,047,086. At June 30, 2021, and the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 340,285	\$ -
Difference between projected and actual investment earnings	3,627,928	-
Changes in assumptions	-	-
Changes in proportion and differences between City	815,747	-
City contributions subsequent to the measurement date	3,002,683	-
	\$ 7,786,643	\$ -

The \$3,002,683 reported as deferred outflows of resources related to ASRS pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ASRS pensions will be recognized in pension expense as follows:

	Pension
Year ending June 30:	
2022	\$ 896,837
2023	1,452,764
2024	1,312,260
2025	1,122,099
2026	-
Total	\$ 4,783,960

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

	Pension
Actuarial valuation date	June 30, 2019
Actuarial roll forward date	June 30, 2020
Actuarial cost method	Entry age normal
Asset valuation	Fair value
Discount rate	7.5%
Projected salary increases	2.7-7.2%
Inflation	2.3%
Permanent benefit increase	Included
Mortality rates	2017 SRA Scale U-MP

Total pension and OPEB liabilities were determined by an actuarial valuation as of June 30, 2019, and rolled forward using general accepted actuarial procedures to June 30, 2020. The actuarial assumptions pertain to assumptions utilized for financial reporting requirements and differ from the assumptions utilized for funding purposes. The principal differences between the actuarial assumptions for financial reporting purposes and those utilized for funding purposes are the amortization methodology and valuation assets. The actuarial assumptions related to funding were selected on the basis of an experience study which was performed for the five-year period ending June 30, 2016. The ASRS Board adopted the experience study which recommended changes, and those changes were effective as of the June 30, 2017 actuarial valuation.

City of Buckeye, Arizona

Notes to Financial Statements

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

Asset Class	Target Asset Allocation	Real Return Geometric Basis	Long-Term Expected Real Rate of Return
Equity	50%	6.39%	3.20%
Fixed Income - Credit	20%	5.44%	1.09%
Fixed Income - Interest Rate Sensitive	10%	2.20%	0.02%
Real Estate	20%	5.85%	1.17%
Total	100%		5.48%

Actual returns may be different due to volatility of returns.

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

Sensitivity of the City’s Proportionate Share of the ASRS Net Pension Liability to Changes in the Discount Rate – The following table presents the net pension liability of the City’s proportionate share of the net pension liability calculated using the discount rate of 7.5%, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.5%) or 1 percentage point higher (8.5%) than the current rate at June 30, 2020:

	1% Decrease 6.5%	Current Discount Rate 7.5%	1% Increase 8.5%
Net Liability			
Retirement	\$ 51,436,829	\$ 37,614,142	\$ 26,059,086

Public Safety Personnel Retirement System (PSPRS)

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

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

City of Buckeye, Arizona

Notes to Financial Statements

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

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

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

Employees Covered by Benefit Terms – At June 30, 2020, the following employees were covered by the agent pension plans’ benefit terms:

	PSPRS Police	PSPRS Fire
Inactive employees or beneficiaries currently receiving benefits	19	1
Inactive employees entitled to but not yet receiving benefits	12	6
Active employees	73	79
Total	<u>104</u>	<u>86</u>

Contributions and Annual OPEB Cost – State statutes establish the pension contribution requirements for active PSPRS employees. In accordance with state statutes, annual actuarial valuations determine employer contribution requirements for PSPRS pension and health insurance premium benefits. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. Contribution rates for the year ended June 30, 2021, are indicated below. Rates are a percentage of active members’ annual covered payroll.

City of Buckeye, Arizona

Notes to Financial Statements

	Tier 1 & 2		Tier 3	
	PSPRS - Police	PSPRS - Fire	PSPRS - Police	PSPRS - Fire
Active members				
Pension	7.65%	7.65%	9.21%	9.21%
Health insurance premium benefit	0.00%	0.00%	0.14%	0.14%
City				
Pension	29.48%	20.98%	23.44%	13.68%
Health insurance premium benefit	0.34%	0.32%	0.14%	0.14%
City Total	<u>29.82%</u>	<u>21.30%</u>	<u>23.58%</u>	<u>13.82%</u>

In addition, the City was required by statute to contribute at the actuarially determined rate of 14.23% for Police and 4.47% for Fire for the PSPRS of annual covered payroll of retired members who worked for the City in positions that would typically be filled by an employee who contributes to the PSPRS.

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

	PSPRS Police	PSPRS Fire
Pension contributions made	\$ 2,666,254	\$ 2,471,368
Health insurance premium benefit OPEB contributions made	31,012	37,836

During the fiscal year 2021, the City paid for PSPRS pension and OPEB contributions from both the General Fund and the Nuclear Emergency Management Fund.

Pension Liability – At June 30, 2021, the City reported the following net pension liabilities:

	Net Pension Liability
PSPRS Police	\$ 18,232,584
PSPRS Fire	8,941,968

The net pension liabilities were measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

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

Actuarial valuation date	June 30, 2020
Actuarial cost method	Entry age normal
Asset Valuation Method	Fair value of assets
Price Inflation	2.50%
Cost-of-living adjustment	1.75%
Projected salary increases	3.50% - 7.50% including inflation
Investment rate of return	7.3% - Tier 1 & 2, 7.00% - Tier 3
Permanent benefit increase	Included
Mortality tables	PubS-2010 tables

Actuarial assumptions used on June 30, 2020, valuation were based on the results of an actuarial experience study of the period July 1, 2011 – June 30, 2016.

The long-term expected rate of return on PSPRS pension plan investments was determined to be 7.30% using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment

City of Buckeye, Arizona

Notes to Financial Statements

expenses and inflation) are developed for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Public Equity	23%	4.93%
International Public Equity	15%	6.09%
Global Private equity	18%	8.42%
Other Assets (Capital Appreciation)	7%	5.61%
Private Credit	22%	5.31%
Core Bonds	2%	0.22%
Diversifying Strategies	12%	3.22%
Cash - Mellon	1%	-0.60%
Total	100%	

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

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

Changes in Net Pension/OPEB Liability

PSPRS Police	Pension Increase (Decrease)		
	Total	Plan	Net
	Pension Liability (a)	Fiduciary Net Position (b)	Pension Liability (a) - (b)
Balances at June 30, 2020	\$ 39,932,996	\$ 25,702,412	\$ 14,230,584
Adjustment to beginning of year	-	1	(1)
Changes for the year:			
Service cost	1,542,517	-	1,542,517
Interest on the total pension liability	2,987,930	-	2,987,930
Changes of benefit terms	-	-	-
Differences between expected and actual experience in the measurement of the pension liability	2,507,174	-	2,507,174
Changes of assumptions	-	-	-
Contributions - employer	-	2,092,342	(2,092,342)
Contributions - employee	-	644,066	(644,066)
Net investment income	-	344,207	(344,207)
Benefit payments, including refunds of employee contributions	(1,089,922)	(1,089,922)	-
Pension plan administrative expenses	-	(28,064)	28,064
Other changes	-	(16,931)	16,931
Net changes	5,947,699	1,945,698	4,002,001
Balances at June 30, 2021	\$ 45,880,695	\$ 27,648,111	\$ 18,232,584

City of Buckeye, Arizona

Notes to Financial Statements

PSPRS Fire	Pension		
	Increase (Decrease)		
	Total	Plan	Net
	Pension Liability (a)	Fiduciary Net Position (b)	Pension Liability (a) - (b)
Balances at June 30, 2020	\$ 34,906,046	\$ 29,567,881	\$ 5,338,165
Adjustment to beginning of year		1	(1)
Changes for the year:			
Service cost	1,781,018	-	1,781,018
Interest on the total pension liability	2,670,319	-	2,670,319
Changes of benefit terms	-	-	-
Differences between expected and actual experience in the measurement of the pension liability	1,869,674	-	1,869,674
Changes of assumptions	-	-	-
Contributions - employer	-	1,730,975	(1,730,975)
Contributions - employee	-	621,537	(621,537)
Net investment income	-	397,070	(397,070)
Benefit payments, including refunds of employee contributions	(214,709)	(214,709)	-
Pension plan administrative expenses	-	(32,375)	32,375
Other changes	-	-	-
Net changes	<u>6,106,302</u>	<u>2,502,498</u>	<u>3,603,804</u>
Balances at June 30, 2021	<u>\$ 41,012,348</u>	<u>\$ 32,070,380</u>	<u>\$ 8,941,968</u>

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

	Current		
	1% Decrease	Discount Rate	1% Increase
	<u>6.30%</u>	<u>7.30%</u>	<u>8.30%</u>
PSPRS Police	\$ 25,701,736	\$ 18,232,584	\$ 12,250,044
PSPRS Fire	<u>16,139,382</u>	<u>8,941,968</u>	<u>3,162,627</u>
City's net pension liability	<u>\$ 41,841,118</u>	<u>\$ 27,174,552</u>	<u>\$ 15,412,671</u>

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

Pension Expense – For the year ended June 30, 2021 the City recognized \$3,481,634 for PSPRS Police and \$3,374,433 for PSPRS Fire in pension expense.

Pension Deferred Outflows/Inflows of Resources – At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

City of Buckeye, Arizona
Notes to Financial Statements

	Pensions	
	Deferred Outflows of Resources	Deferred Inflows of Resources
PSPRS Police		
Difference between expected and actual experience	\$ 2,872,786	\$ 995,242
Changes in assumptions	1,663,383	-
Difference between projected and actual investment earnings	1,438,866	-
City contributions subsequent to the measurement date	2,666,254	-
	\$ 8,641,289	\$ 995,242
PSPRS Fire		
Difference between expected and actual experience	\$ 3,890,703	\$ 3,774,702
Changes in assumptions	1,450,810	-
Difference between projected and actual investment earnings	1,664,326	-
City contributions subsequent to the measurement date	2,471,368	-
	\$ 9,477,207	\$ 3,774,702

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

	Police Pension	Fire Pension
Year ending June 30:		
2022	\$ 1,143,188	\$ 591,526
2023	1,081,372	756,779
2024	921,298	739,354
2025	661,678	631,307
2026	397,805	263,660
Thereafter	774,452	248,511
Total	\$ 4,979,793	\$ 3,231,137

Firefighters' Relief and Pension Fund

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

A defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. According to state statute, a volunteer firefighter who has served for 25 years or more or has reached 60 years of age and has served 20 years or more shall be eligible to receive a monthly retirement not to exceed \$150 per month, as determined by the board of trustees. Such pension, if paid, may be increased or decreased in amount, or discontinued at the discretion of the board of trustees. Pension and relief benefits may only be paid from the income of the trust fund.

However, a firefighter who leaves the service without being eligible for retirement benefits is entitled to all previous deductions from his salary plus interest at a rate determined by the board of trustees. As established by state statute, in lieu of another acceptable pension plan, all volunteer firefighters must participate in the pension plan from the date they enter service.

The State of Arizona is required by statute to contribute a portion of the annual tax received on fire insurance premiums. During the fiscal year ended June 30, 2021, there were no contributions made.

City of Buckeye, Arizona

Notes to Financial Statements

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

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

Postemployment Health Plan

The City's post-employment health benefit plan is a defined contribution health benefit plan established by the City in May of 2013 to provide health benefits at retirement to qualified general and public safety employees of the City. The plan is administered by Nationwide Retirement Solutions. On June 30, 2021, there were 95 plan members. Plan membership is required at a cost of \$10 plus 0.50 percent of covered salary per pay period to the employee. The City does not contribute to the plan. Plan provisions and contribution requirements are established and may be amended by the City Council.

Note 13 - Contingent Liabilities

Tartesso Wastewater Treatment Plant - On May 19, 2015, the City entered into an agreement to purchase Tartesso Wastewater Treatment Plant (WWTP) for \$14,930,544. The purchase price is to be paid from the City's collection of wastewater impact fees from users of the Tartesso WWTP located in the Central North service area within City. Each payment is to be made quarterly and will be made up of wastewater impact fees collected by the City in the quarter. The City's payment obligation for the purchase price terminates when the purchase price is paid in full. Interest will not be charged on any unpaid balance of the purchase price. As of June 30, 2021, the remaining obligation is \$1,343,904, which is contingent on collection of impact fees.

The City has also committed to reimburse the seller of the Tartesso WWTP for the construction and installation of an additional well, Tartesso Well No. 3, provided the seller performs the work in compliance with procurement laws and the City's requirements, and upon the City Engineer's acceptance of Tartesso Well No. 3, the seller will be entitled to reimbursement of all eligible and verified costs from water development impact fees collected from the Tartesso West project. As of June 30, 2021, the remaining obligation is \$106,560, which is contingent on collection of impact fees.

On August 6, 2019, the City entered into an agreement to develop a permanent fire station (Tartesso Fire Station 705) once growth met the agreement's threshold of 1,500 certificates of occupancy issued. The land has been donated by the developer by a special warranty deed. The estimated costs for improvements at the time of the agreement were \$5,700,000. As of June 30, 2021, the City's remaining obligation was \$1,277,219 that is contingent on collection of impact fees.

On March 19, 2013, the City entered into agreements with Tartesso 1261 LLC for water/wastewater infrastructure and related appurtenances relating to Tartesso West Development Units 1, 2A and 2B 36-inch raw waterlines. As of June 30, 2021, the remaining obligation was \$402,774.

Global Water - On July 9, 2015, the City acquired Global Water Resources, Inc. (Global Water), a water utility service corporation through the issuance of the Excise Tax Revenue Obligation Bonds series 2015, in the amount of \$51,260,000. In addition to the consideration paid of \$51,260,000, the City has agreed to pay a growth premium equal to \$3,000 per new account during the growth period, up to \$45,000,000. The growth period is defined at the period of 20 years commencing January 1, 2015. Growth premiums paid during the current year were \$492,000. Growth premiums paid to date are \$4,776,000.

Federal and State Grants and Loans – The City has received a number of grants and loans from both the Federal and State governments. Although the programs have been audited, not all audits have been approved as of June 30, 2021; however, the City expects no material disallowances of expenditures.

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

City of Buckeye, Arizona

Notes to Financial Statements

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

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

As of June 30, 2021, the City has not recorded a provision for the remaining \$5,250,000 as the liability is contingent upon the occurrence of connections and management does not believe payment of the entire amount is probable. The City believes, however, that any liability it may incur would not have a material adverse effect on its financial condition or its results of operations. As of June 30, 2021, the City has paid out 260 single-family home connections for a total of \$333,814.

Note 14 – Tax Abatement Agreements

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

For the fiscal year ended June 30, 2021, the City has six active development agreements.

- The agreement stipulates that the business owner will construct and develop a new facility on a piece of land to provide a unique retail business for the City, increase the value of the land for property tax purposes, create new opportunities for employment in the City, and enhance retail transaction (sales) tax. The City will reimburse the owner 49% of sales taxes generated and collected by the business for up to 15 years up to a total of \$2,500,000. During the fiscal year, \$211,973 was paid as a rebate.
- The agreement stipulates that the business owner provided funds for the City's design, construction, and installation of certain public improvements. This sales tax rebate is limited to the full reimbursement of the funds received from the retail business that they provided to the City to design, construct, and install the necessary public infrastructure. The City will reimburse the owner 49% of sales taxes generated and collected by the business for up to 20 years up to a total of \$1,350,000. During the fiscal year, \$144,666 was paid as a rebate.
- The agreement stipulates that the business owner will design, construction, and installation of certain public improvements including two crossings over a drainage channel. This sales tax rebate is limited to the full reimbursement of the advanced funds received from the retail business that they provided to the City to design, construct, and install the necessary public infrastructure but not to exceed \$1,915,000 of verified costs. During the fiscal year, no funds were rebated.
- The agreement stipulates that the owner agrees to construct an 850,000 sf facility and will be required to pay construction sales tax to the City in connection with the construction of the new facility. The City will reimburse the owner 49% of the construction taxes received from the construction of their new facility to assist the owner with the new public infrastructure such as the widening of Miller Road. The total amount to be reimbursed will not exceed \$490,049. In addition, the owner will pay the City all required building permits related to the development of the facility. The City will reimburse the owner an amount not to exceed \$750,000. During the fiscal year, no funds were rebated.
- The agreement stipulates that the owner agrees to construct a new speculative building and will be required construction sales tax to the City in connection with the new facility. The City will reimburse the owner 49% of the construction taxes received from the construction of their new facility to assist the owner with the new public infrastructure such as the widening of Miller Road. The total amount to be reimbursed with not exceed \$573,300. In addition the owner will pay the City all required building permits related to the development of the facility. The City will reimburse the owner an amount not to exceed \$750,000. During the fiscal year, no funds were rebated.
- The agreement stipulates that the owner plans to develop a new 72,000 sf shopping center and will be required to pay construction sales tax and building permit/plan review fees. Under this agreement, the City would reimburse the developer a maximum of \$300,000 for the public infrastructure improvements based on sharing of 49% of the City's construction sales taxes paid in addition to all building permit fees paid. The total amount to be reimbursed will not exceed \$300,000.

City of Buckeye, Arizona

Notes to Financial Statements

As of June 30, 2021, the City's estimated balance to be reimbursed is approximately \$6,619,173.

Note 15 – Subsequent Events

On May 24, 2021, as part of the America Rescue Plan Act (ARPA) approved by the US Department of Treasury, the City received the first installment of \$5,287,732. The second installment is anticipated to be received in May, 2022. The funds can only be used in accordance with the stipulations outlined in the Treasury's Interim Final Rule. The City anticipates using the funds in the areas of Small Businesses and Non-Profits assistance and water and/or sewer infrastructure.

On July 20, 2021, the Festival Ranch Community Facility District Board approved the Feasibility Report in connection with the proposed issuance by the District of its General Obligation Bonds, Series 2021 in an aggregate principal amount not to exceed \$5,790,000. This report has been prepared for consideration of the feasibility and benefits of certain public infrastructure. The closing was September 23, 2021 and the final amount was \$5,790,000.

On July 20, 2021, the Tartesso West Community Facility District Board approved the Feasibility Report in connection with the proposed issuance by the District of its General Obligation Bonds, Series 2021 in an aggregate principal amount not to exceed \$7,310,000. This report has been prepared for consideration of the feasibility and benefits of certain public infrastructure. The closing was September 30, 2021 and the final amount was \$7,310,000.

