



NOTICE OF REGULAR COUNCIL MEETING

In accordance with Section 38-431.01 of the Arizona Revised Statutes of the State of Arizona, notice is hereby given to the Members of City Council and to the general public that the Mayor and Council of the City of San Luis, Arizona will hold a Regular City Council meeting at 7:00 p.m., Wednesday, March 8, 2017. The meeting will take place at the City Council Chambers, located at 1090 E. Union Street, San Luis, Arizona, 85349. Everyone from the public is invited to attend the open meeting.

In accordance with the Americans with Disabilities Act (ADA) and Section 504 of the Rehabilitation Act of 1973, the City of San Luis does not discriminate on the basis of disability in the admission of or access to, or treatment of employment in its programs, activities, or services. For information regarding rights and provisions of the ADA or Section 504, or to request reasonable accommodations for participation in City programs, activities or services contact: ADA/Section 504 Coordinator, City of San Luis Human Resources Department, 1090 E. Union Street, San Luis, Arizona, 85349; (928) 341-8520.

Notice is hereby given that pursuant to A.R.S. §1-602.A.9, subject to certain specified statutory exceptions, parents have a right to consent before the State or any of its political subdivisions make a video or audio recording of a minor child. Meetings of the City Council are audio and/or video recorded, and, as a result, proceedings in which children are present may be subject to such recordings. Parents in order to exercise their rights may either file written consent with the City Clerk to such recordings, or take personal action to ensure that their child or children are not present when a recording may be made. If a child is present at the time a recording is made, the City will assume that the rights afforded parents pursuant to A.R.S. §1-602.A.9 have been waived.

THIS NOTICE IS GIVEN BY:

/s/ Sonia Cornelio, City Clerk

AVISO DE JUNTA REGULAR

De acuerdo con los Estatutos del Estado de Arizona A.R.S. §38-431.01, se le informa a los miembros del Cabildo y al público en general que el Alcalde y el Cabildo, tendrán una Junta Regular a las 7:00 p.m., el día Miercoles 8 de Marzo del 2017. La junta se llevará a cabo en la Sala del Cabildo, ubicada en el 1090 E. Union Street, San Luis, Arizona, 85349. El público está cordialmente invitado a la junta.

De acuerdo con el Acta de Americanos con Discapacidades y la Sección 504 del Acta de Rehabilitación del 1973, la Ciudad de San Luis, Arizona no discrimina por causa de discapacidad la admisión y acceso a sus programas, actividades, servicios o en el trato en cuanto a empleo. Para más información referente a derechos y provisiones del Acta de Americanos con Discapacidades o Sección 504, o para solicitar adaptaciones que sean razonables para la participación en programas, actividades o servicios de la Ciudad, contactar al: Coordinador del Acta de Americanos con Discapacidades/Sección 504, Departamento de Recursos Humanos de la Ciudad de San Luis, Arizona, ubicado en el 1090 E. Union Street, San Luis, Arizona, 85349; (928) 341-8520.

Por medio de este aviso y de acuerdo con los Estatutos del Estado de Arizona A.R.S §1-602.A.9, sujeto a ciertas excepciones reglamentarias, los padres de familia tienen el derecho de dar el consentimiento ante el Estado o cualquiera de sus subdivisiones políticas para hacer una grabación de audio o video de su hijo menor de edad. Las juntas del Cabildo se graban en audio y/o video y como resultado, el hecho de que haya menores presentes puede ser sujeto a que sean grabados. Para que los padres de familia puedan ejercer sus derechos pueden dar el consentimiento por escrito con la Secretaria de la Ciudad a tal grabación, o tomar acción personal para asegurarse que su hijo menor no esté presente cuando la grabación se lleve a cabo. Si un menor de edad está presente en el momento de la grabación, la Ciudad asumirá que los padres de familia están cediendo los derechos sobre una posible grabación de acuerdo con los Estatutos del Estado de Arizona A.R.S. §1-602.A.9.

ESTE AVISO ES DADO POR:

/f/ Sonia Cornelio, Actuaría de la Ciudad

AMENDED AGENDA - MARCH 7, 2017



AGENDA Regular Meeting San Luis City Council San Luis Council Chambers 1090 E. Union Street San Luis, AZ 85349 March 8, 2017 7:00 p.m.

**MEMBERS OF THE CITY COUNCIL WILL ATTEND EITHER IN PERSON, TELEPHONE, OR VIDEO
CONFERENCE COMMUNICATION**

- 1. CALL TO ORDER/ROLL CALL**
- 2. PLEDGE OF ALLEGIANCE**
- 3. INVOCATION**
- 4. PRESENTATION**
 - 4. A.** Presentation of retirement plaque to Police Canine Rambo in recognition of his years of service to the City of San Luis Police Department. **(Craig Higgins, Chief of Police)**
- 5. CONSENT AGENDA**

All matters are considered to be routine by the City Council and will be enacted by one motion. If discussion is desired, that item will be removed from the Consent Agenda and will be considered separately.

 - 5. A. MINUTES OF**

-Work Session held January 4, 2017
 - 5. B. DISBURSEMENTS FROM FEBRUARY 11, 2017 THROUGH FEBRUARY 24, 2017**

Total Disbursements \$1,274,556.65
(One Million, Two Hundred Seventy-Four Thousand, Five Hundred Fifty-Six Dollars and Sixty-Five Cents)
- 6. DISCUSSION AND POSSIBLE ACTION ITEMS:**
 - 6. A.** Discussion and possible action on any and all matters regarding the approval and acceptance for filing the Comprehensive Annual Financial Report for the City of San Luis, fiscal year ended June 30, 2016. **(Heinfeld, Meech & Co., P.C.)**
 - 6. B.** Discussion and possible action on any and all matters regarding personnel necessary for ambulance service operations. **(Hank Green, Fire Chief)**