On July 20, 2021, the Verrado District 1 Community Facility Board approved the Feasibility Report in connection with the proposed issuance by the District of its General Obligation Bonds, Series 2021 in an aggregate principal amount not to exceed \$14,200,000. This Report has been prepared for consideration of the feasibility and benefits of certain public infrastructure. The closing was September 16, 2021 and the final amount was \$14,200,000.

On September 21, 2021, Council approved a repayment agreement between the Central Arizona Water Conservation District and the City for the repayment of past Central Arizona Project (CAP) water service capital charges and debt charges including the option to repay over a five-year period, all in connection with the delivery of 2,786 acre-feet per year of CAP Non-Indian Agriculture Priority Water. Through this agreement, the City will receive up to 2,786 acre-feet of water per year for the next 100 years. The City has elected to pay this amount over a five-year timeframe for a total purchase price of \$5,691,519 or \$1,138,300 annually.

On September 21, 2021, Council approved Resolution No. 69-21 authorizing the execution and delivery of the loan agreement between the City and Water Infrastructure Financing Authority (WIFA) in an amount not to exceed \$13 million. Proceeds from the loan will be used to repair and replacing the Sundance Water Reclamation Facility.

On October 5, 2021, Council approved Resolution 67-21 approving the public infrastructure reimbursement agreement between the City and the owner in conjunction with the development of a new industrial park. The owner agrees to design, engineer, permit, construct and the install various regional public infrastructure improvements including a new sewer line, regional drainage facilities and land to construct the drainage improvements. The total amount to be reimbursed will not exceed \$9,708,100. The City will be designating funds received from ARPA to reimburse the developer upon the City's acceptance and conveyance of the public infrastructure and subject to the terms of the agreement.

REQUIRED SUPPLEMENTARY INFORMATION



City of Buckeye, Arizona

General Fund

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

For the Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
Revenues				
Taxes:				
Sales taxes	\$ 39,505,000	\$ 39,505,000	\$ 53,733,428	\$ 14,228,428
Property taxes	10,194,104	10,194,104	9,772,512	(421,592)
Franchise taxes	4,092,800	4,092,800	3,855,829	(236,971)
Intergovernmental	31,062,899	31,062,899	33,821,220	2,758,321
Fines and forfeitures	815,000	815,000	833,398	18,398
Licenses and permits	15,045,800	15,045,800	21,252,799	6,206,999
Charges for services	3,192,663	3,192,663	2,395,428	(797,235)
Investment earnings	950,000	950,000	(330,681)	(1,280,681)
Other	327,670	327,670	250,438	(77,232)
Total revenues	105,185,936	105,185,936	125,584,371	20,398,435
Expenditures				
Current:				
General government:				
Mayor and Council				
Personnel services	428,055	431,764	454,344	(22,580)
Operating expenditures	218,200	218,200	78,223	139,977
Total Mayor and Council	646,255	649,964	532,567	117,397
City Clerk				
Personnel services	477,168	484,934	496,941	(12,007)
Operating expenditures	346,050	346,050	73,699	272,351
Total City Clerk	823,218	830,984	570,640	260,344
City Manager				
Personnel services	2,551,268	2,594,804	2,610,029	(15,225)
Operating expenditures	437,535	437,535	287,440	150,095
Total City Manager	2,988,803	3,032,339	2,897,469	134,870
Human Resources				
Personnel services	887,970	903,213	928,159	(24,946)
Operating expenditures	388,946	388,946	249,056	139,890
Total Human Resources	1,276,916	1,292,159	1,177,215	114,944
Finance				
Personnel services	1,073,904	1,140,382	1,114,708	25,674
Operating expenditures	3,490,146	3,491,546	2,946,443	545,103
Total Finance Department	4,564,050	4,631,928	4,061,151	570,777
City Court				
Personnel services	1,017,930	1,065,468	1,034,344	31,124
Operating expenditures	136,304	136,304	87,808	48,496
Total City Court	1,154,234	1,201,772	1,122,152	79,620
Economic Development				
Personnel services	469,501	515,474	503,755	11,719
Operating expenditures	316,285	318,785	165,932	152,853
Total Economic Development	785,786	834,259	669,687	164,572
Information Technology				
Personnel services	1,947,765	2,108,167	1,645,498	462,669
Operating expenditures	2,678,509	3,208,509	2,576,204	632,305
Total Information Technology	4,626,274	5,316,676	4,221,702	1,094,974
Non-Departmental				
Personnel services	2,006,611	166,756	-	166,756
Operating expenditures	933,655	1,192,745	131,837	1,060,908
Total Non-Departmental	2,940,266	1,359,501	131,837	1,227,664
Contingency	11,622,899	9,250,050	-	9,250,050
Total General Government	31,428,701	28,399,632	15,384,420	13,015,212

See accompanying notes to this schedule

City of Buckeye, Arizona

General Fund

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

For the Year Ended June 30, 2021

Public safety:				
Police				
Personnel services	16,747,547	17,364,740	17,986,614	(621,874)
Operating expenditures	<u>3,378,100</u>	<u>3,550,100</u>	<u>3,048,346</u>	<u>501,754</u>
Total Police	<u>20,125,647</u>	<u>20,914,840</u>	<u>21,034,960</u>	<u>(120,120)</u>
Fire				
Personnel services	13,711,520	14,058,351	14,373,430	(315,079)
Operating expenditures	<u>1,700,800</u>	<u>1,729,600</u>	<u>1,418,774</u>	<u>310,826</u>
Total Fire	<u>15,412,320</u>	<u>15,787,951</u>	<u>15,792,204</u>	<u>(4,253)</u>
Total Public Safety	<u>35,537,967</u>	<u>36,702,791</u>	<u>36,827,164</u>	<u>(124,373)</u>
Culture and Recreation:				
Community Services				
Personnel services	4,412,496	4,468,651	3,556,025	912,626
Operating expenditures	<u>1,311,670</u>	<u>1,376,670</u>	<u>943,897</u>	<u>432,773</u>
Total Culture and Recreation	<u>5,724,166</u>	<u>5,845,321</u>	<u>4,499,922</u>	<u>1,345,399</u>
Public Works:				
Public Works				
Personnel services	1,928,697	1,998,442	2,022,817	(24,375)
Operating expenditures	<u>2,341,334</u>	<u>2,443,934</u>	<u>1,824,154</u>	<u>619,780</u>
Total Public Works	<u>4,270,031</u>	<u>4,442,376</u>	<u>3,846,971</u>	<u>595,405</u>
Development Services:				
Development Services				
Personnel services	2,804,739	3,424,087	3,183,860	240,227
Operating expenditures	<u>1,622,334</u>	<u>2,290,134</u>	<u>2,249,361</u>	<u>40,773</u>
Total Development Services	<u>4,427,073</u>	<u>5,714,221</u>	<u>5,433,221</u>	<u>281,000</u>
Engineering Services:				
Engineering				
Personnel services	2,273,155	2,779,535	2,494,529	285,006
Operating expenditures	<u>1,285,783</u>	<u>1,292,393</u>	<u>884,806</u>	<u>407,587</u>
Total Engineering Services	<u>3,558,938</u>	<u>4,071,928</u>	<u>3,379,335</u>	<u>692,593</u>
Debt Service				
Principal	732,000	732,000	732,000	-
Interest and other charges	<u>492,706</u>	<u>492,706</u>	<u>493,306</u>	<u>(600)</u>
Total Debt Service	<u>1,224,706</u>	<u>1,224,706</u>	<u>1,225,306</u>	<u>(600)</u>
Capital Outlay	<u>4,083,190</u>	<u>3,853,797</u>	<u>1,846,422</u>	<u>2,007,375</u>
Total expenditures	<u>90,254,772</u>	<u>90,254,772</u>	<u>72,442,761</u>	<u>17,812,011</u>
Excess (deficiency) of revenues over expenditures	<u>14,931,164</u>	<u>14,931,164</u>	<u>53,141,610</u>	<u>38,210,446</u>
Other Financing Sources (Uses)				
Transfers in	1,800,000	1,800,000	1,812,713	12,713
Transfers out	<u>(24,198,595)</u>	<u>(24,198,595)</u>	<u>(11,375,146)</u>	<u>12,823,449</u>
Total other financing sources and uses	<u>(22,398,595)</u>	<u>(22,398,595)</u>	<u>(9,562,433)</u>	<u>12,836,162</u>
Net change in fund balances	(7,467,431)	(7,467,431)	43,579,177	51,046,608
Fund balances - beginning	<u>17,089,265</u>	<u>17,089,265</u>	<u>53,752,163</u>	<u>36,662,898</u>
Fund balances - ending	<u>\$ 9,621,834</u>	<u>\$ 9,621,834</u>	<u>\$ 97,331,340</u>	<u>\$ 87,709,506</u>

City of Buckeye, Arizona

Highway User Revenue Fund - Special Revenue Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Intergovernmental	\$ 5,671,000	\$ 5,671,000	\$ 5,907,212	\$ 236,212
Charges for service	75,000	75,000	28,841	(46,159)
Interest income	50,000	50,000	47,586	(2,414)
Other	3,000	3,000	593	(2,407)
Total revenues	5,799,000	5,799,000	5,984,232	185,232
EXPENDITURES				
Current				
Highways and streets				
Personnel services	1,960,182	1,984,694	1,934,154	50,540
Operating expenditures	1,604,485	1,604,485	1,409,759	194,726
Capital outlay	1,765,971	1,765,971	735,556	1,030,415
Contingencies	680,000	655,488	-	655,488
Total expenditures	6,010,638	6,010,638	4,079,469	1,931,169
Excess (deficiency) of revenues over expenditures	(211,638)	(211,638)	1,904,763	2,116,401
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(1,000,000)	(1,000,000)	(1,000,000)	-
Total other financing sources and uses	(1,000,000)	(1,000,000)	(1,000,000)	-
Net change in fund balances	(1,211,638)	(1,211,638)	904,763	2,116,401
Fund balances - beginning	421,263	421,263	3,735,753	3,314,490
Fund balances - ending	\$ (790,375)	\$ (790,375)	\$ 4,640,516	\$ 5,430,891

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

City of Buckeye, Arizona

Notes to Budget and Actual Schedules

For the year ended June 30, 2021

Note Budgetary Basis of Accounting

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

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

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

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

	<u>Beginning Fund Balance</u>	<u>Revenues and transfers in</u>	<u>Expenditures and transfers out</u>	<u>Ending Fund Balance</u>
Statement of Revenues, Expenditures and Changes in Fund Balances - General Fund	\$ 53,752,163	\$ 127,397,084	\$ (83,817,907)	\$ 97,331,340
Activity budgeted as special revenue and capital funds	<u>244,761</u>	<u>886,058</u>	<u>(799,450)</u>	<u>331,369</u>
Schedule of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 53,996,924</u>	<u>\$ 128,283,142</u>	<u>\$ (84,617,357)</u>	<u>\$ 97,662,709</u>



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City of Buckeye, Arizona
Required Supplementary Information

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

City of Buckeye, Arizona

Arizona State Retirement

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

June 30, 2021

	Reporting Fiscal Year (Measurement Date)							2012 through 2014*
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	
ASRS								
City’s proportion of the net pension liability	0.217090%	0.209790%	0.207660%	0.188750%	0.186940%	0.017041%	0.151988%	Information not available
City’s proportionate share of the net pension liability	\$37,614,142	\$30,528,341	\$28,961,262	\$29,403,571	\$30,173,994	\$26,543,410	\$22,489,006	
City’s covered payroll	24,096,148	22,100,376	21,075,064	18,867,189	18,629,613	15,618,173	14,911,458	
City’s proportionate share of the net pension liability as a percentage of its covered- payroll	156.10%	138.13%	137.42%	155.84%	161.97%	169.95%	150.82%	
Plan fiduciary net position as a percentage of the total pension liability	69.33%	73.24%	73.00%	69.92%	67.06%	68.35%	69.49%	

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



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City of Buckeye, Arizona
Required Supplementary Information

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

City of Buckeye, Arizona

Public Safety Personnel Retirement System

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

June 30, 2021

	Reporting Fiscal Year (Measurement Date)							
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2012 through 2014*
PSPRS Police								
Total pension liability								
Service cost	\$ 1,542,517	\$ 1,641,029	\$ 1,602,070	\$ 1,673,903	\$ 1,423,922	\$ 1,238,971	\$ 980,797	Information not available
Interest on the total pension liability	2,987,930	2,751,515	2,425,223	2,262,865	1,868,584	1,712,805	1,317,252	
Changes of benefit terms	-	-	-	332,370	2,485,144	-	159,238	
Differences between expected and actual experience in the measurement of the pension liability	2,507,174	(411,801)	422,918	(1,247,935)	257,874	(156,843)	1,747,466	
Changes of assumptions and other inputs	-	833,345	-	583,812	1,274,163	-	1,369,971	
Benefit payments, including refunds of employee contributions	(1,089,922)	(845,388)	(916,335)	(1,018,342)	(1,115,189)	(690,735)	(639,100)	
Net change in total pension liability	5,947,699	3,968,700	3,533,876	2,586,673	6,194,498	2,104,198	4,935,624	
Total pension liability - beginning	39,932,996	35,964,296	32,430,420	29,843,747	23,649,249	21,545,051	16,609,427	
Total pension liability - ending (a)	<u>\$ 45,880,695</u>	<u>\$ 39,932,996</u>	<u>\$ 35,964,296</u>	<u>\$ 32,430,420</u>	<u>\$ 29,843,747</u>	<u>\$ 23,649,249</u>	<u>\$ 21,545,051</u>	
Plan fiduciary net position								
Contributions - employer	\$ 2,092,342	\$ 1,988,279	\$ 2,188,945	\$ 1,463,930	\$ 1,435,056	\$ 1,096,508	\$ 1,006,884	
Contributions - employee	644,066	592,683	645,123	800,409	868,827	711,650	633,425	
Net investment income	344,207	1,272,546	1,458,538	2,079,003	93,818	534,404	1,584,629	
Benefit payments, including refunds of employee contributions	(1,089,922)	(845,388)	(916,335)	(1,018,342)	(1,115,189)	(690,735)	(639,100)	
Hall/Parker Settlement	-	-	(1,001,955)	-	-	-	-	
Pension plan administrative expenses	(28,064)	(23,107)	(22,899)	(18,796)	(13,900)	(13,427)	-	
Other changes	(16,931)	-	230	207	113,071	108,428	(20,638)	
Net change in plan fiduciary net position	1,945,698	2,985,013	2,351,647	3,306,411	1,381,683	1,746,828	2,565,200	
Plan fiduciary net position - beginning	25,702,412	22,727,384	20,375,737	17,069,326	15,687,643	13,940,815	11,375,615	
Adjustment to beginning of year	1	(9,985)						
Plan fiduciary net position - ending (b)	<u>\$ 27,648,111</u>	<u>\$ 25,702,412</u>	<u>\$ 22,727,384</u>	<u>\$ 20,375,737</u>	<u>\$ 17,069,326</u>	<u>\$ 15,687,643</u>	<u>\$ 13,940,815</u>	
City's net pension liability - ending (a) - (b)	<u>\$ 18,232,584</u>	<u>\$ 14,230,584</u>	<u>\$ 13,236,912</u>	<u>\$ 12,054,683</u>	<u>\$ 12,774,421</u>	<u>\$ 7,961,606</u>	<u>\$ 7,604,236</u>	
Plan fiduciary net position as a percentage of the total pension liability								
	60.26%	64.36%	63.19%	62.83%	57.20%	66.33%	64.71%	
Covered payroll	8,285,780	8,184,840	7,505,077	7,361,072	7,307,451	8,598,026	8,306,224	
City's net pension liability as a percentage of covered payroll	220.05%	173.87%	176.37%	163.76%	174.81%	92.60%	91.55%	

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

City of Buckeye, Arizona
Required Supplementary Information

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

City of Buckeye, Arizona

Public Safety Personnel Retirement System

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

June 30, 2021

PSPRS Fire	Reporting Fiscal Year (Measurement Date)							2012 through 2014*
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	
Total pension liability								
Service cost	\$ 1,781,018	\$ 1,824,195	\$ 1,819,972	\$ 1,624,240	\$ 1,441,767	\$ 1,257,769	\$ 1,046,482	Information
Interest on the total pension liability	2,670,319	2,554,761	2,150,849	2,014,168	1,430,438	1,259,873	928,031	not available
Changes of benefit terms	-	-	-	186,129	2,870,483	-	(42,676)	
Differences between expected and actual experience in the measurement of the pension liability	1,869,674	(2,809,551)	573,232	(1,838,647)	1,533,880	(436,845)	1,956,924	
Changes of assumptions and other inputs	-	637,043	-	126,197	1,265,636	-	232,886	
Benefit payments, including refunds of employee contributions	(214,709)	-	1	-	-	-	-	
Net change in total pension liability	6,106,302	2,206,448	4,544,054	2,112,087	8,542,204	2,080,797	4,121,647	
Total pension liability - beginning	34,906,046	32,699,598	28,155,544	26,043,457	17,501,253	15,420,456	11,298,809	
Total pension liability - ending (a)	<u>\$ 41,012,348</u>	<u>\$ 34,906,046</u>	<u>\$ 32,699,598</u>	<u>\$ 28,155,544</u>	<u>\$ 26,043,457</u>	<u>\$ 17,501,253</u>	<u>\$ 15,420,456</u>	
Plan fiduciary net position								
Contributions - employer	\$ 1,730,975	\$ 1,879,307	\$ 1,872,070	\$ 1,053,558	\$ 1,229,932	\$ 975,453	\$ 967,398	
Contributions - employee	621,537	597,405	634,840	873,999	916,577	737,903	679,303	
Net investment income	397,070	1,450,405	1,641,687	2,285,216	100,160	546,165	1,580,157	
Benefit payments, including refunds of employee contributions	(214,709)	-	1	-	-	-	-	
Hall/Parker Settlement	-	-	(1,139,163)	-	-	-	-	
Pension plan administrative expenses	(32,375)	(26,196)	(25,686)	(20,620)	(14,811)	(13,716)	-	
Other changes	-	-	248	220	(106,776)	(19,493)	(176,816)	
Net change in plan fiduciary net position	2,502,498	3,900,921	2,983,997	4,192,373	2,125,082	2,226,312	3,050,042	
Plan fiduciary net position - beginning	29,567,881	25,675,281	22,691,284	18,498,911	16,373,829	14,147,517	11,097,475	
Adjustment to beginning of year	1	(8,321)						
Plan fiduciary net position - ending (b)	<u>\$ 32,070,380</u>	<u>\$ 29,567,881</u>	<u>\$ 25,675,281</u>	<u>\$ 22,691,284</u>	<u>\$ 18,498,911</u>	<u>\$ 16,373,829</u>	<u>\$ 14,147,517</u>	
City's net pension liability - ending (a) - (b)	<u>\$ 8,941,968</u>	<u>\$ 5,338,165</u>	<u>\$ 7,024,317</u>	<u>\$ 5,464,260</u>	<u>\$ 7,544,546</u>	<u>\$ 1,127,424</u>	<u>\$ 1,272,939</u>	
Plan fiduciary net position as a percentage of the total pension liability	78.20%	84.71%	78.52%	80.59%	71.03%	93.56%	91.75%	
Covered payroll	\$ 8,367,788	\$ 8,294,938	\$ 7,992,032	\$ 7,626,202	\$ 7,591,560	7,594,358	7,894,345	
City's net pension liability as a percentage of covered payroll	106.86%	64.35%	87.89%	71.65%	99.38%	14.85%	16.12%	

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

City of Buckeye, Arizona
Required Supplementary Information

Schedule of City Pension Contributions

City of Buckeye, Arizona
Schedule of City Pension Contributions
June 30, 2021

	Reporting Fiscal Year								2013 through 2012*
	2021	2020	2019	2018	2017	2016	2015	2014	
ASRS									
Statutorily required contribution	\$ 3,002,683	\$ 2,759,010	\$ 2,470,822	\$ 2,297,182	\$ 2,033,883	\$ 2,021,313	\$ 1,700,819	\$ 1,595,526	Information not available
City's contributions in relation to the statutorily required contribution	<u>3,002,683</u>	<u>2,759,010</u>	<u>2,470,822</u>	<u>\$ 2,297,182</u>	<u>\$ 2,033,883</u>	<u>2,021,313</u>	<u>1,700,819</u>	<u>1,595,526</u>	
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
City's covered payroll	\$ 25,774,103	\$ 24,096,148	\$ 22,100,376	\$ 21,075,064	\$ 18,867,189	18,629,613	\$ 15,618,173	\$ 14,911,458	
City's contributions as a percentage of covered payroll	11.65%	11.45%	11.18%	10.90%	10.78%	10.85%	10.89%	10.70%	
	Reporting Fiscal Year								
PSPRS Police									
Statutorily required contribution	\$ 2,266,254	\$ 2,197,117	\$ 2,230,303	\$ 1,906,291	\$ 1,508,263	\$ 1,503,814	\$ 1,153,032	\$ 1,006,884	Information not available
City's contributions in relation to the statutorily required contribution	<u>2,666,254</u>	<u>2,197,117</u>	<u>2,230,303</u>	<u>1,906,291</u>	<u>1,508,263</u>	<u>1,503,814</u>	<u>1,153,032</u>	<u>1,006,884</u>	
City's contribution deficiency (excess)	<u>\$ (400,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
City's covered payroll	\$ 8,140,484	\$ 8,285,780	\$ 8,184,840	\$ 7,505,077	\$ 7,361,072	\$ 7,307,451	\$ 8,598,026	\$ 8,306,224	
City's contributions as a percentage of covered payroll	32.75%	26.52%	27.25%	25.40%	20.49%	20.58%	13.41%	12.12%	
	Reporting Fiscal Year								
PSPRS Fire									
Statutorily required contribution	\$ 1,771,368	\$ 1,809,632	\$ 1,725,369	\$ 1,579,996	\$ 1,021,773	\$ 1,156,055	\$ 922,926	\$ 967,398	Information not available
City's contributions in relation to the statutorily required contribution	<u>\$ 2,471,368</u>	<u>1,809,632</u>	<u>1,725,369</u>	<u>1,579,996</u>	<u>1,021,773</u>	<u>1,156,055</u>	<u>922,926</u>	<u>967,398</u>	
City's contribution deficiency (excess)	<u>\$ (700,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
City's covered payroll	\$ 8,667,904	\$ 8,367,788	\$ 8,294,938	\$ 7,992,032	\$ 7,626,202	\$ 7,591,560	\$ 7,594,358	\$ 7,894,345	
City's contributions as a percentage of covered payroll	28.51%	21.63%	20.80%	19.77%	13.40%	15.23%	12.15%	12.25%	

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

City of Buckeye, Arizona
Notes to Required Supplementary Information

Methods and Assumptions Used in Calculations of Actuarially Determined Contributions

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

Factors that Affect Trends – The actuarial assumptions used in the June 30, 2019, valuation for ASRS were based on the results of an actuarial experience study for the five-year period ending June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes that were applied to the June 30, 2017, actuarial valuation.

The actuarial assumptions used in the June 30, 2020, valuation for PSPRS were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The PSPRS Board adopted the experience study recommended changes which were applied to the June 30, 2017 actuarial valuation. The total liabilities as of June 30, 2019 reflect changes of actuarial assumptions to decrease the investment rate of return from 7.4% to 7.3% and update the mortality rates.

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

Nonmajor Governmental Funds

Special Revenue Funds

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

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

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

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

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

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

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

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

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

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

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

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

Capital Project Funds

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

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

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

CIP – Other Projects – Established to fund road and fire capital projects.

Debt Service Funds

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

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

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

Anthem Sun Valley CFD	Elianto CFD	Festival Ranch CFD	Mirielle CFD	Sundance CFD
Tartesso West CFD Westpark CFD	Trillium West CFD	Verrado District 1 CFD	Verrado Western Overlay CFD	Watson Road CFD

City of Buckeye, Arizona

Combining Balance Sheet

Nonmajor Funds

June 30, 2021

	Special Revenue Funds					
	City Court	Area Agency on Aging	Arizona Lottery	Grant Funds	Nuclear Emergency Management	Stormwater Quality
ASSETS						
Cash and investments	\$ 477,905	\$ 8,870	\$ 408,442	\$ 1	\$ 18,177	\$ 5,290
Cash with paying agent	-	-	-	-	-	-
Receivables, net						
Intergovernmental	7,989	-	-	86,762	-	-
Taxes	-	-	-	-	-	-
Accounts	-	53,850	-	-	-	-
Special Assessments	-	-	-	-	-	-
Prepaid expenses	-	-	-	6,500	-	399
Total assets	<u>\$ 485,894</u>	<u>\$ 62,720</u>	<u>\$ 408,442</u>	<u>\$ 93,263</u>	<u>\$ 18,177</u>	<u>\$ 5,689</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ -	\$ 6,026	\$ 149	\$ 15,568	\$ 6,146	\$ 45
Accrued liabilities	-	56,693	-	-	-	5,644
Due to other funds	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Matured debt principal payable	-	-	-	-	-	-
Matured debt interest payable	-	-	-	-	-	-
Unearned revenues	-	-	408,292	-	-	-
Total liabilities	<u>-</u>	<u>62,719</u>	<u>408,441</u>	<u>15,568</u>	<u>6,146</u>	<u>5,689</u>
Deferred inflows of resources:						
Unavailable revenue	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:						
Nonspendable	-	-	-	6,500	-	399
Restricted - Special Purposes	485,894	1	1	71,195	12,031	-
Restricted - Capital Projects	-	-	-	-	-	-
Restricted - Debt Service	-	-	-	-	-	-
Unassigned	-	-	-	-	-	(399)
Total fund balances	<u>485,894</u>	<u>1</u>	<u>1</u>	<u>77,695</u>	<u>12,031</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 485,894</u>	<u>\$ 62,720</u>	<u>\$ 408,442</u>	<u>\$ 93,263</u>	<u>\$ 18,177</u>	<u>\$ 5,689</u>

Special Revenue Funds							
Public Safety Funds	Jackrabbit Trail ID O&M	Roosevelt St ID O&M	Transient Lodging	Economic Development Reinvestment	Street Light Improvement Districts	Anthem Sun Valley CFD	Elianto CFD
\$ 292,579	\$ 10,844	\$ 8,907	\$ 604,883	\$ -	\$ 84,429	\$ -	\$ -
-	-	-	-	-	-	-	-
3,671	-	-	-	-	-	-	1
-	-	-	-	-	2,612	-	-
-	-	-	-	-	-	4,920	16,135
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 296,250</u>	<u>\$ 10,844</u>	<u>\$ 8,907</u>	<u>\$ 604,883</u>	<u>\$ -</u>	<u>\$ 87,041</u>	<u>\$ 4,920</u>	<u>\$ 16,136</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 317	\$ -	\$ -
-	-	-	14,597	-	-	-	-
-	-	-	-	-	-	4,920	10,766
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	14,597	-	317	4,920	10,766
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
296,250	10,844	8,907	590,286	-	86,724	-	5,370
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>296,250</u>	<u>10,844</u>	<u>8,907</u>	<u>590,286</u>	<u>-</u>	<u>86,724</u>	<u>-</u>	<u>5,370</u>
<u>\$ 296,250</u>	<u>\$ 10,844</u>	<u>\$ 8,907</u>	<u>\$ 604,883</u>	<u>\$ -</u>	<u>\$ 87,041</u>	<u>\$ 4,920</u>	<u>\$ 16,136</u>

City of Buckeye, Arizona

Combining Balance Sheet

Nonmajor Funds

June 30, 2021

	Special Revenue Funds					
	<u>Festival Ranch CFD</u>	<u>Mirielle CFD</u>	<u>Sundance CFD</u>	<u>Tartesso West CFD</u>	<u>Trillium West CFD</u>	<u>Verrado District 1 CFD</u>
ASSETS						
Cash and investments	\$ 425,993	\$ -	\$ 415,480	\$ 123,402	\$ -	\$ 391,133
Cash with paying agent	-	-	-	-	-	-
Receivables, net						
Intergovernmental	5,623	95	2,568	1,793	1,307	4,533
Taxes	-	-	-	-	-	-
Accounts	-	5,009	-	-	-	-
Special Assessments	-	-	-	-	-	-
Prepaid expenses	-	-	238	-	-	-
Total assets	<u>\$ 431,616</u>	<u>\$ 5,104</u>	<u>\$ 418,286</u>	<u>\$ 125,195</u>	<u>\$ 1,307</u>	<u>\$ 395,666</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 2,610	\$ -	\$ 581	\$ 686	\$ -	\$ 644
Accrued liabilities	-	-	-	-	-	-
Due to other funds	-	5,009	-	-	407	-
Deposits	-	-	-	-	-	-
Matured debt principal payable	-	-	-	-	-	-
Interest payable	-	-	-	-	-	-
Unearned revenues	-	-	-	-	-	-
Total liabilities	<u>2,610</u>	<u>5,009</u>	<u>581</u>	<u>686</u>	<u>407</u>	<u>644</u>
Deferred inflows of resources:						
Unavailable revenue	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:						
Nonspendable	-	-	238	-	-	-
Restricted - Special Purposes	429,006	95	417,467	124,509	900	395,022
Restricted - Capital Projects	-	-	-	-	-	-
Restricted - Debt Service	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>429,006</u>	<u>95</u>	<u>417,705</u>	<u>124,509</u>	<u>900</u>	<u>395,022</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 431,616</u>	<u>\$ 5,104</u>	<u>\$ 418,286</u>	<u>\$ 125,195</u>	<u>\$ 1,307</u>	<u>\$ 395,666</u>

Special Revenue Funds			Capital Project Funds			
Verrado Western Overlay CFD	Watson Road CFD	Westpark #1 CFD	CIP - Other Projects	Traffic Signal	Future Road Improvements	Sundance Water Recharge
\$ 36,719	\$ 460,439	\$ 40,840	\$ 2,353,753	\$ 3,080,209	\$ 1,824,222	\$ 667,653
-	-	-	-	-	-	-
1,034	1,263	340	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	11,498	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 37,753</u>	<u>\$ 461,702</u>	<u>\$ 41,180</u>	<u>\$ 2,353,753</u>	<u>\$ 3,080,209</u>	<u>\$ 1,835,720</u>	<u>\$ 667,653</u>
\$ 829	\$ 2,162	\$ 581	\$ 2,353,753	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	10,699	84,047	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>829</u>	<u>2,162</u>	<u>581</u>	<u>2,353,753</u>	<u>10,699</u>	<u>84,047</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
36,924	459,540	40,599	-	-	-	-
-	-	-	-	3,069,510	1,751,673	667,653
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>36,924</u>	<u>459,540</u>	<u>40,599</u>	<u>-</u>	<u>3,069,510</u>	<u>1,751,673</u>	<u>667,653</u>
<u>\$ 37,753</u>	<u>\$ 461,702</u>	<u>\$ 41,180</u>	<u>\$ 2,353,753</u>	<u>\$ 3,080,209</u>	<u>\$ 1,835,720</u>	<u>\$ 667,653</u>

City of Buckeye, Arizona

Combining Balance Sheet

Nonmajor Funds

June 30, 2021

	Capital Project Funds			Debt Service Funds		
	Festival Ranch - CFD	Sundance CFD	Verrado District #1 CFD	Roosevelt Street ID	Jackrabbit Trail ID	Sundance CFD
ASSETS						
Cash and investments	\$ -	\$ 727,304	\$ -	\$ 237,498	\$ 25,829	\$ 1,475,047
Cash with paying agent	-	-	-	92,733	7,312	710,844
Receivables, net						
Intergovernmental	-	-	-	-	-	24,420
Taxes	-	-	-	-	-	-
Accounts	-	-	-	-	-	-
Special Assessments	-	-	-	4,870,000	234,000	819,000
Prepaid expenses	-	-	-	-	-	-
Total assets	<u>\$ -</u>	<u>\$ 727,304</u>	<u>\$ -</u>	<u>\$ 5,200,231</u>	<u>\$ 267,141</u>	<u>\$ 3,029,311</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Matured debt principal payable	-	-	-	-	-	1,098,000
Interest payable	-	-	-	92,733	7,313	481,058
Unearned revenues	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>92,733</u>	<u>7,313</u>	<u>1,579,058</u>
Deferred inflows of resources:						
Unavailable revenue	-	-	-	4,870,000	234,000	819,000
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,870,000</u>	<u>234,000</u>	<u>819,000</u>
Fund balances:						
Nonspendable	-	-	-	-	-	-
Restricted - Special Purposes	-	-	-	-	-	-
Restricted - Capital Projects	-	727,304	-	-	-	-
Restricted - Debt Service	-	-	-	237,498	25,828	631,253
Unassigned	-	-	-	-	-	-
Total fund balances	<u>-</u>	<u>727,304</u>	<u>-</u>	<u>237,498</u>	<u>25,828</u>	<u>631,253</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ -</u>	<u>\$ 727,304</u>	<u>\$ -</u>	<u>\$ 5,200,231</u>	<u>\$ 267,141</u>	<u>\$ 3,029,311</u>

Debt Service Funds				
Tartesso West CFD	Verrado District 1 CFD	Verrado		Total
		Western Overlay CFD	Westpark #1 CFD	
\$ 644,284	\$ 146,966	\$ -	\$ 485,766	\$ 15,482,864
-	3,435,954	746,959	268,579	5,262,381
26,223	53,883	15,443	5,873	242,821
-	-	-	-	2,612
-	-	-	-	91,412
-	-	-	648,000	6,571,000
-	-	-	-	7,137
<u>\$ 670,507</u>	<u>\$ 3,636,803</u>	<u>\$ 762,402</u>	<u>\$ 1,408,218</u>	<u>\$ 27,660,227</u>
\$ -	\$ -	\$ -	\$ -	\$ 2,390,097
-	-	-	-	76,934
-	-	-	-	21,102
-	-	-	-	94,746
390,000	2,580,000	330,000	397,000	4,795,000
98,461	846,903	91,736	130,455	1,748,659
-	-	-	-	408,292
<u>488,461</u>	<u>3,426,903</u>	<u>421,736</u>	<u>527,455</u>	<u>9,534,830</u>
-	-	-	648,000	6,571,000
-	-	-	648,000	6,571,000
-	-	-	-	7,137
-	-	-	-	3,471,565
-	-	-	-	6,216,140
182,046	209,900	340,666	232,763	1,859,954
-	-	-	-	(399)
<u>182,046</u>	<u>209,900</u>	<u>340,666</u>	<u>232,763</u>	<u>11,554,397</u>
<u>\$ 670,507</u>	<u>\$ 3,636,803</u>	<u>\$ 762,402</u>	<u>\$ 1,408,218</u>	<u>\$ 27,660,227</u>

City of Buckeye, Arizona

Combining Statement of Revenue, Expenditures and Changes in Fund Balances

Nonmajor Funds

For the Year Ended June 30, 2021

	Special Revenue Funds					
	City Court	Area Agency on Aging	Arizona Lottery	Grant Funds	Nuclear Management	Stormwater Quality
REVENUES						
Taxes						
Transaction privilege taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-	-	-
Intergovernmental revenues	64,906	265,484	126,817	504,358	70,000	-
Charges for services	-	13,788	-	-	-	-
Developer agreements	-	-	-	-	-	-
Contributions and donations	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Total revenues	<u>64,906</u>	<u>279,272</u>	<u>126,817</u>	<u>504,358</u>	<u>70,000</u>	<u>-</u>
EXPENDITURES						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	481,358	57,969	-
Highway and streets	-	-	-	-	-	94,668
Culture and recreation	-	792,012	15,800	27,000	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Issuance costs	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>792,012</u>	<u>15,800</u>	<u>508,358</u>	<u>57,969</u>	<u>94,668</u>
Excess (deficiency) of revenues over expenditures	<u>64,906</u>	<u>(512,740)</u>	<u>111,017</u>	<u>(4,000)</u>	<u>12,031</u>	<u>(94,668)</u>
OTHER FINANCING SOURCES (USES)						
Bonds Issued	-	-	-	-	-	-
Transfers in	-	477,514	150	35,194	-	10,289
Transfers out	-	-	(111,166)	-	-	-
Total other financing sources and uses	<u>-</u>	<u>477,514</u>	<u>(111,016)</u>	<u>35,194</u>	<u>-</u>	<u>10,289</u>
Net change in fund balances	64,906	(35,226)	1	31,194	12,031	(84,379)
Fund balances - beginning	420,988	35,227	-	46,501	-	84,379
Fund balances - ending	<u>\$ 485,894</u>	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ 77,695</u>	<u>\$ 12,031</u>	<u>\$ -</u>