6. C. Discussion and possible action on any and all matters regarding contract with James Davey and Associates, Inc. to provide design and engineering services associated with International Plaza I Improvements Project Phase I. (**Jenny Torres, Community Development Director**)
6. D. Discussion and possible action on any and all matters regarding the approval of an Engineering Design Proposal for the Juan Sanchez Boulevard Reconstruction Project between Main Street and Merrill Avenue by James Davey and Associates, Inc. (**Eulogio Vera, Public Works Director**)
6. E. Discussion and possible action on any and all matters regarding the approval of an Engineering Design Proposal of the Union Street Paving Project by Nicklaus Engineering, Inc. (**Eulogio Vera, Public Works Director**)
6. F. Discussion and possible action on any and all matters regarding Resolution No. 1177. A resolution of the Mayor and City Council of the City of San Luis, Arizona authorizing a temporary reduction in certain fees under Resolution No. 770 Parks and Recreation fee schedule. (**Lizandro Galaviz, Parks and Recreation Director**)
6. G. Discussion and possible action on any and all matters regarding Resolution No. 1178. A resolution of the Mayor and City Council of the City of San Luis, Arizona, approving and adopting an Intergovernmental Agreement with Yuma Union High School District #70 (San Luis High School) and the City of San Luis regarding the joint development and construction of infrastructure, a wastewater utility easement and ancillary facilities located on Yuma Union High School District #70 property. (CONTINUED ITEM FROM REGULAR CITY COUNCIL MEETING HELD FEBRUARY 22, 2017) (**Kay Marion Macuil, City Attorney**)

7. **SUMMARY OF CURRENT EVENTS**

Events by Mayor, Council Members and/or City Manager pursuant to A.R.S. §38-431.02 (K).

8. **CALL TO THE PUBLIC**

This is the time for the public to comment. Members of the City Council may not discuss items that are not specifically identified on the agenda. Therefore, pursuant to A.R.S. §38-431.01 (H), action taken as a result of public comment will be limited to directing staff to study the matter, responding to any criticism or scheduling the matter for further consideration and decision at a later date.

9. **EXECUTIVE SESSION**

Vote to hold and Executive Session pursuant to A.R.S. §38-431.03 (A)(3), (4) and (7)

Discussion and possible action to hold an Executive Session pursuant to A.R.S. § 38-431.03 (A)(3), (4) and (7) on any and all matters regarding a letter of interest delivered to the City on March 1, 2017 regarding an interest to buy certain property owned and/or controlled by the city and/or one of its municipal property corporations, and related possible engagement of financial advisors, appraisers, and legal counsel, and to receive legal advice regarding the matters contained within said letter, advice regarding the legal steps involved in pursuing such a transaction, and instruct the Office of City Attorney or other legal counsel regarding the city's position. (**Kay Marion Macuil, City Attorney**)

(PLEASE TAKE NOTICE that the open meeting law, ARS §38-431.02.1, provides that the notice of an Executive Session need only provide a general description of the matters to be discussed and need not contain information that would defeat the purpose of the executive session. Because of the nature of the letter of interest, no specific information is being contained in this agenda item nor will be made public at this time. Any action of City Council,

if it should ever occur, will be the subject of a future agenda of the City Council and specific information will be provided at that time.)

10. MOTION TO GO BACK TO EXECUTIVE SESSION

11. ADJOURNMENT



PRESENTATION

Regular City Council Meeting

4.A.

Meeting Date: 03/08/2017

Presentation Topic/Summary:

Presentation of retirement plaque to Police Canine Rambo in recognition of his years of service to the City of San Luis Police Department. **(Craig Higgins, Chief of Police)**



AGENDA ITEM REVIEW FORM

Regular City Council Meeting

5.A.

Meeting Date: 03/08/2017

Summary

MINUTES OF

-Work Session held January 4, 2017

Attachments

1/4/2017 WS

MINUTES
Work Session
San Luis City Council
San Luis Council Chambers
1090 E. Union Street
January 4, 2017
6:30 p.m.

1. CALL TO ORDER/ROLL CALL

Mayor Gerardo Sanchez called the Work Session to order at approximately 7:31 p.m.

PRESENT: Mayor Gerardo Sanchez
Vice-Mayor Matias Rosales
Council Member Ruben Walshe
Council Member Gloria Torres
Council Member Maria Cecilia Ramos
Council Member Africa Luna-Carrasco
Council Member Mario Buchanan Jr.

ABSENT: Council Member Mario Buchanan Jr.

OTHERS PRESENT: Tadeo A. De La Hoya, Interim City Manager
Sonia Cornelio, City Clerk
Kay Marion Macuil, City Attorney
Axel Chayra, IT Technician
Christine Hagen, Management Analyst
Craig Higgins, Chief of Police
Eulogio Vera, Public Works Director
Hank Green, Fire Chief
Isaac Gutierrez, GIS Technician
Jenny Torres, Community Development Director
John Starkey, Planning & Zoning Director
Jonathan Dumadag, IT Technician
Jose Guzman, Assistant Planner
Manuel Rojas, Assistant Public Works Director
Olivia Jenkins, Human Resources Director
Ralph Velez, City Consultant
Ric Bauermann, Fire Department
Victor Figueroa, Police Lieutenant
Guillermina Fuentes, Resident
Nieves Riedel, Resident
Maria Gonzalez, Resident

2. AGENDA ITEMS:

2. A. Discussion on any and all matters regarding Resolution No. 1175. A resolution of the Mayor and City Council of the City of San Luis, Arizona, adopting an Intergovernmental Agreement between the City of San Luis and the Yuma County for the Yuma Region-Imagery Acquisitions Consortium project. (Isaac Gutierrez, GIS Technician)

Mr. Isaac Gutierrez, GIS Technician, informed that this Intergovernmental Agreement (IGA) is between Yuma County, the City of San Luis and other participating entities to acquire Digital Aerial Orthogonal Imagery and Digital Imagery both in 3 and 9 inch resolution imagery. He informed that cost is \$11,000.00, the city will have its own hard drive and log in information to the software to check out the data.

Mayor Gerardo Sanchez asked how often does the City will be able to get pictures.

Mr. Gutierrez explained that the plan is to get them by-yearly. He mentioned that there a lot of changes going on in the City. He added that currently the City is using a 2008 imagery and is very outdated. He stated that with the new imagery staff will be able to use them on GIS platforms and other applications.

Mayor Sanchez stated that with this new software, staff will be able to use it for presentations to different agencies and meetings.

Ms. Gutierrez stated that this imagery will provide an oblique imagery that will allow staff to view building on a 45 degree angle, this will help the Police, Fire and Building Safety Departments.