Special Revenue Funds							
Public Safety Funds	Jackrabbit Trail ID O&M	Roosevelt St ID O&M	Transient Lodging	Economic Development Reinvestment	Street Light Improvement Districts	Anthem Sun Valley CFD	Elianto CFD
\$ -	\$ -	\$ -	\$ 269,022	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	279,046	73	110
-	-	-	-	-	-	-	-
68,858	1,464	176	-	-	50,700	-	-
-	-	-	-	-	-	4,920	10,767
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>68,858</u>	<u>1,464</u>	<u>176</u>	<u>269,022</u>	<u>-</u>	<u>329,746</u>	<u>4,993</u>	<u>10,877</u>
-	-	-	126,672	64,423	-	5,185	5,585
38,027	-	-	-	-	-	-	-
-	-	-	-	-	311,936	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	769	703	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>38,027</u>	<u>769</u>	<u>703</u>	<u>126,672</u>	<u>64,423</u>	<u>311,936</u>	<u>5,185</u>	<u>5,585</u>
<u>30,831</u>	<u>695</u>	<u>(527)</u>	<u>142,350</u>	<u>(64,423)</u>	<u>17,810</u>	<u>(192)</u>	<u>5,292</u>
-	-	-	-	-	-	-	-
-	-	-	-	64,423	-	-	-
<u>(2,562)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(2,562)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,423</u>	<u>-</u>	<u>-</u>	<u>-</u>
28,269	695	(527)	142,350	-	17,810	(192)	5,292
<u>267,981</u>	<u>10,149</u>	<u>9,434</u>	<u>447,936</u>	<u>-</u>	<u>68,914</u>	<u>192</u>	<u>78</u>
<u>\$ 296,250</u>	<u>\$ 10,844</u>	<u>\$ 8,907</u>	<u>\$ 590,286</u>	<u>\$ -</u>	<u>\$ 86,724</u>	<u>\$ -</u>	<u>\$ 5,370</u>

City of Buckeye, Arizona

Combining Statement of Revenue, Expenditures and Changes in Fund Balances

Nonmajor Funds

For the Year Ended June 30, 2021

	Special Revenue Funds					Verrado District 1 CFD
	Festival Ranch CFD	Mirielle CFD	Sundance CFD	Tartesso West CFD	Trillium West CFD	
REVENUES						
Taxes						
Transaction privilege taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	309,868	(41)	212,357	44,907	68	361,693
Intergovernmental revenues	-	-	-	-	-	-
Charges for services	11,891	-	35,734	-	-	-
Developer agreements	4,900	5,009	-	-	4,973	21,452
Contributions and donations	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Total revenues	<u>326,659</u>	<u>4,968</u>	<u>248,091</u>	<u>44,907</u>	<u>5,041</u>	<u>383,145</u>
EXPENDITURES						
Current:						
General government	184,834	5,185	72,257	16,291	5,185	119,369
Public safety	-	-	-	-	-	-
Highway and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	19,350	-	1,370	-	-	-
Issuance costs	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>204,184</u>	<u>5,185</u>	<u>73,627</u>	<u>16,291</u>	<u>5,185</u>	<u>119,369</u>
Excess (deficiency) of revenues over expenditures	<u>122,475</u>	<u>(217)</u>	<u>174,464</u>	<u>28,616</u>	<u>(144)</u>	<u>263,776</u>
OTHER FINANCING SOURCES (USES)						
Bonds Issued	-	-	-	-	-	-
Transfers in	18,000	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>18,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	140,475	(217)	174,464	28,616	(144)	263,776
Fund balances - beginning	<u>288,531</u>	<u>312</u>	<u>243,241</u>	<u>95,893</u>	<u>1,044</u>	<u>131,246</u>
Fund balances - ending	<u>\$ 429,006</u>	<u>\$ 95</u>	<u>\$ 417,705</u>	<u>\$ 124,509</u>	<u>\$ 900</u>	<u>\$ 395,022</u>

Special Revenue Funds			Capital Project Funds			
Verrado Western Overlay CFD	Watson Road CFD	Westpark #1 CFD	CIP - Other Projects	Traffic Signal	Future Road Improvements	Sundance Water Recharge
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
35,094	108,538	28,733	-	-	-	-
-	-	-	-	-	-	-
-	128,276	16,720	-	-	-	2,000
-	-	-	-	-	-	-
-	-	-	-	726,336	27,596	-
-	-	-	-	-	-	-
-	-	-	-	28,400	18,817	6,901
<u>35,094</u>	<u>236,814</u>	<u>45,453</u>	<u>-</u>	<u>754,736</u>	<u>46,413</u>	<u>8,901</u>
17,123	82,596	21,930	-	-	-	-
-	-	-	-	-	-	-
-	-	-	2,985,759	-	25,296	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,500	9,883	350	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>19,623</u>	<u>92,479</u>	<u>22,280</u>	<u>2,985,759</u>	<u>-</u>	<u>25,296</u>	<u>-</u>
15,471	144,335	23,173	(2,985,759)	754,736	21,117	8,901
-	-	-	-	-	-	-
2,500	-	-	2,985,752	-	-	-
-	-	-	(393,775)	(10,298)	-	-
<u>2,500</u>	<u>-</u>	<u>-</u>	<u>2,591,977</u>	<u>(10,298)</u>	<u>-</u>	<u>-</u>
17,971	144,335	23,173	(393,782)	744,438	21,117	8,901
<u>18,953</u>	<u>315,205</u>	<u>17,426</u>	<u>393,782</u>	<u>2,325,072</u>	<u>1,730,556</u>	<u>658,752</u>
<u>\$ 36,924</u>	<u>\$ 459,540</u>	<u>\$ 40,599</u>	<u>\$ -</u>	<u>\$ 3,069,510</u>	<u>\$ 1,751,673</u>	<u>\$ 667,653</u>

City of Buckeye, Arizona

Combining Statement of Revenue, Expenditures and Changes in Fund Balances

Nonmajor Funds

For the Year Ended June 30, 2021

	Capital Project Funds			Debt Service Funds		
	Festival Ranch CFD	Sundance CFD	Verrado District #1 CFD	Roosevelt Street ID	Jackrabbit Trail ID	Sundance CFD
REVENUES						
Taxes						
Transaction privilege taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-	-	1,913,117
Intergovernmental revenues	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Developer agreements	-	-	-	-	-	-
Contributions and donations	-	-	-	-	-	-
Special assessments	-	-	-	398,320	28,641	395,908
Investment earnings	-	-	-	-	-	145
Total revenues	-	-	-	398,320	28,641	2,309,170
EXPENDITURES						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Highway and streets	5,819,166	-	3,775,114	-	-	-
Culture and recreation	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	210,000	22,000	1,250,000
Interest and fiscal charges	-	-	-	188,248	15,313	973,977
Issuance costs	-	-	-	-	-	-
Capital outlay	-	-	6,224,886	-	-	-
Total expenditures	5,819,166	-	10,000,000	398,248	37,313	2,223,977
Excess (deficiency) of revenues over expenditures	(5,819,166)	-	(10,000,000)	72	(8,672)	85,193
OTHER FINANCING SOURCES (USES)						
Bonds issued	-	-	-	-	-	-
Transfers in	5,819,166	-	10,000,000	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources and uses	5,819,166	-	10,000,000	-	-	-
Net change in fund balances	-	-	-	72	(8,672)	85,193
Fund balances - beginning	-	727,304	-	237,426	34,500	546,060
Fund balances - ending	\$ -	\$ 727,304	\$ -	\$ 237,498	\$ 25,828	\$ 631,253

Debt Service Funds				
Tartesso West CFD	Verrado District 1 CFD	Verrado Western Overlay CFD	Westpark #1 CFD	Total
\$ -	\$ -	\$ -	\$ -	269,022
589,859	4,166,312	547,270	546,524	9,143,528
-	-	-	-	1,031,565
-	-	-	-	329,607
-	353,789	-	-	405,810
-	-	-	-	753,932
-	-	-	183,586	1,006,455
-	294	340	54	54,951
<u>589,859</u>	<u>4,520,395</u>	<u>547,610</u>	<u>730,164</u>	<u>12,994,870</u>
-	-	-	-	726,635
-	-	-	-	577,354
-	-	-	-	13,011,939
-	-	-	-	834,812
390,000	2,580,000	330,000	454,000	5,236,000
196,922	1,559,516	183,472	265,592	3,416,493
-	209,250	-	-	210,722
-	-	-	-	6,224,886
<u>586,922</u>	<u>4,348,766</u>	<u>513,472</u>	<u>719,592</u>	<u>30,238,841</u>
<u>2,937</u>	<u>171,629</u>	<u>34,138</u>	<u>10,572</u>	<u>(17,243,971)</u>
-	10,000,000	-	-	10,000,000
-	-	-	-	19,412,988
-	(10,000,000)	(2,500)	-	(10,520,301)
-	-	(2,500)	-	18,892,687
2,937	171,629	31,638	10,572	1,648,716
179,109	38,271	309,028	222,191	9,905,681
<u>\$ 182,046</u>	<u>\$ 209,900</u>	<u>\$ 340,666</u>	<u>\$ 232,763</u>	<u>\$ 11,554,397</u>

City of Buckeye, Arizona

City Court - Special Revenue Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Intergovernmental	\$ 99,550	\$ 99,550	\$ 64,906	\$ (34,644)
Total revenues	99,550	99,550	64,906	(34,644)
EXPENDITURES				
Current				
General government	393,000	393,000	-	393,000
Total expenditures	393,000	393,000	-	393,000
Excess (deficiency) of revenues over expenditures	(293,450)	(293,450)	64,906	358,356
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	-	-	-	-
Net change in fund balances	(293,450)	(293,450)	64,906	358,356
Fund balances - beginning	303,200	303,200	420,988	117,788
Fund balances - ending	\$ 9,750	\$ 9,750	\$ 485,894	\$ 476,144

City of Buckeye, Arizona

Area Agency on Aging - Special Revenue Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Intergovernmental	\$ 310,581	\$ 310,581	\$ 265,484	\$ (45,097)
Charges for services	8,750	8,750	13,788	5,038
Total revenues	<u>319,331</u>	<u>319,331</u>	<u>279,272</u>	<u>(40,059)</u>
EXPENDITURES				
Current				
Culture and recreation				
Personnel Services	518,956	518,956	606,588	(87,632)
Operating Expenditures	<u>229,822</u>	<u>229,822</u>	<u>185,424</u>	<u>44,398</u>
Total expenditures	<u>748,778</u>	<u>748,778</u>	<u>792,012</u>	<u>(43,234)</u>
Excess (deficiency) of revenues over expenditures	<u>(429,447)</u>	<u>(429,447)</u>	<u>(512,740)</u>	<u>(83,293)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	429,447	429,447	477,514	48,067
Transfers out	-	-	-	-
Total other financing sources and uses	<u>429,447</u>	<u>429,447</u>	<u>477,514</u>	<u>48,067</u>
Net change in fund balances	-	-	(35,226)	(35,226)
Fund balances - beginning	-	-	35,227	35,227
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>

City of Buckeye, Arizona

Community Services Programs Fund - Special Revenue Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Charges for services	\$ 4,650	\$ 4,650	\$ 12,623	\$ 7,973
Other	128,750	128,750	34,096	(94,654)
Total revenues	<u>133,400</u>	<u>133,400</u>	<u>46,719</u>	<u>(86,681)</u>
EXPENDITURES				
Current				
Culture and recreation	603,650	603,650	51,726	551,924
Total expenditures	<u>603,650</u>	<u>603,650</u>	<u>51,726</u>	<u>551,924</u>
Excess (deficiency) of revenues over expenditures	<u>(470,250)</u>	<u>(470,250)</u>	<u>(5,007)</u>	<u>465,243</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	470,250	470,250	12,506	(457,744)
Transfers out	-	-	-	-
Total other financing sources and uses	<u>470,250</u>	<u>470,250</u>	<u>12,506</u>	<u>(457,744)</u>
Net change in fund balances	-	-	7,499	7,499
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,499</u>	<u>\$ 7,499</u>

City of Buckeye, Arizona

Grants - Special Revenue Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Intergovernmental				
Federal	\$ 2,600,000	\$ 2,600,000	\$ -	\$ (2,600,000)
State	2,404,400	2,404,400	504,358	(1,900,042)
Total revenues	<u>5,004,400</u>	<u>5,004,400</u>	<u>504,358</u>	<u>(4,500,042)</u>
EXPENDITURES				
Current				
Public safety	4,432,500	4,432,500	481,358	3,951,142
Culture and recreation	148,500	148,500	27,000	121,500
Capital outlay	721,140	721,140	-	721,140
Total expenditures	<u>5,302,140</u>	<u>5,302,140</u>	<u>508,358</u>	<u>4,793,782</u>
Excess (deficiency) of revenues over expenditures	<u>(297,740)</u>	<u>(297,740)</u>	<u>(4,000)</u>	<u>293,740</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	297,740	297,740	35,194	(262,546)
Transfers out	-	-	-	-
Total other financing sources and uses	<u>297,740</u>	<u>297,740</u>	<u>35,194</u>	<u>(262,546)</u>
Net change in fund balances	-	-	31,194	31,194
Fund balances - beginning	<u>297,740</u>	<u>297,740</u>	<u>46,501</u>	<u>(251,239)</u>
Fund balances - ending	<u>\$ 297,740</u>	<u>\$ 297,740</u>	<u>\$ 77,695</u>	<u>\$ (220,045)</u>

City of Buckeye, Arizona

Economic Development Reinvestment - Special Revenue Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Interest earnings	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Current				
General government	495,000	495,000	64,423	430,577
Total expenditures	495,000	495,000	64,423	430,577
Excess (deficiency) of revenues over expenditures	(495,000)	(495,000)	(64,423)	430,577
OTHER FINANCING SOURCES (USES)				
Transfers in	495,000	495,000	64,423	(430,577)
Transfers out	-	-	-	-
Total other financing sources and uses	495,000	495,000	64,423	(430,577)
Net change in fund balances	-	-	-	-
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ -	\$ -	\$ -	\$ -

City of Buckeye, Arizona

Nuclear Emergency Management - Special Revenue Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Intergovernmental	\$ 70,000	\$ 70,000	\$ 70,000	\$ -
Total revenues	<u>70,000</u>	<u>70,000</u>	<u>70,000</u>	<u>-</u>
EXPENDITURES				
Current				
Public Safety - Fire				
Personnel Services	50,000	50,000	41,181	8,819
Operating Expenditures	<u>20,000</u>	<u>20,000</u>	<u>16,788</u>	<u>3,212</u>
Total expenditures	<u>70,000</u>	<u>70,000</u>	<u>57,969</u>	<u>12,031</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>12,031</u>	<u>12,031</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	12,031	12,031
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,031</u>	<u>\$ 12,031</u>

City of Buckeye, Arizona

Public Safety Funds - Special Revenue Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Charges for services	\$ 128,000	\$ 128,000	\$ 68,858	\$ (59,142)
Total revenues	128,000	128,000	68,858	(59,142)
EXPENDITURES				
Current				
Public safety	285,000	285,000	38,027	246,973
Total expenditures	285,000	285,000	38,027	246,973
Excess (deficiency) of revenues over expenditures	(157,000)	(157,000)	30,831	187,831
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(2,562)	(2,562)
Total other financing sources and uses	-	-	(2,562)	(2,562)
Net change in fund balances	(157,000)	(157,000)	28,269	185,269
Fund balances - beginning	157,000	157,000	267,981	110,981
Fund balances - ending	\$ -	\$ -	\$ 296,250	\$ 296,250

City of Buckeye, Arizona

Risk Management Retention Fund - Special Revenue Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Miscellaneous	\$ 306,000	\$ 306,000	\$ 544,435	\$ 238,435
Total revenues	<u>306,000</u>	<u>306,000</u>	<u>544,435</u>	<u>238,435</u>
EXPENDITURES				
Current				
General government	<u>1,652,030</u>	<u>1,652,030</u>	<u>1,320,251</u>	<u>331,779</u>
Total expenditures	<u>1,652,030</u>	<u>1,652,030</u>	<u>1,320,251</u>	<u>331,779</u>
Excess (deficiency) of revenues over expenditures	<u>(1,346,030)</u>	<u>(1,346,030)</u>	<u>(775,816)</u>	<u>570,214</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,346,030	1,346,030	749,769	(596,261)
Transfers out	-	-	-	-
Total other financing sources and uses	<u>1,346,030</u>	<u>1,346,030</u>	<u>749,769</u>	<u>(596,261)</u>
Net change in fund balances	-	-	(26,047)	(26,047)
Fund balances - beginning	-	-	244,610	244,610
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 218,563</u>	<u>\$ 218,563</u>

City of Buckeye, Arizona

Stormwater Quality Fund - Special Revenue Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Charges for services	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Current				
Highway and streets	93,089	93,089	94,668	(1,579)
Total expenditures	93,089	93,089	94,668	(1,579)
Excess (deficiency) of revenues over expenditures	(93,089)	(93,089)	(94,668)	(1,579)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	10,289	10,289
Transfers out	-	-	-	-
Total other financing sources and uses	-	-	10,289	10,289
Net change in fund balances	(93,089)	(93,089)	(84,379)	8,710
Fund balances - beginning	93,089	93,089	84,379	(8,710)
Fund balances - ending	\$ -	\$ -	\$ -	\$ -