2. B. Discussion on any and all matters regarding Subdivision Case No. 2016-0423 P&F. A request by Edais Engineering, Inc., on behalf of Riedel Holdings, LLC, property owner, for the final approval of Las Quintas de San Luis II Subdivision located south of County 22nd Street between the East Main Canal and Las Quintas Subdivision. (John Starkey, Planning & Zoning Director)

Mr. John Starkey, Planning & Zoning Department, informed that this proposed subdivision is located south of County 22nd Street between the East Main Canal and Las Quintas Subdivision. He mentioned that this item is to discuss concerns that staff have been working with the developer and the developer engineer, one of the issues was that to whether or not to hook up with a gravity sewer line to the lift station on the San Luis High School property or if they will be required to build their own lift station and pump

sewage back to Las Quintas I. He informed that staff have worked diligently with the property owner, the San Luis High Scholl and Mr. Robby Barkley regarding this issue. He stated that Mr. Barkley has agreed to allow the gravity sewer line to cross his property to connect to the San Luis High School lift station, which was design to take that entire area into that lift station and pump it to another gravity sewer line that pumps the sewage to the west plant. Furthermore, Mr. Starkey informed that the other issue is how to control the erosion of the slopes that are in the rear property of this lots. Both the City and the Developer want to make sure that property owners and future owners are aware that it is their responsibility to maintain those slopes.

Ms. Kay Marion Macuil, City Attorney, explained that in order to implement this requirements will be through deed restrictions.

Mr. Starkey stated that this project has been a long process it started on August 2016 until December 2016 as explained on the agenda items review form summary. He mentioned that staff has been working diligently and resolve this issues so that this subdivision can be built.

Mayor Sanchez stated that both parties have worked very hard in resolving issues arrived during the process. He thanked staff for the work they have done. He added that his has been a project that the City has demonstrated that it's willing to work with all developers.

Mr. Starkey informed that Mr. Eulogio Vera, Public Works Director has worked in putting three (3) alternatives for this sewer line and as staff have work with the developer it has been decided that alternative #1 is the best choice, which puts the sewer line in public right-of-way.

Mayor Sanchez asked if Mr. Barkley has agreed with this decision.

Mr. Macuil replied that staff received an email from Mr. Barkley, where he agrees with the location of the sewer line and addressed he was concern that it was deep enough, but this is something that he will have to work with the developer engineer.

Mayor Sanchez asked if there are any issues with the Yuma County Water Users Association (YCWUA).

Ms. Macuil replied that the YCWUA did not agree to the location of the lift station, the developer informed that an agreement is ready to be approve for an easement with the YCWUA.

Mr. Starkey replied that the developer will be building a retaining wall at the edge of the YCWUA property. He informed that there is already an existing sewer line installed on the East Main Canal, it was installed when the crossing was built, this crossing was paid by Walmart and the City paid Mr. Barkley for the land.

Mrs. Nieves Riedel, Riedel Holdings, LLC, thanked all staff that was involved in the process for Las Quintas de San Luis II Subdivision. She stated that she has always been in agreement with the city's requirements. She mentioned that she have added several requirements to homeowners, for example within 60 days a homeowner will be required to have landscape and also parking will be restricted by not letting cars park in front of the yard. She mentioned that her company will be working for what is best for the company and the City.

Mayor Sanchez stated that the reason for bringing this item to a work session was scheduled to discuss this item more in deep. He mentioned that this is the time from Council, staff and members of the public to be able to ask any questions about this subdivision. He mentioned that one of the issues was traffic from which a study was done; another issue was lighting on that area, but the developer agreement requires to place three (3) light on that area.

Mr. Starkey stated that he just want Mayor and Council to understand about the slope maintenance. He mentioned that if any improvement are to be made to the property such as expansions, the property owner will have to hire an engineer and provide the plans to the Planning & Zoning Department.

Mrs. Guillermina Fuentes, resident, stated that right know her concern is safety, as she resides in Las Quintas de San Luis. She mentioned that she would like to know what and how is the new subdivision going to be built. She thanked City staff for presenting all issues to Council before the final plat is approve. She asked Mayor and Council to please be sure to get all questions answered before an action is taken.

Mayor Sanchez recommended Council to please review all documents and have all questions answered before it is time for the approval of the final plat.

Ms. Macuil informed that the packet includes minor changes to the conditions for plat, the gravity line for the sewer line was added and the Errors & Omissions from the Engineer has been decreased from \$3 million to \$1 million.

Ms. Riedel mentioned that trees planted by residents on her property will have to be removed. She informed that there have been two (2) property owners regarding this

issue. She stated that some owners might come to the City and complaint about this, but at the end it is not the City's property, if those threes are required to be removed they will be removed. She informed that her company will try not to touch any single tree, but if the future homeowner wants that tree it will be removed.

3. ADJOURMENT

MOTION: Council Member Matias Rosales/Council Member Ruben Walshe to adjourn the meeting at approximately 7:10 p.m. Motion passed unanimously.



AGENDA ITEM REVIEW FORM

Regular City Council Meeting

5.B.

Meeting Date: 03/08/2017

Summary

DISBURSEMENTS FROM FEBRUARY 11, 2017 THROUGH FEBRUARY 24, 2017

Total Disbursements \$1,274,556.65

(One Million, Two Hundred Seventy-Four Thousand, Five Hundred Fifty-Six Dollars and Sixty-Five Cents)

Attachments

Disbursements 3-8-2017



City of San Luis

Finance Department

COUNCIL MEETING MARCH 8, 2017

Disbursement Reports from 2/11/2017 to 2/24/2017

<u>Bank Accounts</u>	<u>Check Date</u>	<u>Amount</u>	<u>Schedule</u>
Accounts Payable Check Account	2/16/2017	\$ 333,938.33	Schedule A
Accounts Payable Check Account	2/16/2017	\$ 56,731.75	Schedule B
Payroll Check Account	2/22/2017	\$ 4,145.56	Schedule C
Payroll Check Account	2/22/2017	\$ 268,240.90	Schedule D
Accounts Payable Check Account	2/22/2017	\$ 91.00	Schedule E
Accounts Payable Check Account	2/23/2017	\$ 550,687.93	Schedule F
Accounts Payable Check Account	2/23/2017	\$ 58,376.09	Schedule G
Accounts Payable Check Account	2/23/2017	\$ 2,345.09	Schedule H

Total Disbursements: \$ 1,274,556.65

Please contact Ms. St. Louis prior to the meeting if additional information is needed.

Prepared by Angelica V. Castro: Angelica V. Castro

Verified by Finance Director: C Cortez

For Council approval on: March 8, 2017

Mayor: _____

Council: _____

RECEIVED
2017 FEB 27 P 4: 53
CITY OF SAN LUIS
OFFICE OF THE CITY CLERK

Schedule A

City of San Luis

Payment Batch Register

Bank Account: 1BYPAYABLE - 1st BY Accounts Payable

Batch Date: 02/16/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
1BYPAYABLE 1st BY Accounts Payable Totals:				Transactions: 56		\$333,938.33
Checks:		56		\$333,938.33		

Prepared By:
Maggie Dominguez
Date: Maggie D.

C 2/16/17

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/16/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
Bank Account: 1BYPAYABLE - 1st BY Accounts Payable						
Check	02/16/2017	78602	Accounts Payable	24 KARAT JEWELERS		27.10
	Invoice		Date	Description		Amount
		2006	02/07/2017	PURCHASE OF PLAQUE FOR LOUIE'S OFFICE		27.10
Check	02/16/2017	78603	Accounts Payable	ALSCO, INC		2,016.01
	Invoice		Date	Description		Amount
		LYUM1138752	01/31/2017	UNIFORM SERVICES FOR FACILITIES		68.67
		LYUM1130761	01/03/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		106.66
		LYUM1132793	01/10/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		106.66
		LYUM1134722	01/17/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		106.66
		LYUM1136780	01/24/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		106.66
		LYUM1138754	01/31/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		106.66
		LYUM1130748	01/03/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		35.61
		LYUM1132780	01/10/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		35.61
		LYUM1134709	01/17/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		35.61
		LYUM1136767	01/24/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		35.61
		LYUM1138741	01/31/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		35.61
		LYUM1130747	01/03/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		123.98
		LYUM1132779	01/10/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		123.98
		LYUM1134708	01/17/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		123.98
		LYUM1136766	01/24/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		123.98
		LYUM1138740	01/31/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		123.98
		LYUM1130746	01/03/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		122.73
		LYUM1132778	01/10/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		122.73
		LYUM1134707	01/17/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		123.71
		LYUM1136765	01/24/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		122.73
		LYUM1138739	01/31/2017	UNIFORM SERVICE FOR PW DEPT (JANUARY 2017)		124.19
Check	02/16/2017	78604	Accounts Payable	ANGEL'S TOWING SERVICE/AUTO SALES		75.00
	Invoice		Date	Description		Amount
		147-02093	01/31/2017	TOWING SERVICES		75.00
Check	02/16/2017	78605	Accounts Payable	APS/CLAIM #414-1352-AH		50.00

City of San Luis

Payment Batch Register

Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
Batch Date: 02/16/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
		Invoice		Date	Description	Amount
		-TR201401091		02/16/2017	RESTITUTION PAYMENT	50.00
Check	02/16/2017	78606	Accounts Payable	ARIZONA REFUSE SALES, LLC		1,003.95
		Invoice		Date	Description	Amount
		3248		01/25/2017	SW 4813 EE180	1,003.95
Check	02/16/2017	78607	Accounts Payable	ARIZONA STATE TREASURER		91,911.46
		Invoice		Date	Description	Amount
		2017-00000712		02/16/2017	FUNDS COLLECTED FROM SL MUNICIPAL COURT-OCT16	30,794.92
		2017-00000713		02/16/2017	FUNDS COLLECTED FROM SL MUNICIPAL COURT-NOV16	28,684.61
		2017-00000714		02/16/2017	FUNDS COLLECTED FROM SL MUNICIPAL COURT-DEC16	32,431.93
Check	02/16/2017	78608	Accounts Payable	AZ STATE PRISON COMPLEX - YUMA		273.00
		Invoice		Date	Description	Amount
		Y08108170202		02/06/2017	PAYMENT FOR INMATE LABOR PROJECT	273.00
Check	02/16/2017	78609	Accounts Payable	AZ STATE PRISON COMPLEX - YUMA		80.10
		invoice		Date	Description	Amount
		Y08108-170202		02/06/2017	PAYMENT FOR INMATE TRANSPORTATION PROJECT	80.10
Check	02/16/2017	78610	Accounts Payable	BORDER CONSTRUCTION SPECIALTIES		238.87
		Invoice		Date	Description	Amount
		INV-5305021		02/07/2017	PURCHASE OF CONCRETE TOOLS NEEDED FOR VARIOUS PARKS	238.87
Check	02/16/2017	78611	Accounts Payable	CDWG		736.22
		Invoice		Date	Description	Amount
		GTN8821		02/07/2017	TONER FOR BUILDING SAFETY	275.01
		GTN6483		02/07/2017	TONER FOR BUILDING SAFETY	461.21
Check	02/16/2017	78612	Accounts Payable	CENTURYLINK		187.17
		Invoice		Date	Description	Amount
		2017-00000703		02/04/2017	SERVICE AT THE INCUBATOR	187.17
Check	02/16/2017	78613	Accounts Payable	CITY OF YUMA		3,215.09
		Invoice		Date	Description	Amount

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/16/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
		2017-00000067	01/01/2017	SEMI-ANNUAL PUB. SAFETY SOFT. & SYS. MAINT. FEES FOR FY 16/17		2,674.45
		2017-00000080	12/31/2016	QUARTERLY RADIO REPAIR CHARGES		430.56
		2017-00000081	12/31/2016	QUARTERLY RADIO REPAIR CHARGES		110.08
Check	02/16/2017	78614	Accounts Payable	CSC OF YUMA		348.09
	Invoice		Date	Description		Amount
		000554875	01/26/2017	WW 1680 EE610		95.55
		000554874	01/26/2017	SW 4813 EE610		252.54
Check	02/16/2017	78615	Accounts Payable	DAVE BANG ASSOC. INC.		203.96
	Invoice		Date	Description		Amount
		60007	02/01/2017	PURCHASE OF TOOLS FOR PARKS DEPARTMENT		203.96
Check	02/16/2017	78616	Accounts Payable	DESERT WATER		158.88
	Invoice		Date	Description		Amount
		65818	02/07/2017	DRINKING WATER FOR SLFD		9.96
		65739	01/31/2017	DRINKING WATER FOR SLFD		8.30
		65284	01/03/2017	WATER FOR PW PERSONNEL (JANUARY 2017)		24.90
		65373	01/10/2017	WATER FOR PW PERSONNEL (JANUARY 2017)		33.21
		65438	01/17/2017	WATER FOR PW PERSONNEL (JANUARY 2017)		24.40
		65655	01/24/2017	WATER FOR PW PERSONNEL (JANUARY 2017)		33.21
		65738	01/31/2017	WATER FOR PW PERSONNEL (JANUARY 2017)		24.90
Check	02/16/2017	78617	Accounts Payable	DON CHALMERS FORD INC		1,762.01
	Invoice		Date	Description		Amount
		110280	12/20/2016	DOCKING STATION & PROTECTIVE CASE PCKG FOR IPAD AIR & AIR 2		1,762.01
Check	02/16/2017	78618	Accounts Payable	GALLS, AN ARAMARK CO., LLC		2,866.58
	Invoice		Date	Description		Amount
		006934360	02/03/2017	UNIFORMS FOR FFS - 4-POCKET TROUSERS		2,866.58
Check	02/16/2017	78619	Accounts Payable	GERARDO FELIX /SAN LUIS FIRE EXTINGUISHER		681.86
	Invoice		Date	Description		Amount
		0148	02/01/2017	PURCHASE OF FIRST AID KIT SUPPLIES FOR PARKS DEPT		133.94
		0147	01/30/2017	PURCHASE OF FIRST AID KIT SUPPLIES FOR THE YOUTH CENTER		123.98