City of Buckeye, Arizona

Street Light Improvement District Operations Fund - Special Revenue Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Property Taxes	\$ 298,000	\$ 298,000	\$ 279,046	\$ (18,954)
Charges for services	30,000	30,000	50,700	20,700
Total revenues	<u>328,000</u>	<u>328,000</u>	<u>329,746</u>	<u>1,746</u>
EXPENDITURES				
Current				
Highway and streets	313,999	313,999	311,936	2,063
Total expenditures	<u>313,999</u>	<u>313,999</u>	<u>311,936</u>	<u>2,063</u>
Excess (deficiency) of revenues over expenditures	<u>14,001</u>	<u>14,001</u>	<u>17,810</u>	<u>3,809</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	14,001	14,001	17,810	3,809
Fund balances - beginning	<u>(14,001)</u>	<u>(14,001)</u>	<u>68,914</u>	<u>82,915</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 86,724</u>	<u>\$ 86,724</u>

City of Buckeye, Arizona

Transient Lodging Fund - Special Revenue Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Sales taxes	\$ 225,000	\$ 225,000	\$ 269,022	\$ 44,022
Total revenues	225,000	225,000	269,022	44,022
EXPENDITURES				
Current				
General government	457,530	457,530	126,672	330,858
Total expenditures	457,530	457,530	126,672	330,858
Excess (deficiency) of revenues over expenditures	(232,530)	(232,530)	142,350	374,880
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	-	-	-	-
Net change in fund balances	(232,530)	(232,530)	142,350	374,880
Fund balances - beginning	232,530	232,530	447,936	215,406
Fund balances - ending	\$ -	\$ -	\$ 590,286	\$ 590,286

City of Buckeye, Arizona

Capital Improvement Funds - Capital Projects Fund - General

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Intergovernmental revenues	3,984,140	\$ 3,984,140	\$ 57,356	\$ (3,926,784)
Contributions and donations	6,571,723	6,571,723	1,098,839	(5,472,884)
Total revenues	<u>10,555,863</u>	<u>10,555,863</u>	<u>1,156,195</u>	<u>(9,399,668)</u>
EXPENDITURES				
Capital outlay	30,738,412	41,346,639	17,163,976	24,182,663
Contingency	15,976,622	5,368,395	-	5,368,395
Total expenditures	<u>46,715,034</u>	<u>46,715,034</u>	<u>17,163,976</u>	<u>29,551,058</u>
Excess (deficiency) of revenues over expenditures	<u>(36,159,171)</u>	<u>(36,159,171)</u>	<u>(16,007,781)</u>	<u>20,151,390</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	34,695,013	34,695,013	15,414,491	(19,280,522)
Transfers out	-	-	-	-
Total other financing sources and uses	<u>34,695,013</u>	<u>34,695,013</u>	<u>15,414,491</u>	<u>(19,280,522)</u>
Net change in fund balances	(1,464,158)	(1,464,158)	(593,290)	870,868
Fund balances - beginning	<u>1,464,158</u>	<u>1,464,158</u>	<u>1,187,173</u>	<u>(276,985)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 593,883</u>	<u>\$ 593,883</u>

City of Buckeye, Arizona

Development Impact Fees Fund - Capital Projects Fund

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

Governmental Funds

For the Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Impact fees:				
Parks and Recreation	\$ 325,000	\$ 325,000	\$ 2,790,211	\$ 2,465,211
Library	30,000	30,000	669,424	639,424
Streets	130,000	130,000	644,075	514,075
Public Safety	800,000	800,000	4,613,545	3,813,545
Investment earnings	27,500	27,500	232,202	204,702
Total revenues	<u>1,312,500</u>	<u>1,312,500</u>	<u>8,949,457</u>	<u>7,636,957</u>
EXPENDITURES				
Current				
Public safety	25,000	25,000	586,604	(561,604)
Highway and streets	25,000	25,000	3,000	22,000
Culture and recreation	150,000	150,000	93,441	56,559
Contingency	6,650,000	6,650,000	-	6,650,000
Total expenditures	<u>6,850,000</u>	<u>6,850,000</u>	<u>683,045</u>	<u>6,166,955</u>
Excess (deficiency) of revenues over expenditures	<u>(5,537,500)</u>	<u>(5,537,500)</u>	<u>8,266,412</u>	<u>13,803,912</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(16,703,292)	(16,703,292)	(8,736,054)	7,967,238
Total other financing sources and uses	<u>(16,703,292)</u>	<u>(16,703,292)</u>	<u>(8,736,054)</u>	<u>7,967,238</u>
Net change in fund balances	(22,240,792)	(22,240,792)	(469,642)	21,771,150
Fund balances - beginning	22,240,792	22,240,792	23,706,475	1,465,683
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,236,833</u>	<u>\$ 23,236,833</u>

City of Buckeye, Arizona

Capital Improvement Funds - Other Capital Projects Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Intergovernmental revenues	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Current				
Highway and streets	2,736,136	2,986,136	2,985,759	377
Total expenditures	2,736,136	2,986,136	2,985,759	377
Excess (deficiency) of revenues over expenditures	(2,736,136)	(2,986,136)	(2,985,759)	377
OTHER FINANCING SOURCES (USES)				
Transfers in	2,736,136	2,736,136	2,985,752	249,616
Transfers out	(376,132)	(376,132)	(393,775)	(17,643)
Total other financing sources and uses	2,360,004	2,360,004	2,591,977	231,973
Net change in fund balances	(376,132)	(626,132)	(393,782)	232,350
Fund balances - beginning	376,132	376,132	393,782	17,650
Fund balances - ending	\$ -	\$ (250,000)	\$ -	\$ 250,000

City of Buckeye, Arizona

Cemetery Improvement Fund - Capital Projects Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Charges for service	\$ 125,000	\$ 125,000	\$ 254,980	\$ 129,980
Interest earnings	450	450	165	(285)
Other	22,000	22,000	39,910	17,910
Total revenues	147,450	147,450	295,055	147,605
EXPENDITURES				
Current				
General government	238,556	238,556	189,748	48,808
Capital outlay	-	-	-	-
Total expenditures	238,556	238,556	189,748	48,808
Excess (deficiency) of revenues over expenditures	(91,106)	(91,106)	105,307	196,413
OTHER FINANCING SOURCES (USES)				
Transfers in	91,106	91,106	-	(91,106)
Transfers out	-	-	-	-
Total other financing sources and uses	91,106	91,106	-	(91,106)
Net change in fund balances	-	-	105,307	105,307
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ -	\$ -	\$ 105,307	\$ 105,307

City of Buckeye, Arizona

Future Street Improvements - Capital Projects Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Contributions and donations	\$ 67,750	\$ 67,750	\$ 27,596	\$ (40,154)
Interest earnings	10,000	10,000	18,817	8,817
Total revenues	<u>77,750</u>	<u>77,750</u>	<u>46,413</u>	<u>(31,337)</u>
EXPENDITURES				
Current				
Highway and streets	-	-	25,296	(25,296)
Capital outlay	1,797,502	1,797,502	-	1,797,502
Total expenditures	<u>1,797,502</u>	<u>1,797,502</u>	<u>25,296</u>	<u>1,772,206</u>
Excess (deficiency) of revenues over expenditures	<u>(1,719,752)</u>	<u>(1,719,752)</u>	<u>21,117</u>	<u>1,740,869</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,719,752)	(1,719,752)	21,117	1,740,869
Fund balances - beginning	<u>1,719,752</u>	<u>1,719,752</u>	<u>1,730,556</u>	<u>10,804</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,751,673</u>	<u>\$ 1,751,673</u>

City of Buckeye, Arizona

Grants - Capital Projects Fund

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

Governmental Funds

For the year ended June 30, 2021

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

City of Buckeye, Arizona

Sundance Water Recharge - Capital Projects Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Charges for services	\$ 400	\$ 400	\$ 2,000	\$ 1,600
Interest earnings	9,318	9,318	6,901	(2,417)
Total revenues	<u>9,718</u>	<u>9,718</u>	<u>8,901</u>	<u>(817)</u>
EXPENDITURES				
Current				
Highway and streets	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>9,718</u>	<u>9,718</u>	<u>8,901</u>	<u>(817)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	9,718	9,718	8,901	(817)
Fund balances - beginning	<u>(9,718)</u>	<u>(9,718)</u>	<u>658,752</u>	<u>668,470</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 667,653</u>	<u>\$ 667,653</u>

City of Buckeye, Arizona

Traffic Signal Fund - Capital Projects Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between
	Adopted	Final		Final Budget and Actual Amounts
REVENUES				
Contributions and donations	\$ 263,000	\$ 263,000	\$ 726,336	\$ 463,336
Interest earnings	10,000	10,000	28,400	18,400
Total revenues	<u>273,000</u>	<u>273,000</u>	<u>754,736</u>	<u>481,736</u>
EXPENDITURES				
Contingency	<u>2,000,000</u>	<u>1,750,000</u>	-	<u>1,750,000</u>
Total expenditures	<u>2,000,000</u>	<u>1,750,000</u>	-	<u>1,750,000</u>
Excess (deficiency) of revenues over expenditures	<u>(1,727,000)</u>	<u>(1,477,000)</u>	<u>754,736</u>	<u>2,231,736</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>(150,000)</u>	<u>(150,000)</u>	<u>(10,298)</u>	<u>139,702</u>
Total other financing sources and uses	<u>(150,000)</u>	<u>(150,000)</u>	<u>(10,298)</u>	<u>139,702</u>
Net change in fund balances	(1,877,000)	(1,627,000)	744,438	2,371,438
Fund balances - beginning	<u>1,877,000</u>	<u>1,877,000</u>	<u>2,325,072</u>	<u>448,072</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 250,000</u>	<u>\$ 3,069,510</u>	<u>\$ 2,819,510</u>

City of Buckeye, Arizona

Jackrabbit Trail ID Fund - Debt Service Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Special assessments	\$ 41,687	\$ 41,687	\$ 28,641	\$ (13,046)
Total revenues	<u>41,687</u>	<u>41,687</u>	<u>28,641</u>	<u>(13,046)</u>
EXPENDITURES				
Debt Service				
Principal and interest	24,000	24,000	22,000	2,000
Interest and fiscal charges	17,687	17,687	15,313	2,374
Prepayments	-	-	-	-
Total expenditures	<u>41,687</u>	<u>41,687</u>	<u>37,313</u>	<u>4,374</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>(8,672)</u>	<u>(8,672)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	(8,672)	(8,672)
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>34,500</u>	<u>34,500</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,828</u>	<u>\$ 25,828</u>

City of Buckeye, Arizona

Roosevelt Street ID Fund - Debt Service Fund

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

Governmental Funds

For the year ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance Between Final Budget and Actual Amounts
	Adopted	Final		
REVENUES				
Special assessments	\$ 398,247	\$ 398,247	\$ 398,320	\$ 73
Total revenues	398,247	398,247	398,320	73
EXPENDITURES				
Current				
Debt Service:				
Principal	210,000	210,000	210,000	-
Interest and fiscal charges	188,247	188,247	188,248	(1)
Total expenditures	398,247	398,247	398,248	(1)
Excess (deficiency) of revenues over expenditures	-	-	72	72
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	-	-	-	-
Net change in fund balances	-	-	72	72
Fund balances - beginning	-	-	237,426	237,426
Fund balances - ending	\$ -	\$ -	\$ 237,498	\$ 237,498

Nonmajor Enterprise Funds

Environmental Services Fund – Established to account for activities of the City’s solid waste collections.

Airport Fund – Established to account for activities of the City’s Airport and Airport Improvement Fund.



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City of Buckeye, Arizona
Combining Statement of Net Position
Proprietary Funds
June 30, 2021

ASSETS	Environmental Services	Airport	Nonmajor Enterprise Fund
Current assets:			
Cash and investments	\$ 1,421,877	\$ 139,710	\$ 1,561,587
Accounts receivable, net	697,842	22,986	720,828
Intergovernmental receivable	-	3,874	3,874
Inventory	-	18,495	18,495
Prepaid expenses	184	75	259
Total current assets	2,119,903	185,140	2,305,043
Noncurrent assets:			
Capital assets:			
Land	-	4,672,490	4,672,490
Buildings and improvements	75,567	2,563,719	2,639,286
Land improvements	-	12,206,753	12,206,753
Machinery and equipment	281,964	292,983	574,947
Less accumulated depreciation & amortization	(195,274)	(12,941,109)	(13,136,383)
Construction in progress	-	2,140,274	2,140,274
Capital assets, net	162,257	8,935,110	9,097,367
Total assets	2,282,160	9,120,250	11,402,410
DEFERRED OUTFLOWS OF RESOURCES			
Excess consideration provided for acquisition			-
Pension related deferred outflows - ASRS	183,583	22,668	206,251
Total deferred outflows of resources	183,583	22,668	206,251
LIABILITIES			
Current liabilities:			
Accounts payable	645,321	17,891	663,212
Accrued wages and benefits	42,298	8,185	50,483
Customer deposits payable	193,672	6,187	199,859
Compensated absences	16,654	2,017	18,671
Total current liabilities	897,945	34,280	932,225
Noncurrent liabilities:			
Compensated absences	13,159	1,594	14,753
Net pension liability - ASRS	886,810	109,202	996,012
Total noncurrent liabilities	899,969	110,796	1,010,765
Total liabilities	1,797,914	145,076	1,942,990
NET POSITION			
Net investment in capital assets	162,257	8,935,110	9,097,367
Restricted:			
Unrestricted	505,572	62,732	568,304
Total net position	\$ 667,829	\$ 8,997,842	\$ 9,665,671

City of Buckeye, Arizona

Combining Statement of Revenue, Expenses and Changes in Fund Net Position

Proprietary Funds

For the Fiscal Year Ended June 30, 2021

	Environmental Services	Airport	Nonmajor Enterprise Fund
OPERATING REVENUES			
Charges for services	\$ 8,312,308	\$ 175,417	\$ 8,487,725
Other fees and charges	210,546	-	210,546
Other operating revenues	20,074	121,681	141,755
Total operating revenues	<u>8,542,928</u>	<u>297,098</u>	<u>8,840,026</u>
OPERATING EXPENSES			
Salaries, wages and employee benefits	814,556	127,145	941,701
Contractual services, materials and expenses	7,278,092	202,827	7,480,919
Other operating expenses	270,888	31,480	302,368
Depreciation and amortization	46,120	278,650	324,770
Total operating expenses	<u>8,409,656</u>	<u>640,102</u>	<u>9,049,758</u>
Operating income (loss)	<u>133,272</u>	<u>(343,004)</u>	<u>(209,732)</u>
NON-OPERATING REVENUES (EXPENSES)			
Investment earnings	14,862	1,373	16,235
Intergovernmental	-	70,014	70,014
Total non-operating revenues (expense)	<u>14,862</u>	<u>71,387</u>	<u>86,249</u>
Income (loss) before transfers	<u>148,134</u>	<u>(271,617)</u>	<u>(123,483)</u>
Capital contributions			-
Transfers in	-	76,640	76,640
Transfers out	<u>(10,289)</u>	-	<u>(10,289)</u>
Total capital contributions and net transfers	<u>(10,289)</u>	<u>76,640</u>	<u>66,351</u>
Change in net position	137,845	(194,977)	(57,132)
Total net position - beginning	<u>529,984</u>	<u>9,192,819</u>	<u>9,722,803</u>
Total net position - ending	<u>\$ 667,829</u>	<u>\$ 8,997,842</u>	<u>\$ 9,665,671</u>

City of Buckeye, Arizona
Combining Statement of Cash Flows
Non Major Proprietary Funds
For the Fiscal Year Ended June 30, 2021

	Environmental Services	Airport	Nonmajor Enterprise Fund
Cash flows from operating activities			
Receipts from customers	\$ 8,644,962	\$ 295,274	\$ 8,940,236
Payments to suppliers	(7,472,942)	(237,635)	(7,710,577)
Payments to employees	(872,912)	(92,580)	(965,492)
Customer deposits received (paid)	(8,585)	1,125	(7,460)
Net cash provided (used) by operating activities	<u>290,523</u>	<u>(33,816)</u>	<u>256,707</u>
Cash flows from capital and related financing activities			
Intergovernmental	-	66,140	66,140
Purchases of capital assets	(20,972)	(105,837)	(126,809)
Net cash provided (used) by capital and related financing activities	<u>(20,972)</u>	<u>(39,697)</u>	<u>(60,669)</u>
Cash flows from noncapital financing activities			
Transfers from (to) other funds	(10,289)	76,640	66,351
Net cash from (used in) noncapital financing activities	<u>(10,289)</u>	<u>76,640</u>	<u>66,351</u>
Cash flows from investing activities			
Investment earnings	14,862	1,373	16,235
Net cash from (used in) investing activities	<u>14,862</u>	<u>1,373</u>	<u>16,235</u>
Net increase (decrease) in cash and investment	274,124	4,500	278,624
Cash balance, July 1, 2020	1,147,753	135,210	1,282,963
Cash balance, June 30, 2021	<u>\$ 1,421,877</u>	<u>\$ 139,710</u>	<u>\$ 1,561,587</u>
Cash and investments	<u>\$ 1,421,877</u>	<u>\$ 139,710</u>	<u>\$ 1,561,587</u>
Cash balance, June 30, 2021	<u>\$ 1,421,877</u>	<u>\$ 139,710</u>	<u>\$ 1,561,587</u>
Reconciliation of operating income (loss) to net cash from (used in) operating activities:			
Operating income (loss)	\$ 133,272	\$ (343,004)	\$ (209,732)
Adjustments to reconcile operating income (loss) to net cash from (used in) operating activities:			
Depreciation expense	46,120	278,650	324,770
Add: Pension Expense	12,772	36,931	49,703
Add: Employer Pension Contribution	(70,793)	(8,741)	(79,534)
Changes in assets and liabilities:			
(Increase) decrease in accounts receivable	102,034	(1,824)	100,210
Increase in inventory	-	(7,516)	(7,516)
(Increase) decrease in prepaid expenses	(184)	-	(184)
Decrease in accounts payable	76,222	4,188	80,410
Increase in accrued wages and benefits	(2,141)	4,635	2,494
Increase (decrease) in compensated absences payables	1,806	1,740	3,546
Increase (decrease) in customer deposits	(8,585)	1,125	(7,460)
Total adjustments	<u>157,251</u>	<u>309,188</u>	<u>466,439</u>
Net cash from (used in) operating activities	<u>\$ 290,523</u>	<u>\$ (33,816)</u>	<u>\$ 256,707</u>

Statistical Section (Unaudited)*

This part of the City of Buckeye's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Contents:

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports for the relevant years.