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/16/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
		0146		02/01/2017	PURCHASE OF FIRST AID KIT SUPPLIES FOR THE GYM	64.20
		0145		02/01/2017	PURCHASE OF FIRST AID KIT SUPPLIES FOR THE CULTURAL CENTER	46.49
		142		01/30/2017	FIRST AID KIT FOR DDS	18.81
		122		12/20/2016	FIRST AID RESTOCK FOR UTILITIES, FINANCE, HR AND COM DEV	61.99
		143		01/30/2017	FIRST AID RESTOCK FOR UTILITIES, FINANCE, HR AND COM DEV	15.49
		0144		01/30/2017	FIRST AID KIT	114.02
		141		01/30/2017	FIRST AID SERVICES	34.31
		121		12/19/2016	FIRST AID SERVICES	68.63
Check	02/16/2017	78620	Accounts Payable	GILA ELECTRONIC		1,930.54
	Invoice		Date	Description		Amount
		3929		02/02/2017	PARTS FOR PORTABLE RADIOS	1,930.54
Check	02/16/2017	78621	Accounts Payable	GREEN TECH PLUMBING		3,045.00
	Invoice		Date	Description		Amount
		2017-00000701		02/08/2017	PURCHASE AND INSTALL 152 CF WATER SOFTENER FOR SENIOR CENTER	2,850.00
		2017-00000702		02/16/2017	REPAIR 1 1/2" DRAIN PIPE UNDER TRIPLE KITCHEN SINK FOR SENIOR CTR	195.00
Check	02/16/2017	78622	Accounts Payable	GUARDIAN MEDICAL PRODUCTS, LLC		1,155.90
	Invoice		Date	Description		Amount
		5718852		02/06/2017	MEDICAL SUPPLIES FOR SLFD	19.90
		5717756		01/31/2017	MEDICAL PRODUCTS	172.42
		5717780		01/31/2017	MEDICAL SUPPLIES FOR SLFD	963.58
Check	02/16/2017	78623	Accounts Payable	GUERRA, RUTH		500.00
	Invoice		Date	Description		Amount
		32		02/09/2017	INTERPRETATION SERVICES FOR COURT - 020617-021017	500.00
Check	02/16/2017	78624	Accounts Payable	IMAGE TREND, INC		6,750.00
	Invoice		Date	Description		Amount
		105078		01/30/2017	CAD ANNUAL SUPPORT AND HOSTING & EMS NEW WORLD (QUOTE JB-418)	6,750.00
Check	02/16/2017	78625	Accounts Payable	IPS GROUP INC		535.62
	Invoice		Date	Description		Amount
		23239		01/31/2017	PARKING METER MONTHLY FEES	535.62
Check	02/16/2017	78626	Accounts Payable	JAMES DAVEY AND ASSOCIATES		6,092.50

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/16/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
Invoice						Amount
		000002017109	02/02/2017	ENGINEERING SERVICES FOR JAN2017		630.00
		000002017107	02/01/2017	ENGINEERING SERVICES FOR CDBG #103-17		5,462.50
Check	02/16/2017	78627	Accounts Payable	JCG TECHNOLOGIES INC.		642.31
Invoice						Amount
		5622	02/01/2017	INTERVIEW SOFTWARE SUPPORT RENEWAL PACKAGE		642.31
Check	02/16/2017	78628	Accounts Payable	LANGUAGE CONNECTION		172.35
Invoice						Amount
		LC27924	12/28/2016	SPANISH INTERPRETATION		7.15
		LC27932	12/29/2016	LAOS TELEPHONIC INTERPRETATION		25.20
		LC28336	01/20/2017	SPANISH INTERPRETATION		140.00
Check	02/16/2017	78629	Accounts Payable	LAWSON PRODUCTS INC.		39.83
Invoice						Amount
		9304675590	01/24/2017	TOOLS/EQUIPMENT/PPE FOR DAILY OPERATIONS OF WATER DIVISION		39.83
Check	02/16/2017	78630	Accounts Payable	MCDONALD , JULIE M		1,600.00
Invoice						Amount
		02226	01/31/2017	ATTORNEY FEES		400.00
		02227	01/31/2017	ATTORNEY FEES		400.00
		02228	01/31/2017	ATTORNEY FEES		400.00
		02270	02/08/2017	ATTORNEY FEES		400.00
Check	02/16/2017	78631	Accounts Payable	NAVARRO , CAROLINE		50.00
Invoice						Amount
		TR-201600854	02/16/2017	RESTITUTION PAYMENT		50.00
Check	02/16/2017	78632	Accounts Payable	ON TRACK OVERHEAD DOORS		150.00
Invoice						Amount
		6075	02/03/2017	REMOVE DOOR SECURITY CODE KNOB AND RE-INSTALL FOR MUNICIPAL COUR		150.00
Check	02/16/2017	78633	Accounts Payable	ONE SOURCE DISTRIBUTOR LLC		9,315.84
Invoice						Amount

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/16/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
		S5346120.001		01/26/2017	REPLACE PART AERATION BLOWER #6@WEST WWTP	9,315.84
Check	02/16/2017	78634	Accounts Payable	P-M COM INC		132.21
	Invoice		Date	Description		Amount
		61252		09/29/2016	LAUNDRY ROOM PROJECT	132.21
Check	02/16/2017	78635	Accounts Payable	PITNEY BOWES INC.		1,533.72
	Invoice		Date	Description		Amount
		1003235209		02/09/2017	ANNUAL SERVICE CONTRACT FOR FOLDER/INSERTER	1,533.72
Check	02/16/2017	78636	Accounts Payable	PLOTTER DOCTORS, LLC		543.17
	Invoice		Date	Description		Amount
		41757		11/14/2016	HP PLOTTER SERVICES	543.17
Check	02/16/2017	78637	Accounts Payable	RAMON MOSQUEDA		40.50
	Invoice		Date	Description		Amount
		2721		01/17/2017	SHIRT EMBROIDERY FOR F.OROZCO	40.50
Check	02/16/2017	78638	Accounts Payable	RIVERA , MARIA ELENA		75.00
	Invoice		Date	Description		Amount
		2017-00000711		02/16/2017	RESTITUTION PAYMENT	75.00
Check	02/16/2017	78639	Accounts Payable	ROBERT E PORTER CONSTRUCTION CO., INC.		163,083.60
	Invoice		Date	Description		Amount
		1		12/31/2016	EAST WWTP BASIN REPAIR PROJECT- PAYMENT APPLICATION #1 12/31/16	163,083.60
Check	02/16/2017	78640	Accounts Payable	SIMON'S D ROOFING LLC		1,420.00
	Invoice		Date	Description		Amount
		1871		01/26/2017	FIX ROOF FOR FERNANDO PADILLA BUILDING	1,420.00
Check	02/16/2017	78641	Accounts Payable	SPECTRUM BUSINESS		114.43
	Invoice		Date	Description		Amount
		0383JAN17		02/16/2017	CABLE SERVICES	114.43
Check	02/16/2017	78642	Accounts Payable	STATE OF ARIZONA		6,000.00
	Invoice		Date	Description		Amount

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/16/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
		0000251126X		02/16/2017	AQUIFER PROTECTION PERMIT (EWWTP)/ANNUAL REGISTRATION FEE 2017	6,000.00
Check	02/16/2017	78643	Accounts Payable	SUNSHINE SALES		500.42
	Invoice		Date	Description		Amount
		16964		02/10/2017	COMMERCIAL WASHING MACHINE DOOR GASKET REPAIR	500.42
Check	02/16/2017	78644	Accounts Payable	THE LOZANO LAW FIRM PLLC		800.00
	Invoice		Date	Description		Amount
		321		01/30/2017	ATTORNEY FEES	400.00
		322		01/30/2017	ATTORNEY FEES	400.00
Check	02/16/2017	78645	Accounts Payable	UNITED RENTALS (NORTH AMERICA), INC.		186.49
	Invoice		Date	Description		Amount
		143907064-001		02/01/2017	RENTAL OF LIGHT TOWERS FOR RIBBON CUTTING CEREMONY	186.49
Check	02/16/2017	78646	Accounts Payable	UNITED ROTARY BRUSH CORP		2,709.36
	Invoice		Date	Description		Amount
		C1197218		01/31/2017	PURCHASE POLY TUBE BROOMS FOR HWY USER DEPT# 3580 5204 1277	2,709.36
Check	02/16/2017	78647	Accounts Payable	UNIVERSAL BACKGROUND SCREENING INC		48.60
	Invoice		Date	Description		Amount
		201701009066		01/31/2017	BACKGROUND CHECKS FOR BUSINESS INCUBATOR TENANT	48.60
Check	02/16/2017	78648	Accounts Payable	VELEZ CONSULTING SERVICES		2,145.00
	Invoice		Date	Description		Amount
		2017-00000710		02/16/2017	CONSULTING SERVICES FOR THE WEEK OF FEBRUARY 13, 2017	2,145.00
Check	02/16/2017	78649	Accounts Payable	WAXIE SANITARY SUPPLY		560.95
	Invoice		Date	Description		Amount
		76475283		01/25/2017	PURCHASE OFFICE EQUIPMENT FOR FACILITIES OFFICE	106.14
		76482930		01/30/2017	PURCHASING CIRCUIT BOARD SOLUTION FOR SCRUBBER MACHINE	140.10
		76480566		01/27/2017	PURCHASE OFFICE EQUIPMENT FOR FACILITIES OFFICE	314.71
Check	02/16/2017	78650	Accounts Payable	WESTERN SUN SYSTEMS, INC		600.00
	Invoice		Date	Description		Amount

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/16/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
		30783		02/02/2017	FIRE ALARM MONITORING FOR BUSINESS INCUBATOR	600.00
Check	02/16/2017	78651	Accounts Payable	YUMA AUTO REBUILDERS		2,498.54
	Invoice		Date	Description		Amount
		4279180		02/13/2017	REPAIR FRONT BUMPER,LAMP,FENDER,CAB,DOOR,PU BED,REAR LAMP/BUMPER	2,498.54
Check	02/16/2017	78652	Accounts Payable	YUMA COUNTY ADULT DETENTION CENTER		115.96
	Invoice		Date	Description		Amount
		2017-00000704		02/16/2017	FUNDS COLLECTED FROM SL MUNICIPAL FOR OCT2016	87.30
		2017-00000705		02/16/2017	FUNDS COLLECTED FROM SL MUNICIPAL FOR NOV2016	17.03
		2017-00000706		02/16/2017	FUNDS COLLECTED FROM SL MUNICIPAL FOR DEC2016	11.63
Check	02/16/2017	78653	Accounts Payable	YUMA COUNTY ITS		11,822.38
	Invoice		Date	Description		Amount
		YCITS-SL11817		01/18/2017	IMAGERY ACQUISITION CONSORTIUM PROJECT	11,822.38
Check	02/16/2017	78654	Accounts Payable	YUMA COUNTY TREASURER		406.82
	Invoice		Date	Description		Amount
		2017-00000707		02/16/2017	FUNDS COLLECTED FROM SL MUNICIPAL FOR OCT16	157.09
		2017-00000708		02/16/2017	FUNDS COLLECTED FROM SL MUNICIPAL FOR NOV2016	122.93
		2017-00000709		02/16/2017	FUNDS COLLECTED FROM SL MUNICIPAL FOR DEC 2016	126.80
Check	02/16/2017	78655	Accounts Payable	YUMA HEALTH CARE SERVICES, INC		102.03
	Invoice		Date	Description		Amount
		77210		02/02/2017	OXYGEN TANK REFILLS FOR SLFD (SALES ORD 21611)	102.03
Check	02/16/2017	78656	Accounts Payable	YUMA NURSERY SUPPLY		612.86
	Invoice		Date	Description		Amount
		295680		01/31/2017	PURCHASE OF PRUNING TOOLS NEEDED FOR VARIOUS PARKS	421.35
		295544		01/27/2017	PURCHASE OF VARIOUS MATERIALS NEEDED FOR ELIGIO RAMIREZ PROJECT	151.94
		295460		01/25/2017	PURCHASE OF VARIOUS MATERIALS NEEDED FOR ELIGIO RAMIREZ PROJECT	39.57
Check	02/16/2017	78657	Accounts Payable	YUMA WINLECTRIC CO.		71.05
	Invoice		Date	Description		Amount
		497117 00		02/13/2017	REPAIR 100W MH BALLAST AND HID LAMP FOR OLD UTILITIES BUILDING	71.05