City of Buckeye, Arizona

Net Position by Component

Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year			
	2012	2013	2014	2015
Governmental activities				
Net investment in capital assets	\$ 229,048,050	\$ 237,578,523	\$ 213,136,104	\$ 234,177,221
Restricted	47,459,848	39,691,458	45,750,149	35,052,322
Unrestricted	81,042,287	78,248,958	69,587,548	43,674,413
Total governmental activities and position	<u>\$ 357,550,185</u>	<u>\$ 355,518,939</u>	<u>\$ 328,473,801</u>	<u>\$ 312,903,956</u>
Business-type activities				
Net investment in capital assets	\$ 254,414,719	\$ 256,525,111	\$ 254,014,252	\$ 269,321,232
Restricted	-	11,808,074	9,958,939	9,176,829
Unrestricted	33,556,028	15,935,020	21,257,530	2,036,630
Total business-type activities net position	<u>\$ 287,970,747</u>	<u>\$ 284,268,205</u>	<u>\$ 285,230,721</u>	<u>\$ 280,534,691</u>
Primary government				
Net investment in capital assets	\$ 483,462,769	\$ 494,103,634	\$ 467,150,356	\$ 503,498,453
Restricted	47,459,848	51,499,532	55,709,088	44,229,151
Unrestricted	114,598,315	94,183,978	90,845,078	45,711,043
Total primary government net position	<u>\$ 645,520,932</u>	<u>\$ 639,787,144</u>	<u>\$ 613,704,522</u>	<u>\$ 593,438,647</u>

Source: Governmental Statements June 30, 2021 (Statement of Net Position)

Table 1

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ 251,728,460	\$ 243,071,412	\$ 238,001,069	\$ 268,720,179	\$ 272,794,226	\$ 275,887,295
29,182,124	28,864,312	40,971,400	78,293,995	77,707,979	75,916,893
35,551,332	29,378,777	41,456,165	10,265,529	26,674,295	68,460,101
<u>\$ 316,461,916</u>	<u>\$ 301,314,501</u>	<u>\$ 320,428,634</u>	<u>\$ 357,279,703</u>	<u>\$ 377,176,500</u>	<u>\$ 420,264,289</u>
\$ 210,619,449	\$ 204,025,522	\$ 200,856,616	\$ 227,843,477	\$ 226,109,234	\$ 245,255,331
5,561,027	5,654,724	7,219,410	8,546,817	10,659,334	7,632,010
61,730,404	68,490,381	73,758,761	59,486,100	69,927,541	67,083,680
<u>\$ 277,910,880</u>	<u>\$ 278,170,627</u>	<u>\$ 281,834,787</u>	<u>\$ 295,876,394</u>	<u>\$ 306,696,109</u>	<u>\$ 319,971,021</u>
\$ 462,347,909	\$ 447,096,934	\$ 438,857,685	\$ 496,563,656	\$ 498,903,460	\$ 521,142,626
34,743,151	34,519,036	48,190,810	86,840,812	88,367,313	83,548,903
97,281,736	97,869,158	115,214,926	69,751,629	96,601,836	135,543,781
<u>\$ 594,372,796</u>	<u>\$ 579,485,128</u>	<u>\$ 602,263,421</u>	<u>\$ 653,156,097</u>	<u>\$ 683,872,609</u>	<u>\$ 740,235,310</u>

City of Buckeye, Arizona

Changes in Net Position

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year				
	2012	2013	2014	2015	2016
Expenses					
Governmental activities:					
General government	\$ 20,693,785	\$ 26,509,546	\$ 44,353,079	\$ 24,540,769	\$ 23,018,974
Public safety	26,327,788	28,524,189	32,145,964	34,614,731	37,876,123
Highway and streets	2,992,849	3,494,907	3,376,108	3,350,140	5,959,148
Culture and recreation	2,860,117	3,210,037	3,556,699	4,314,988	5,606,997
Development services	776,062	1,011,271	4,589,090	4,764,126	5,411,667
Engineering	-	-	-	-	-
Public Works	-	-	-	-	-
Economic development	185,640	634,894	857,980	741,431	608,776
Health and welfare	570,138	458,642	515,372	534,357	576,954
Miscellaneous	986,548	133,417	221,643	161,431	88,254
Interest on long-term debt	9,491,828	8,786,448	8,750,687	8,872,085	9,717,320
Total governmental activities expenses	64,884,755	72,763,351	98,366,622	81,894,058	88,864,213
Business-type activities:					
Water	8,309,959	8,759,591	9,026,581	10,092,263	24,187,652
Wastewater	12,178,534	8,926,242	9,297,155	10,083,075	11,578,374
Nonmajor enterprise fund	600,320	4,182,312	4,380,939	4,827,522	5,527,789
Total business-type activities expenses	21,088,813	21,868,145	22,704,675	25,002,860	41,293,815
Total primary government expenses	\$ 85,973,568	\$ 94,631,496	\$ 121,071,297	\$ 106,896,918	\$ 130,158,028
Program Revenues					
Government activities:					
Charges for services, fees and fines					
General Government	\$ 9,184,715	\$ 10,618,504	\$ 13,305,630	\$ 10,738,468	\$ 13,086,878
Public safety	870,527	814,160	1,019,596	1,024,038	1,370,033
Highway and streets	182,955	188,753	237,019	97,149	164,023
Culture and recreation	837,033	550,368	622,986	535,418	1,172,372
Public works	-	-	-	-	-
Development services	-	-	-	-	-
Engineering	-	-	-	-	-
Interest on long-term debt	-	-	-	-	-
Operating Grants and Contributions	2,991,777	3,210,818	6,314,969	3,502,821	4,999,416
Capital Grants and Contributions	15,882,820	12,117,675	4,582,925	16,400,069	10,694,321
Total governmental activities program revenues	29,949,827	27,500,278	26,083,125	32,297,963	31,487,043
Business-type activities:					
Charges for services:					
Water	8,736,625	8,761,576	11,947,765	12,065,850	24,360,326
Wastewater	8,355,323	5,238,787	6,406,199	6,939,464	9,385,070
Environmental Services	-	3,936,020	4,171,269	4,467,357	4,998,346
Nonmajor Enterprise Fund	-	-	-	-	-
Airport	283,828	298,418	335,174	317,928	293,262
Operating Grants and Contributions	-	-	-	-	-
Capital Grants and Contributions	20,720,942	3,043,271	43,187	1,892,119	1,442,342
Total business-type activities program revenues	38,096,718	21,278,072	22,903,594	25,682,718	40,479,346
Total primary government program revenues	\$ 68,046,545	\$ 48,778,350	\$ 48,986,719	\$ 57,980,681	\$ 71,966,389
Net (expense)/revenue					
Governmental activities	\$ (34,934,928)	\$ (45,263,073)	\$ (72,283,497)	\$ (49,596,095)	\$ (57,377,170)
Business-type activities	17,007,905	(590,073)	198,919	679,858	(814,469)
Total primary government net expense	\$ (17,927,023)	\$ (45,853,146)	\$ (72,084,578)	\$ (48,916,237)	\$ (58,191,639)
Governmental activities:					
Taxes:					
Sales taxes	\$ 14,562,064	\$ 16,364,424	\$ 17,057,331	\$ 19,825,186	\$ 22,031,849
Property taxes	9,395,320	9,259,137	8,891,436	11,324,388	12,847,463
Franchise taxes	2,262,280	2,384,979	2,558,045	2,716,880	2,962,205
Intergovernmental	9,902,246	11,063,282	11,912,520	12,751,618	13,141,892
Interest and investment income	376,364	396,874	365,368	371,027	495,713
Miscellaneous	5,707,195	2,867,160	7,080,275	5,151,495	7,643,072
Transfers	(366,467)	895,971	663,324	1,299,100	1,812,935
Total governmental activities	41,839,002	43,231,827	48,528,299	53,439,694	60,935,129
Business-type activities:					
Interest and investment income	11,056	19,584	4,199	5,854	3,593
Miscellaneous	500,591	13,918	23,534	761	-
Transfers	366,467	(895,971)	(663,324)	(1,299,100)	(1,812,935)
Legal settlement - special item	-	(2,250,000)	-	-	-
Total business-type activities	878,114	(3,112,469)	(635,591)	(1,292,485)	(1,809,342)
Total primary government	\$ 42,717,116	\$ 40,119,358	\$ 47,892,708	\$ 52,147,209	\$ 59,125,787
Change in Net Position					
Governmental activities	\$ 6,904,074	\$ (2,031,246)	\$ (23,755,198)	\$ 3,843,599	\$ 3,557,959
Business-type activities	17,886,019	(3,702,542)	(436,672)	(612,627)	(2,623,811)
Total primary government	\$ 24,790,093	\$ (5,733,788)	\$ (24,191,870)	\$ 3,230,972	\$ 934,148

Source: Governmental Statements June 30, 2021 (Statement of Activity)

Table 2

					Fiscal Year				
2017	2018	2019	2020	2021	2017	2018	2019	2020	2021
\$ 47,921,959	\$ 25,205,605	\$ 22,746,029	\$ 30,210,142	\$ 19,592,932	\$ 18,469,389	\$ 23,653,796	\$ 9,699,592	\$ 4,547,693	\$ 3,320,227
37,495,527	41,353,943	36,998,761	39,976,294	43,322,143	1,867,288	2,357,914	2,847,870	273,393	346,816
5,674,807	6,711,154	20,066,172	20,998,421	30,270,778	243,271	301,510	333,620	85,163	28,841
5,533,913	5,906,774	6,708,402	7,094,958	6,761,969	1,418,757	1,663,522	1,084,074	657,366	552,895
6,369,720	7,069,508	3,666,988	4,669,973	5,717,005	-	-	-	135,195	12,970
-	-	2,487,396	2,892,421	3,573,855	-	-	11,487,712	11,176,342	17,002,239
-	-	5,697,887	6,048,110	6,386,632	-	-	1,624,398	2,794,086	4,250,560
313,087	452,640	-	-	-	-	-	-	-	1,498,479
599,601	608,337	-	-	-	4,552,239	5,959,925	5,873,642	6,595,715	15,935,775
122,347	-	-	-	-	8,407,364	10,085,160	966,552	23,220,317	18,208,415
7,909,219	7,109,379	8,580,823	7,877,202	6,432,097	34,958,308	44,021,827	33,917,460	49,485,270	61,157,217
111,940,180	94,417,340	106,952,458	119,767,521	122,057,411	26,310,361	28,363,063	31,281,764	30,132,238	33,809,784
25,779,262	27,251,896	27,803,235	29,534,554	30,980,713	10,142,610	12,330,507	14,859,313	11,469,354	13,407,055
11,136,875	11,628,372	15,888,986	15,956,647	18,047,390	5,397,696	6,142,786	-	-	-
6,233,252	6,403,094	7,494,469	8,301,582	9,049,758	-	-	7,322,976	8,038,509	8,840,026
43,149,389	45,283,362	51,186,690	53,792,783	58,077,861	326,880	272,456	-	-	-
\$ 155,089,569	\$ 139,700,702	\$ 158,139,148	\$ 173,560,304	\$ 180,135,272	1,904,260	2,114,022	-	10,461,573	12,762,452
					44,081,807	49,222,834	53,464,053	63,390,043	68,889,331
					\$ 79,040,115	\$ 93,244,661	\$ 87,381,513	\$ 112,875,313	\$ 130,046,548
					\$ (76,981,872)	\$ (50,395,513)	\$ (73,034,998)	\$ (70,282,251)	\$ (60,900,194)
					932,418	3,939,472	2,277,363	9,597,260	10,811,470
					\$ (76,049,454)	\$ (46,456,041)	\$ (70,757,635)	\$ (60,684,991)	\$ (50,088,724)
					\$ 26,203,438	\$ 29,744,284	\$ 33,750,698	\$ 41,285,076	\$ 54,002,450
					13,745,711	15,366,919	17,828,195	19,541,703	21,105,291
					3,052,055	3,256,544	3,412,932	3,833,190	3,855,829
					15,866,089	16,939,687	18,196,197	20,501,125	24,602,471
					763,289	138,171	2,729,219	3,170,319	4,824
					1,527,122	3,405,127	2,060,514	1,848,018	2,210,673
					676,750	658,918	80,804	(383)	(1,793,555)
					61,834,454	69,509,650	78,058,559	90,179,048	103,987,983
					4,079	383,606	1,223,051	1,222,456	669,887
					-	-	-	-	-
					(676,750)	(658,918)	(81,300)	-	1,793,555
					-	-	-	-	-
					(672,671)	(275,312)	1,141,751	1,222,456	2,463,442
					\$ 61,161,783	\$ 69,234,338	\$ 79,200,310	\$ 91,401,504	\$ 106,451,425
					\$ (15,147,418)	\$ 19,114,137	\$ 5,023,561	\$ 19,896,797	\$ 43,087,789
					259,747	3,664,160	3,419,114	10,819,716	13,274,912
					\$ (14,887,671)	\$ 22,778,297	\$ 8,442,675	\$ 30,716,513	\$ 56,362,701

City of Buckeye, Arizona

Fund Balances of Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

General fund	Fiscal Year				
	2012	2013	2014	2015	2016
Nondisposable	\$ 6,590	\$ 20,535	\$ 29,742	\$ 37,723	\$ 18,180
Unassigned	16,444,928	17,363,340	18,808,436	19,577,555	13,953,687
Total general fund	<u>\$ 16,451,518</u>	<u>\$ 17,383,875</u>	<u>\$ 18,838,178</u>	<u>\$ 19,615,278</u>	<u>\$ 13,971,867</u>
All other governmental funds					
Nondisposable	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted, reported in:					
Special purpose funds	4,505,710	5,954,346	11,696,349	6,835,056	3,578,762
Capital projects funds	13,768,211	10,612,492	11,593,038	8,834,902	8,034,945
Debt Service funds					
Nonmajor funds	31,276,305	24,978,504	24,025,682	20,289,294	18,569,286
Committed	100,574	84,878	2,466	1,555	397
Unassigned	(556,310)	(547,139)	(484,767)	(554,517)	(445,163)
Total all other governmental funds	<u>\$ 49,094,490</u>	<u>\$ 41,083,081</u>	<u>\$ 46,832,768</u>	<u>\$ 35,406,290</u>	<u>\$ 29,738,227</u>

Table 3

Fiscal Year				
2017	2018	2019	2020	2021
\$ 46,195	\$ 61,081	\$ 132,755	\$ 170,128	\$ 534,500
19,680,055	27,406,296	36,184,989	53,826,796	97,128,209
<u>\$ 19,726,250</u>	<u>\$ 27,467,377</u>	<u>\$ 36,317,744</u>	<u>\$ 53,996,924</u>	<u>\$ 97,662,709</u>
\$ -	\$ -	\$ 87,928	\$ 74,703	\$ 115,150
1,999,021	1,076,965	4,458,708	2,501,465	3,471,565
5,991,283	31,668,524	33,219,099	34,393,296	34,579,359
	7,475,370	4,631,460	4,522,426	6,260,176
21,556,852	1,364,897	2,172,765	1,566,585	1,859,954
1,654	626	121,965	-	-
(442,118)	(764,475)	(157,041)	(967)	(399)
<u>\$ 29,106,692</u>	<u>\$ 40,821,907</u>	<u>\$ 44,534,884</u>	<u>\$ 43,057,508</u>	<u>\$ 46,285,805</u>

City of Buckeye, Arizona

Changes in Fund Balances of Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year				
	2012	2013	2014	2015	2016
Revenues					
Sales Taxes	\$ 14,562,064	\$ 16,364,424	\$ 17,057,331	\$ 19,825,186	\$ 22,031,849
Property taxes	9,395,320	9,259,137	8,891,436	11,324,388	12,847,463
Franchise taxes	2,262,280	2,384,979	2,558,045	2,716,880	2,962,205
Improvement proceeds	512,853	574,763	574,015	645,575	666,122
Intergovernmental	12,894,023	14,274,100	18,227,489	16,254,439	18,141,308
Fines and forfeitures	623,072	503,800	400,029	569,682	570,961
License and permits	3,426,051	4,499,670	5,510,089	5,848,179	6,570,785
Charges for services	1,869,459	2,338,645	2,768,993	2,622,092	2,205,809
Developer agreements	1,894,972	2,503,401	339,287	528,834	849,298
Contributions and donations	7,213,967	2,666,226	2,155,851	1,504,029	1,504,959
Development fees	1,997,461	1,553,281	1,879,601	1,656,605	2,706,428
Special assessments	6,903,432	6,669,618	7,892,369	6,969,764	7,097,542
Investment earnings	376,364	396,874	365,368	371,027	495,713
Other	5,194,342	2,292,397	6,506,292	4,500,328	6,928,396
Total revenues	69,125,660	66,281,315	75,126,195	75,337,008	85,578,838
Expenditures					
General government	12,126,037	18,192,596	35,581,686	17,113,784	17,861,923
Public safety	18,987,208	21,774,822	26,434,822	26,515,787	29,411,970
Highways and streets	2,158,398	2,667,945	2,776,299	2,566,295	4,627,461
Culture and recreation	2,062,674	2,450,481	2,924,806	3,305,393	4,354,005
Public Works	-	-	-	-	-
Development services	559,684	771,985	2,374,153	3,649,445	4,202,325
Engineering	-	-	-	-	-
Economic development	185,640	634,894	857,980	741,431	608,776
Health and welfare	570,138	458,642	515,372	534,357	576,954
Acquisition and construction	-	-	1,702,010	-	-
Miscellaneous	986,548	133,417	221,643	161,431	88,254
Debt Service:					
Principal	7,828,631	8,977,917	7,904,926	10,664,071	9,639,053
Interest and fiscal charges	8,865,497	8,806,261	8,406,782	8,743,926	9,925,307
Bond issuance costs	-	-	-	-	-
Capital outlay	13,981,092	13,919,222	6,466,406	13,024,240	17,675,316
Total expenditures	68,311,547	78,788,182	96,166,885	87,020,160	98,971,344
Excess of revenues over (under) expenditures	814,113	(12,506,867)	(21,040,690)	(11,683,152)	(13,392,506)
Other financing sources (uses)					
Transfers in	6,258,719	12,272,677	30,116,088	8,084,437	12,161,270
Transfers out	(6,603,117)	(12,166,210)	(29,509,785)	(7,050,663)	(10,983,927)
Issuance costs	-	-	-	-	-
Payments to advanced refunding escrow agent	-	-	-	(7,151,422)	(13,080,000)
Proceeds from bonds issued	-	5,400,000	46,331,000	6,565,000	13,108,000
Premiums Issued	-	-	-	-	-
Early extinguishment of debt/Defeasance	-	-	(20,400,000)	-	-
Premium on refunding bonds issues	-	-	828,741	586,422	875,689
Total other financing sources and (uses)	(344,398)	5,506,467	27,366,044	1,033,774	2,081,032
Net change in fund balances	\$ 469,715	\$ (7,000,400)	\$ 6,325,354	\$(10,649,378)	\$(11,311,474)
Debt service as a percentage of noncapital expenditures	30.7%	27.4%	18.2%	26.2%	24.1%