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/16/2017

Schedule B

Type	Date	Number Source	Payee Name	EFT Bank/Account	Transaction Amount
Bank Account: 1BYPAYABLE - 1st BY Accounts Payable					
Check	02/16/2017	78658 Accounts Payable	ARIZONA DEPARTMENT OF REVENUE / TPT		30,291.26
	Invoice	Date	Description		Amount
	JAN2016	02/16/2017	SALES TAX - JANUARY 2017		30,291.26
Check	02/16/2017	78659 Accounts Payable	DUMADAG, JONATHAN		10.00
	Invoice	Date	Description		Amount
	DUMADAG 021617	02/16/2017	REIMBURSEMENT - PARKING FEES FOR TRAINING ON LISERFICHE		10.00
Check	02/16/2017	78660 Accounts Payable	PURCHASE POWER		1,066.35
	Invoice	Date	Description		Amount
	2017-00000716	02/16/2017	POSTAGE METER - JANUARY 2017		1,066.35
Check	02/16/2017	78661 Accounts Payable	SAN LUIS SPEAR POINT SOLAR I, LLC		18,678.35
	Invoice	Date	Description		Amount
	2017-00000715	01/31/2017	SOLAR POWER DELIVERED - JANUARY 2017		18,678.35
Check	02/16/2017	78662 Accounts Payable	TOSHIBA FINANCIAL SERVICES		1,270.35
	Invoice	Date	Description		Amount
	2017-00000717	02/16/2017	CONTRACT #: 0288609, 0289723, 0373070, 0398771		1,270.35
Check	02/16/2017	78663 Accounts Payable	US BANK EQUIPMENT FINANCE		2,714.07
	Invoice	Date	Description		Amount
	2017-00000718	02/16/2017	CONTRACT: 500-0380583, 500-0408239, 500-0413948, 500-0448410		2,714.07
Check	02/16/2017	78664 Accounts Payable	YUMA OFFICE EQUIPMENT		2,701.37
	Invoice	Date	Description		Amount
	2017-00000719	02/16/2017	CONTRACT: 1188,1046,1347,1162,1105,1104,1103,1209,1524		2,701.37
1BYPAYABLE 1st BY Accounts Payable Totals:			Transactions: 7		\$56,731.75

Checks: 7 \$56,731.75

Angelica
2/16/17



Schedule C

Pay Day Register

Pay Date Range 02/01/17 - 02/28/17

Pay Batch 201702M

Batch 201702M Total

Employees in Pay Batch 7

Male Employees in Pay Batch 3

rs Description	Hours	Gross	Withholdings and Deductions	Gross Base	Benefits	Gross Base
- SALARY	.0000	7,550.00	Gross	7,700.00	ASRS Council	102.06 .00
- TELEPHONE STIPEND	.0000	150.00	Imputed Income		ASRS LTD Council	1.26 .00
	0.0000	\$7,700.00	FEDERAL TAX WITHHOLDING	58.26 5,024.41	Dental Council	226.58 .00
			SOCIAL SECURITY TAX	477.40 7,700.00	EODCRS - COUNCIL	54.00 .00
			MEDICARE	111.67 7,700.00	EODCRS - DISABILITY	1.13 .00
			STATE WITHHOLDING	130.26 5,024.41	EORP - LEGACY RATE COUNCIL	157.50 .00
			ASRS Council	102.06 900.00	EORP COUNCIL RETIREMENT	1,139.25 .00
			ASRS LTD Council	1.26 900.00	Health Council	6,279.78 .00
			Council Retirement EORP	747.50 .00	Retirement Council EORP	211.50 .00
			Dental Council	190.30 .00	Vision Council	71.30 .00
			EODCRS - COUNCIL	72.00 .00	Total	\$8,244.36
			EODCRS - DISABILITY	1.13 .00		
			Medical Council	1,515.80 .00	Workers' Comp	Gross Base
			MISCELLANEOUS	100.00 .00	Total	
			Vision Council	46.80 .00		
			Net	\$4,145.56 ✓	Direct Deposits	Amount
					1st Bank Yuma	714.95
					Chase Bank	643.14
					Federal Credit Union	801.92
					REALTORS FED CRED UNION	521.32
					Sunbank	382.25
					Wells Fargo	360.53
					Total	\$3,424.11
					Check	\$721.45



Schedule D
Pay Day Register
Pay Date Range 02/04/17 - 02/17/17
Pay Batch 201704

TRANSWESTERN MEXICAN	101.64
U.S. MEX DENTAL - EE &	465.52
U.S. MEX DENTAL - EE &	84.64
UNITED WAY	26.00
US & MEX DENTAL= FAMILY	686.92
US & MEX HEALTH = C	5,992.00
US & MEX HEALTH = FAMILY	5,041.30
US & MEX HEALTH = SP	1,198.40
VSP - VISION FAMILY	602.55
Net	<u>\$268,240.90</u> ✓

.00	FIREFIGHTERS & DRIVERS	2,855.22	81,113.44
.00	GARBAGE/ ASH/ REFUSE	253.21	4,051.35
.00	MUNICIPAL/ TOWN/	76.97	4,398.40
.00	PARKS- NOC ALL EMPLOYEES	482.50	15,564.70
.00	POLICE OFFICERS	3,696.58	84,397.20
.00	RECREATION- ALL EMPLOYEES/	165.92	12,110.09
.00	SEWAGE DISPOSAL/ PLANT	572.76	16,650.19
.00	Street or Road Construction	1,268.22	15,793.40
.00	WATERWORKS OPERATIONS	<u>498.02</u>	<u>14,352.35</u>
	Total	<u>\$11,347.47</u>	