Source: Governmental Statements June 30, 2021 (Statement of Revenues-Gov Funds)

Table 4

Fiscal Year				
2017	2018	2019	2020	2021
\$ 26,203,438	\$ 29,744,284	\$ 33,750,698	\$ 41,285,076	54,002,450
13,745,711	15,366,919	17,828,195	19,541,703	21,105,291
3,052,055	3,256,544	3,412,932	3,833,190	3,855,829
709,572	771,702	-	-	-
20,418,328	22,899,612	24,069,839	26,612,488	40,817,353
817,919	804,005	830,894	745,026	833,398
9,642,437	10,737,513	13,112,110	13,970,428	21,252,799
3,151,121	3,300,329	3,507,460	3,531,467	3,021,479
1,951,937	1,419,162	21,845	24,630	736,479
1,726,233	148,278	944,707	4,101,886	1,852,771
3,516,320	4,322,946	4,265,564	4,973,328	8,717,255
7,092,107	6,940,997	5,292,349	5,761,154	6,476,847
763,289	138,171	2,729,219	3,170,319	4,824
791,252	2,571,894	1,998,875	1,786,380	2,149,035
<u>93,581,719</u>	<u>102,422,356</u>	<u>111,764,687</u>	<u>129,337,075</u>	<u>164,825,810</u>
29,355,971	17,467,591	17,422,504	17,529,962	17,621,054
29,871,181	32,081,939	34,448,584	36,368,913	37,991,122
4,520,891	5,206,440	5,253,143	3,465,961	16,358,852
4,408,646	4,582,411	5,698,999	5,677,792	5,479,901
-	-	3,725,915	3,661,521	3,846,971
4,791,148	5,484,447	3,575,236	4,436,942	5,433,221
-	-	2,471,120	2,748,197	3,379,335
313,087	452,640	-	-	-
599,601	608,337	-	-	-
355,675	-	-	-	-
122,347	-	-	-	-
10,063,943	9,586,790	10,964,511	9,770,012	11,103,368
7,733,298	7,359,851	7,300,854	6,900,930	6,185,994
-	53,000	1,138,038	1,000,378	449,643
8,346,308	5,619,461	22,122,767	27,466,203	25,970,840
<u>100,482,096</u>	<u>88,502,907</u>	<u>114,121,671</u>	<u>119,026,811</u>	<u>133,820,301</u>
(6,900,377)	13,919,449	(2,356,984)	10,310,264	31,005,509
20,994,080	8,865,623	10,286,066	18,587,148	36,640,041
(21,142,574)	(8,823,762)	(10,205,262)	(18,587,531)	(36,706,392)
(1,070,570)	-	-	-	-
(22,860,000)	-	(9,266,000)	(32,606,000)	-
34,702,999	5,495,000	20,812,000	32,314,000	15,315,000
-	-	560,934	468,923	639,924
-	-	-	-	-
1,399,291	-	-	5,715,000	-
<u>12,023,226</u>	<u>5,536,861</u>	<u>12,187,738</u>	<u>5,891,540</u>	<u>15,888,573</u>
<u>\$ 5,122,849</u>	<u>\$ 19,456,310</u>	<u>\$ 9,830,754</u>	<u>\$ 16,201,804</u>	<u>\$ 46,894,082</u>
19.3%	20.4%	19.9%	16.0%	16.0%

City of Buckeye, Arizona

General Governmental Excise Tax Revenues by Source

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year				
	2012	2013	2014	2015	2016
Transaction privilege tax (1)*	\$ 14,562,064	\$ 16,364,424	\$ 17,057,331	\$ 19,825,186	\$ 22,031,849
Licenses & permits	3,426,051	4,499,670	5,510,089	5,848,179	6,570,785
Franchise fees (2)*	2,262,280	2,384,979	2,558,045	2,716,880	2,962,205
Parks & recreation fees	837,033	550,368	622,986	535,418	1,172,372
State-shared income taxes (4)**	4,293,971	5,196,874	5,670,776	6,158,854	6,125,464
State-shared sales tax (3)**	3,975,466	4,164,294	4,428,388	4,649,494	4,885,632
Fines and forfeitures	623,072	503,800	400,029	569,682	570,961
Total	\$ 29,979,937	\$ 33,664,409	\$ 36,247,644	\$ 40,303,693	\$ 44,319,268

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

** Reported as intergovernmental on the financial statements.

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

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

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

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

Table 5

Fiscal Year				
2017	2018	2019	2020	2021
\$ 26,203,438	\$ 29,744,284	\$ 33,750,698	\$ 41,285,076	54,001,053
9,642,437	10,737,513	13,112,110	13,970,428	21,252,799
3,052,055	3,256,544	3,412,932	3,833,190	3,855,829
1,418,757	1,663,522	1,084,074	647,174	538,695
7,656,457	8,014,629	8,289,650	9,617,118	11,378,810
5,744,180	6,239,614	6,935,749	7,727,535	9,445,569
817,919	804,005	830,894	745,026	833,398
<u>\$ 54,535,243</u>	<u>\$ 60,460,111</u>	<u>\$ 67,416,107</u>	<u>\$ 77,825,547</u>	<u>\$101,306,153</u>

City of Buckeye, Arizona

General Governmental Taxable Sales by Category

Last Ten Fiscal Years

(modified accrual basis of accounting)

Category	Fiscal Year				
	2012	2013	2014	2015	2016
Mining	\$ 23,116	\$ 28,254	\$ 29,558	\$ 27,256	\$ 21,903
Telecom	638,909	734,060	837,402	905,795	822,976
Utilities	969,451	1,090,388	1,171,923	1,268,954	1,417,136
Transportation and warehouse	9,843	7,927	6,663	6,993	5,791
Construction	2,931,187	3,704,513	3,900,771	4,941,173	5,542,047
Retail	7,084,862	7,569,138	7,734,984	8,652,003	9,591,565
Real Estate Rentals	1,412,951	1,583,838	1,655,073	1,942,635	2,487,965
Restaurants and Bars	987,256	1,142,134	1,189,310	1,356,620	1,529,818
Hotels	53,227	59,707	52,166	49,247	154,122
Services	248,639	285,153	332,258	379,308	344,310
Arts and Entertainment	180,693	143,920	132,041	147,221	160,157
Total	\$ 14,540,134	\$ 16,349,032	\$ 17,042,149	\$ 19,677,205	\$ 22,077,790

Source: Arizona Department of Revenue

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

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

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

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

Table 6

		Fiscal Year			
2017	2018	2019	2020	2021	
\$ 23,806	\$ 40,435	\$ 10,598	\$ (4,450)	5,442	
500,011	530,207	578,224	505,945	397,122	
1,534,621	1,655,822	2,177,595	1,725,713	2,103,159	
2,971	3,204	(4,598)	182	1,742	
9,279,151	11,679,960	13,309,765	16,876,892	22,918,148	
10,781,964	11,536,159	12,692,332	16,022,226	21,278,319	
1,720,517	1,820,657	2,010,334	2,157,707	2,229,431	
1,791,482	1,974,859	2,216,802	2,410,847	3,076,868	
306,126	353,921	393,440	399,773	538,044	
93,420	82,389	73,958	53,588	42,732	
201,319	239,157	292,248	271,533	337,838	
<u>\$ 26,235,388</u>	<u>\$ 29,916,770</u>	<u>\$ 33,750,698</u>	<u>\$ 40,419,956</u>	<u>\$ 52,928,845</u>	

City of Buckeye, Arizona

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

Last Ten Fiscal Years

	Fiscal Year				
	2012	2013	2014	2015	2016
General fund sales tax rate	3.00%	3.00%	3.00%	3.00%	3.00%
Total City of Buckeye sales tax rate	3.00%	3.00%	3.00%	3.00%	3.00%
Street improvements sales tax rate (1)	0.50%	0.50%	0.50%	0.50%	0.50%
Jail sales tax rate (1)	0.20%	0.20%	0.20%	0.20%	0.20%
State of Arizona sales tax rate (2)	5.60%	5.60%	5.60%	5.60%	5.60%
Total sales tax rate	9.30%	9.30%	9.30%	9.30%	9.30%

Source:

(1) Maricopa County

(2) Arizona Department of Revenue

Table 7

Fiscal Year				
2017	2018	2019	2020	2021
3.00%	3.00%	3.00%	3.00%	3.00%
3.00%	3.00%	3.00%	3.00%	3.00%
0.50%	0.50%	0.50%	0.50%	0.50%
0.20%	0.20%	0.20%	0.20%	0.20%
5.60%	5.60%	5.60%	5.60%	5.60%
9.30%	9.30%	9.30%	9.30%	9.30%

City of Buckeye, Arizona

Net Assessed Property Values of Top Ten Taxpayers

Current Year and Nine Years Ago

Taxpayer	Type of Business	2021		
		Limited Property Assessed Value	Rank	% of Limited Property Assessed Value
Arizona Public Service Company	Gas & Electric Utility	\$ 28,940,390	1	5.95%
Wal-Mart Stores East LP	Warehouse	7,967,728	2	1.64%
Cardinal IG Company	Manufacturing	5,472,369	3	1.12%
Watson Property LLC	Marketplace	4,690,896	4	0.96%
Sundance Town Center/Wal-Mart	Shopping Center	2,656,749	5	0.55%
Smiths Food & Drug Centers Inc.	Grocery	2,507,397	6	0.52%
Southwest Gas Corp. (T&D)	Gas Utility	2,028,273	7	0.42%
Clayton Homes	Manufacturing	2,007,897	8	0.41%
Sundance Town Center/Lowes	Shopping Center	1,916,725	9	0.39%
Pulte Home Company	Multi-family Housing	1,826,028	10	0.38%
Total		<u>\$ 60,014,452</u>		<u>12.34%</u>

Source: Maricopa County Assessor Office

Table 8

2012		
Limited Property Assessed Value	Rank	% of Limited Property Assessed Value
N/A		N/A

-	-
---	---

City of Buckeye, Arizona

Assessed Value and Estimated Actual Value of Taxable Property

Last Ten Fiscal Years

Fiscal Year	Primary Tax		Ratio of Net Assessed Value to Limited Property Value	Primary Tax Rate	Taxes Levied for the Fiscal Year
	Limited Property Value (1)	Net Assessed Value (2)			
2012	\$315,356,724	\$5,065,024	1.6061%	1.6061	\$5,065,024
2013	295,509,637	5,332,766	1.8046%	1.8046	5,332,766
2014	280,928,213	5,079,332	1.8081%	1.8081	5,079,332
2015	296,070,299	5,332,600	1.8011%	1.8011	5,332,600
2016	320,169,039	5,763,043	1.8000%	1.8000	5,763,043
2017	339,702,713	6,114,649	1.8000%	1.8000	6,114,649
2018	375,076,410	6,751,375	1.8000%	1.8000	6,751,375
2019	432,220,285	7,779,824	1.8000%	1.8000	7,779,824
2020	496,102,577	8,929,846	1.8000%	1.8000	8,929,846
2021	558,013,165	9,982,856	1.7890%	1.7890	9,982,856

Source: Maricopa County Assessor

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

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

(2) Assessed values are based on property use.

Table 9

Collected within the Fiscal Year	Secondary Tax		Ratio of Net Assessed Value to Limited Property Value	Secondary Tax Rate
	Limited Property Value (1)	Net Assessed Value (2)		
\$4,917,346	\$322,876,453	\$5,065,024	1.5687%	-
5,290,276	300,289,266	5,332,766	1.7759%	-
5,048,303	286,390,172	5,079,332	1.7736%	-
5,249,285	323,752,817	5,332,600	1.6471%	-
5,735,301	408,074,462	5,763,043	1.4123%	-
6,000,771	455,998,962	6,114,649	1.3409%	-
6,733,532	510,866,160	6,751,375	1.3216%	-
8,026,208	599,519,571	7,779,824	1.2977%	-
8,488,028	694,497,594	8,929,846	1.2858%	-
9,753,058	806,844,691	9,982,856	1.2373%	-

City of Buckeye, Arizona
Direct and Overlapping Governments
 Last Ten Fiscal Years

Fiscal Year	City	Maricopa County	Library District	Flood Control District	Fire District Assistance	Community College District	Agua Fria Union High School District #216
2012	P 1.6061	P 1.2407	P -	P -	P -	P 1.0123	P 1.6862
	S -	S -	S 0.0492	S 0.1780	S 0.0084	S 0.1959	S 0.9900
2013	P 1.8046	P 1.2407	P -	P -	P -	P 1.1563	P 2.0437
	S -	S -	S 0.0492	S 0.1780	S 0.0110	S 0.2215	S 1.1255
2014	P 1.8011	P 1.2807	P -	P -	P -	P 1.2896	P 2.2936
	S -	S -	S 0.0438	S 0.1392	S 0.0121	S 0.2444	S 1.2787
2015	P 1.8011	P 1.3209	P -	P -	P -	P 1.2824	P 2.9900
	S -	S -	S 0.0556	S 0.1392	S 0.0113	S 0.2363	S 1.2105
2016	P 1.8000	P 1.3609	P -	P -	P -	P 1.2628	P 2.0732
	S -	S -	S 0.0556	S 0.1592	S 0.0116	S 0.2312	S 1.1935
2017	P 1.8000	P 1.4009	P -	P -	P -	P 1.2376	P 2.0845
	S -	S -	S 0.0556	S 0.1792	S 0.0112	S 0.2275	S 1.3889
2018	P 1.8000	P 1.4009	P -	P -	P -	P 1.1956	P 2.4592
	S -	S -	S 0.0556	S 0.1792	S 0.0102	S 0.2140	S 1.2553
2019	P 1.8000	P 1.4009	P -	P -	P -	P 1.1708	P 2.0309
	S -	S -	S 0.0556	S 0.1792	S 0.0107	S 0.2046	S 1.4467
2020	P 1.8000	P 1.4009	P -	P -	P -	P 1.1565	P 2.0670
	S -	S -	S 0.0556	S 0.1792	S 0.0095	S 0.1720	S 1.2628
2021	P 1.7890	P 1.4009	P -	P -	P -	P 1.1250	P 2.0270
	S -	S -	S 0.0556	S 0.1792	S 0.0090	S 0.1631	S 1.3245

Source: Maricopa County Assessor

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

P - Primary
 S - Secondary

Table 10

Arlington School District #47		Buckeye Elementary School District #33		Buckeye Union High School District #201		Liberty School District #25		Litchfield Elementary School District #79		Palo Verde School District #49		Saddle Mountain School District #90	
P	0.5837	P	3.1982	P	2.1962	P	1.8682	P	1.9408	P	2.2721	P	0.7666
S	0.1729	S	1.8674	S	0.8752	S	1.3302	S	1.3182	S	1.5239	S	0.4446
P	0.5836	P	4.0276	P	2.3755	P	2.0706	P	2.3102	P	2.4512	P	0.5988
S	0.1874	S	2.0678	S	1.0457	S	1.4689	S	1.5761	S	1.6276	S	0.4770
P	0.9200	P	3.6619	P	2.5435	P	1.9056	P	2.4367	P	2.3096	P	1.1538
S	0.1853	S	2.1952	S	1.1136	S	1.5465	S	1.5405	S	1.7073	S	0.5178
P	1.1126	P	3.7761	P	2.3817	P	2.8010	P	2.3282	P	2.1696	P	2.1955
S	0.1794	S	2.1411	S	1.1274	S	1.7001	S	1.4498	S	1.8555	S	0.4309
P	1.1420	P	3.2117	P	2.2096	P	2.5534	P	2.2606	P	2.6716	P	2.1863
S	0.1883	S	2.3722	S	1.1277	S	1.7242	S	1.5746	S	1.8079	S	0.4150
P	1.0060	P	3.6463	P	2.0200	P	1.9955	P	2.2447	P	2.4126	P	2.0915
S	0.1905	S	2.2759	S	1.2041	S	1.7967	S	1.5695	S	2.2224	S	0.4560
P	0.6881	P	3.1149	P	2.1977	P	2.0650	P	2.0654	P	2.4863	P	2.0741
S	0.2124	S	2.2722	S	1.1405	S	1.6584	S	1.4409	S	1.4669	S	0.4706
P	0.7909	P	2.7810	P	2.1305	P	2.0098	P	1.9720	P	2.4089	P	1.3802
S	0.2022	S	2.8859	S	1.1424	S	1.5253	S	1.8779	S	1.6419	S	0.4759
P	0.9684	P	3.3076	P	2.2288	P	1.9784	P	1.9045	P	2.3101	P	1.7679
S	0.2297	S	2.3553	S	1.1060	S	1.3610	S	1.7671	S	1.6173	S	0.4513
P	1.0949	P	3.0708	P	2.1071	P	1.9962	P	1.9027	P	2.3691	P	1.8291
S	0.2083	S	2.8925	S	1.0657	S	1.9337	S	1.6202	S	1.5739	S	0.7760

City of Buckeye, Arizona

Direct and Overlapping Governments

Last Ten Fiscal Years

Table 10

	Wickenburg School District #9	Central Arizona Water Conservation District	Maricopa Health Care District	West Maricopa Education Center	Buckeye Valley Rural Fire District	Total
P	3.0483	P -	P -	P -	P -	21.4194
S	1.4037	S 0.1000	S 0.1494	S -	S 3.1000	13.7070
P	3.4020	P -	P -	P -	P -	24.0648
S	1.6500	S 0.1000	S 0.1683	S -	S 3.1000	15.0540
P	3.7838	P -	P -	P -	P -	25.3799
S	0.5540	S 0.1400	S 0.1939	S 0.0592	S 3.1000	14.5715
P	3.9198	P -	P -	P -	P -	28.0789
S	1.6306	S 0.1400	S 0.1856	S 0.0810	S 3.2500	15.8243
P	3.6581	P -	P -	P -	P -	26.3902
S	1.4229	S 0.1400	S 0.3021	S 0.0698	S 3.2500	16.0458
P	3.8975	P -	P -	P -	P -	25.8371
S	1.5069	S 0.1400	S 0.3053	S 0.0840	S 3.2500	16.8637
P	3.5758	P -	P -	P -	P -	25.1230
S	1.4422	S 0.1400	S 0.2851	S 0.1780	S 3.2500	15.6715
P	3.4375	P -	P -	P -	P -	23.3134
S	1.1978	S 0.1400	S 0.2941	S 0.1494	S 3.2500	16.6796
P	3.3009	P -	P -	P -	P -	24.1910
S	1.0320	S 0.1400	S 0.3333	S 0.1634	S 3.2500	15.4855
P	3.0605	P -	P -	P -	P -	23.7723
S	0.7946	S 0.1400	S 0.3046	S 0.1655	S 3.2500	16.4564

City of Buckeye, Arizona

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

Table 11

Fiscal Year	Governmental Activities			Business Activities		Unamortized Premiums and Discounts	Total Primary Government	Percentage of Taxable Property
	Revenue Bonds	Improvement District Bonds	Community Facilities District Bonds	Revenue Bonds	Water Infrastructure Bond			
2012	26,740,000	2,797,000	128,673,000	-	11,048,724	275,091	169,533,815	53.76%
2013	25,700,000	2,485,000	126,544,000	-	4,555,177	262,645	159,546,822	53.99%
2014	24,620,000	2,071,000	147,079,000	-	4,640,083	1,037,643	179,447,726	63.88%
2015	23,080,000	1,480,000	138,324,150	250,000	5,332,556	1,290,308	169,757,014	57.34%
2016	21,380,000	1,390,000	130,571,949	51,510,000	14,624,808	5,882,995	225,359,752	70.39%
2017	20,090,000	1,296,000	133,807,370	51,510,000	15,098,603	6,967,151	228,769,124	67.34%
2018	18,795,000	6,467,000	125,915,634	51,510,000	14,648,305	6,543,893	223,879,832	59.69%
2019	19,819,398	5,586,000	130,590,059	58,584,659	12,971,483	7,093,593	234,645,192	54.29%
2020	12,472,200	5,336,000	125,308,511	53,717,800	35,123,155	7,153,507	239,111,173	48.20%
2021	11,740,200	5,104,000	130,484,143	52,119,800	74,845,539	7,377,987	281,671,669	50.48%

Source: Governmental Statements June 30, 2021 (BS Rec of Gov Funds)

City of Buckeye, Arizona

Direct and Overlapping Governmental Activities Debt

Table 12

Overlapping Jurisdiction	Debt Outstanding	Estimated Percentage Applicable	Estimated Share Of Overlapping Debt
State of Arizona	None	0.50%	None
Maricopa County	None	0.76%	None
Maricopa County Community College District	\$ 250,065,000	0.76%	\$ 1,891,807
Maricopa County Special Health Care District	673,195,000	0.76%	5,079,882
Western Maricopa Education Center District No. 402	157,075,000	2.06%	3,226,373
Wickenburg Unified School District No. 9	7,845,000	38.81%	3,044,801
Saddle Mountain Unified School District No. 90	53,105,000	8.22%	4,364,610
Liberty Elementary School District No. 25	41,265,000	25.01%	10,319,211
Buckeye Elementary School District No. 33	37,125,000	34.69%	12,879,903
Litchfield Elementary School District No. 79	48,220,000	11.02%	5,312,359
Agua Fria Union High School District No. 216	132,210,000	7.57%	10,008,289
Buckeye Union High School District No. 201	72,010,000	10.69%	7,700,229
Subtotal, overlapping debt	\$ 1,472,115,000		\$ 63,827,464
City of Buckeye	\$ 11,740,200	100.00%	\$ 11,740,200
Roosevelt Street Improvements Bonds	4,870,000	100.00%	4,870,000
Jackrabbit Trail Sewer Improvements Bonds	234,000	100.00%	234,000
Festival Ranch Community Facilities District	32,000,000	100.00%	32,000,000
Festival Ranch CFD Nos. 2&3 SA	645,000	100.00%	645,000
Festival Ranch CFD Nos. 4&5 SA	589,000	100.00%	589,000
Festival Ranch CFD No. 6 SA	119,000	100.00%	119,000
Festival Ranch CFD No. 7 SA	135,000	100.00%	135,000
Festival Ranch CFD No. 8 SA	83,707	100.00%	83,707
Festival Ranch CFD No. 9 SA	156,000	100.00%	156,000
Festival Ranch CFD No. 10 SA	107,354	100.00%	107,354
Festival Ranch CFD No. 11 SA	2,154,000	100.00%	2,154,000
Festival Ranch CFD No. 12 SA	174,200	100.00%	174,200
Festival Ranch CFD No. 13 SA	3,230,000	100.00%	3,230,000
Festival Ranch CFD No. 14 SA	636,500	100.00%	636,500
Sundance Community Facilities District	19,570,000	100.00%	19,570,000
Sundance CFD No. 2 SA	604,000	100.00%	604,000
Sundance CFD No. 3 SA	215,000	100.00%	215,000
Tartesso West Community Facilities District	5,285,000	100.00%	5,285,000
Verrado District No. 1 Community Facilities District	37,025,000	100.00%	37,025,000
Verrado Western Overlay Community Facilities District	6,865,000	100.00%	6,865,000
Watson Road CFD SA	15,872,382	100.00%	15,872,382
Westpark Community Facilities District	4,370,000	100.00%	4,370,000
Westpark CFD No. 1 SA	648,000	100.00%	648,000
Subtotal, direct debt	\$ 147,328,343		\$ 147,328,343
		Total Direct and Overlapping Debt	\$ 211,155,807

Source: The various jurisdictions

Proportion applicable to the City is computed on the ratio of Net Assessed Limited Property Value for Fiscal Year 2020-2021.

Includes: Excise Tax Revenue obligations for the City and total general obligation bonds outstanding less redemption funds on hand. Does not include authorized but unissued general obligation bonds of such jurisdictions which may be issued in the future.



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City of Buckeye, Arizona

Legal Debt Margin Information

Last Ten Fiscal Years

General Obligation (GO) Bond* Debt Capacity Analysis

	Fiscal Year				
	2012	2013	2014	2015	2016
Full Cash Value (FCV) Net	\$ 322,846,453	\$ 300,289,266	\$ 286,390,172	\$ 323,752,817	\$ 408,074,462
Debt Limit 6% of FCV Net (1)	19,370,787	18,017,356	17,183,410	19,425,169	24,484,468
Debt Limit 20% of FCV Net (2)	64,569,291	60,057,853	57,278,034	64,750,563	81,614,892
Total GO Bonding Capacity	<u>\$ 83,940,078</u>	<u>\$ 78,075,209</u>	<u>\$ 74,461,445</u>	<u>\$ 84,175,732</u>	<u>\$ 106,099,360</u>

Notes:

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

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

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

Table 13

Fiscal Year				
2017	2018	2019	2020	2021
\$ 455,998,962	\$ 510,866,160	\$ 599,519,571	\$ 694,497,594	\$ 806,844,691
27,359,938	30,651,970	35,971,174	41,669,856	48,410,681
91,199,792	102,173,232	119,903,914	138,899,519	161,368,938
<u>\$ 118,559,730</u>	<u>\$ 132,825,202</u>	<u>\$ 155,875,088</u>	<u>\$ 180,569,374</u>	<u>\$ 209,779,620</u>

City of Buckeye, Arizona

Pledge-Revenue Coverage

Last Ten Fiscal Years

Table 14

Water and Wastewater Revenue Bonds

Fiscal Year	Operating Revenues	Less: Operating Expenses	Net Available Revenue	Debt Service			Coverage
				Principal	Interest	Total	
2012	\$ 16,863,741	\$ 11,491,115	\$ 5,372,626	\$ 493,547	\$ 107,720	\$ 601,267	8.94
2013	13,628,762	8,335,125	5,293,637	732,912	75,552	808,464	6.55
2014	17,891,293	9,734,417	8,156,876	857,175	80,716	937,891	8.70
2015	18,607,110	11,005,668	7,601,442	816,003	47,805	863,808	8.80
2016	33,471,582	16,839,373	16,632,209	935,471	139,752	1,075,223	15.47
2017	34,197,787	15,374,331	18,823,456	960,438	185,998	1,146,436	16.42
2018	36,429,133	17,200,942	19,228,191	947,596	180,866	1,128,462	17.04
2019	38,172,790	17,466,391	20,706,399	889,981	173,548	1,063,529	19.47
2020	42,787,299	19,153,966	23,633,333	4,326,793	417,410	4,744,203	4.98
2021	47,870,491	21,833,817	26,036,674	4,413,851	935,707	5,349,558	4.87

Excise Tax Revenue Bonds

Fiscal	Excise Tax Pledged	Debt Service			Coverage
		Principal	Interest	Total	
2012	\$ 29,979,937	\$ 467,664	\$ 673,408	\$ 1,141,072	26.27
2013	33,664,409	769,800	1,233,016	2,002,816	16.81
2014	36,247,644	1,040,000	1,110,056	2,150,056	16.86
2015	40,303,693	1,080,000	1,066,464	2,146,464	18.78
2016	44,319,268	1,125,000	851,387	1,976,387	22.42
2017	54,535,243	1,290,000	2,868,752	4,158,752	13.11
2018	60,460,111	1,295,000	3,254,367	4,549,367	13.29
2019	67,416,107	1,325,000	3,218,828	4,543,828	14.84
2020	77,825,547	1,326,400	3,181,561	4,507,961	17.26
2021	101,306,153	2,330,000	3,062,169	5,392,169	18.79

City of Buckeye, Arizona

Demographic and Economic Statistics

Last Ten Fiscal Years

Table 15

Fiscal Year	Estimated Population (1)	State Personal Income (thousand)(2)	State Average Per Capita Personal Income	Unemployment Rate (3)
2012	52,334	\$2,051,179	\$39,194	10.20%
2013	54,102	2,114,765	39,088	8.90%
2014	56,459	2,054,430	36,388	8.50%
2015	58,745	2,279,189	38,798	7.40%
2016	62,582	2,500,714	39,959	5.00%
2017	65,509	2,850,000	41,340	5.20%
2018	69,947	2,980,500	42,576	4.70%
2019	74,370	3,155,000	44,080	4.90%
2020	82,186	3,393,110	46,513	11.20%
2021	91,502	3,742,000	48,950	6.30%

Source:

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

City of Buckeye, Arizona

Principal Employers

Current Year and Ten Years Ago

Table 16

Employer	2021 (1)			2012		
	Employees	Percentage of Total City Employment	Rank	Employees	Percentage of Total City Employment	Rank
Walmart	1,560	28%	1	1109	36%	2
State of Arizona (Lewis Prison)	1,190	21%	2	1196	39%	1
Litchfield Elemen School District 79	560	10%	3	283	9%	4
City of Buckeye	490	9%	4	330	11%	3
Fry's Food Store	390	7%	5	184	6%	6
Buckeye Elementary School District 33	360	6%	6	N/A	N/A	-
Duncan Family Farms	350	6%	7	N/A	N/A	-
Clayton Homes	300	5%	8	N/A	N/A	-
The Odyssey Preparatory Academy	210	4%	9	N/A	N/A	-
Cardinal Glass	150	3%	10	N/A	N/A	-
	<u>5,560</u>	<u>100%</u>		<u>3102</u>	<u>100%</u>	

Sources:

- (1) MAG Employer Database
- Hoover's Inc, a D&B Company



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City of Buckeye, Arizona

Full-time Equivalent City Government Employees by Function

Last Ten Fiscal Years

Function	Full-Time Equivalent				
	2012	2013	2014	2015	2016
General government					
Mayor and Council	2.00	2.00	2.00	2.00	2.00
City Manager	3.00	3.00	8.00	12.00	16.00
City Clerk	3.00	3.00	4.00	4.00	4.00
Human Resources	6.00	6.00	8.00	7.00	7.00
Finance	11.00	11.00	8.00	8.00	9.00
City Court	6.50	6.50	6.80	6.80	6.80
Economic Development	-	-	2.00	2.00	3.00
Information Technology	6.00	8.00	8.00	9.00	10.00
Public Safety					
Police	97.00	112.00	117.50	118.50	117.50
Fire	83.00	88.00	90.00	90.00	92.00
Culture and recreation					
Admin/Parks/Rec/Area Agency on Aging	26.00	26.00	25.00	26.00	26.00
Library	8.00	8.88	9.00	15.00	14.00
Development Services	19.30	36.00	28.00	25.00	23.00
Engineering	-	-	14.00	14.00	14.00
Public Works					
Admin/Facilities/Fleet/Solid Waste	8.25	11.25	11.25	12.25	18.00
Streets (HURF)	15.50	19.50	20.50	20.50	20.00
Airport	-	-	-	-	1.00
Water Resources					
Water	40.00	40.00	44.00	47.00	57.00
Wastewater	14.00	14.00	14.00	15.00	14.00
Total	348.55	395.13	420.05	434.05	454.30

Source: City of Buckeye Human Resources Department

Table 17

Employees at June 30

2017	2018	2019	2020	2021
2.00	2.00	2.00	2.00	2.00
16.00	15.00	16.50	19.00	19.00
4.00	4.00	4.00	4.00	4.00
7.00	8.00	8.00	8.00	8.00
9.00	9.00	9.00	10.00	11.00
8.30	8.30	10.30	10.30	11.20
3.00	3.00	3.00	3.00	5.00
12.00	14.00	16.00	17.00	19.00
123.00	126.00	132.00	138.00	146.00
93.00	98.00	96.00	97.00	101.00
27.00	28.00	32.00	34.00	34.50
14.00	14.00	16.07	17.21	17.21
24.00	25.00	26.00	27.00	42.00
14.00	16.00	19.00	20.00	29.00
20.00	22.00	24.00	25.00	26.00
22.00	24.00	25.00	26.00	26.00
1.00	1.00	1.00	1.00	-
63.00	64.00	66.00	62.00	70.00
16.00	16.00	17.00	24.00	24.00
478.30	497.30	522.87	544.51	594.91

City of Buckeye, Arizona

Capital Asset and Infrastructure Statistics by Function

Last Ten Fiscal Years

Function	Fiscal Year				
	2012	2013	2014	2015	2016
General government					
Square footage occupied	138,414	167,603	167,603	167,603	145,920
Area of City (square miles)	592	592	592	592	592
Public Safety					
Police stations	1	1	1	2	2
Square footage of building	22,260	43,934	43,934	43,934	43,934
Number of patrol units	47	65	83	103	115
Fire stations	4	4	4	4	4
Square footage of building	21,849	59,009	59,009	59,009	59,009
Number of fire engines	7	7	8	9	9
Number of vehicles	11	13	14	15	18
Public Works					
Square footage occupied	12,800	12,800	12,800	12,800	32,870
Miles of roads	349.0	370.8	383.3	426.7	445.2
Traffic signals	11	13	16	20	22
Street lights	7,676	7,978	8,115	8,249	8,350
Miles of storm sewer/channel	N/A	N/A	N/A	N/A	2
Miles of water mains	276	284	293	295	297
Fire hydrants	N/A	N/A	N/A	N/A	N/A
Sanitary sewers (miles)	325	332	334	335	337
Culture and recreation (CS)					
Square footage occupied	31,953	31,953	31,953	31,953	57,386
Number of parks	15	16	16	16	17
Parks acreage	102.4	134.4	134.4	134.4	174.0
Swimming pools	1	1	1	1	1

Source: City of Buckeye-individual departments and Directors

Table 18

	Fiscal Year				
	2017	2018	2019	2020	2021
145,920	145,920	145,920	145,920	145,920	145,920
592	642	642	642	642	642
2	2	2	2	2	2
43,934	43,934	43,934	43,934	43,934	57,853
130	146	125	124	128	128
5	5	6	6	6	6
59,009	59,009	59,009	59,009	59,009	66,873
9	10	9	11	11	11
20	21	20	19	21	21
32,870	32,870	93,844	108,267	108,267	108,267
458.4	479.6	569	573	580	580
22	23	24	24	26	26
8,477	8,662	8,718	8,843	9,426	9,426
2	3	-	3	5	5
300	305	393	440	440	440
N/A	3,043	3,043	3,043	3,130	3,130
338	347	296	312	320	320
57,386	57,386	57,889	57,889	61,557	61,557
17	17	12	12	11	11
174.0	174.0	8,759	8,759	8,751	8,751
1	1	1	1	1	1



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