Direct Deposits	Amount
1st Bank Yuma	23,569.68
Bank of America	400.00
Chase Bank	105,563.49
CHASE BANK CA	2,447.08
CHASE BANK MORGAN	1,132.76
chase bank somerton	1,869.09
chase centro	661.69
Federal Credit Union	35,891.12
FEDERAL CREDIT UNION DS	1,068.81
FIRST CREDIT UNION	2,536.88
HUGHES FCU	100.00
National Bank	1,604.62
Navy Federal	5,977.94
NetSpend Corporation DD	120.00
NORTH ISLAND CREDIT UNION	971.92
Sunbank	100.00
THE FOOTHILLS BANK	1,296.40
WASHINGTON FEDERAL	3,641.09
Wells Fargo	53,529.06
WELLS FARGO CA	<u>728.91</u>
Total	<u>\$243,210.54</u> ✓
Check	\$25,030.36

Schedule E

City of San Luis
Payment Batch Register
Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
Batch Date: 02/22/2017

Type	Date	Number Source	Payee Name	EFT Bank/Account	Transaction Amount
Bank Account: 1BYPAYABLE - 1st BY Accounts Payable					
Check	02/22/2017	78665 Accounts Payable	CATANIA, ANDREA		91.00
	Invoice	Date	Description		Amount
	ANDREA 022217	02/22/2017	TRAVEL- AZ PRIMA CHAPTER MEETING		91.00
1BYPAYABLE 1st BY Accounts Payable Totals:			Transactions: 1		\$91.00
Checks:	1		\$91.00		

Angelica
2/22/17
C

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/23/2017

Schedule F

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
Check	02/23/2017	78715	Accounts Payable	YUMA HEALTH CARE SERVICES, INC		354.21
	Invoice		Date	Description		Amount
		78285	02/02/2017	OXYGEN TANK REFILLS		168.15
		71597	02/15/2017	OXYGEN TANK REFILLS		115.04
		69142	02/15/2017	OXYGEN TANK REFILLS FOR SLFD		71.02
Check	02/23/2017	78716	Accounts Payable	YUMA NURSERY SUPPLY		2,056.24
	Invoice		Date	Description		Amount
		296137	02/10/2017	PURCHASE OF GARDEN HOSE & GOPHER TRAPS NEEDED FOR VARIOUS PARKS		195.90
		296005	02/07/2017	PURCHASE OF NURSERY ITEMS FOR THE ELIGIO RAMIREZ PARK PROJECT		1,062.41
		295978	02/07/2017	PURCHASE OF NURSERY ITEMS FOR THE ELIGIO RAMIREZ PARK PROJECT		203.81
		296006	02/07/2017	PURCHASE OF PARTS NEEDED FOR THE MAINTENANCE OF ALL PARKS		424.35
		296136	02/10/2017	PURCHASE OF ROCK NEEDED FOR PARK LANDSCAPE		169.77
Check	02/23/2017	78717	Accounts Payable	YUMA REGIONAL MEDICAL CENTER		818.59
	Invoice		Date	Description		Amount
		3327	02/10/2017	JANUARY PHARMACY CHARGES		818.59
Check	02/23/2017	78718	Accounts Payable	YUMA WINNELSON CO.		1,118.47
	Invoice		Date	Description		Amount
		281179 00	02/02/2017	MATERIAL TO REPAIR PIPES F/ BASIN #1 & #2@EAST WWTP		274.24
		281478 00	02/09/2017	MATERIAL F/ BYPASS SYSTEM CONNECTION@LS #300		844.23
1BYPAYABLE 1st BY Accounts Payable Totals:				Transactions: 53		\$550,687.93

Checks: 53 \$550,687.93

Prepared By:
 Maggie Dominguez
 Date: Maggie
 C 2/23/17

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/23/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
Bank Account: 1BYPAYABLE - 1st BY Accounts Payable						
Check	02/23/2017	78666	Accounts Payable	ALVAREZ, MIGUEL		172.00
	Invoice		Date	Description		Amount
		ALVAREZ 022617	02/23/2017	TRAVEL - AZ LEADERSHIP PROGRAM 20 (WEEK 2)		172.00
Check	02/23/2017	78667	Accounts Payable	BILL ALEXANDER FORD		1,254.48
	Invoice		Date	Description		Amount
		CM332926	02/10/2017	CREDIT		(271.03)
		332926	02/09/2017	PURCHASE REMANUFACTURED TURBO FOR HWY USER DEPT #2935		1,525.51
Check	02/23/2017	78668	Accounts Payable	BLEICH LAW OFFICE		1,200.00
	Invoice		Date	Description		Amount
		2017-00000737	02/09/2017	ATTORNEY FEES		400.00
		2017-00000738	02/09/2017	ATTORNEY FEES		400.00
		2017-00000739	02/09/2017	ATTORNEY FEES		400.00
Check	02/23/2017	78669	Accounts Payable	BORDER CONSTRUCTION SPECIALTIES		856.83
	Invoice		Date	Description		Amount
		INV-5307696	02/09/2017	PURCHASE OF ROCK NEEDED FOR THE ELIGIO RAMIREZ PARK PROJECT		156.70
		INV-5311023	02/14/2017	SAFETY PPE GEAR FOR HU CREW		700.13
Check	02/23/2017	78670	Accounts Payable	CAMARENA, CORNELIUS		800.00
	Invoice		Date	Description		Amount
		5200	02/02/2017	ATTORNEY FEES		400.00
		5201	02/02/2017	ATTORNEY FEES		400.00
Check	02/23/2017	78671	Accounts Payable	CDWG		1,266.93
	Invoice		Date	Description		Amount
		GTQ7316	02/07/2017	HARDWARE ITEMS FOR UTILITIES		1,056.62
		GTG9149	02/06/2017	PURCHASE OF TONER NEEDED FOR CULTURAL CENTER PRINTER		210.31
Check	02/23/2017	78672	Accounts Payable	CITY OF SOMERTON		11,309.00
	Invoice		Date	Description		Amount
		236	02/07/2017	BILLING FEE FOR JANUARY 2017 TRANSPORTS		11,309.00
Check	02/23/2017	78673	Accounts Payable	DAMAGE RECOVERY UNIT		150.00

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/23/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
Invoice						Amount
		TR20150004333		RESTITUTION PYMT		150.00
Check	02/23/2017	78674	Accounts Payable	DESERT WATER		81.53
Invoice						Amount
		29721		5 GAL WATER JUGS FOR FIRE ADMIN		8.85
		913409		14 (FOURTEEN) GAL PROPANE GAS		39.48
		65891		60 (SIXTY) GALS OF WATER FOR FIRE DEPT		9.96
		65892		PURCHASE OF WATER FOR PARKS DEPT		23.24
Check	02/23/2017	78675	Accounts Payable	FACTOR SALES, INC.		160.53
Invoice						Amount
		1770		PURCHASE OF REGISTRATION FORMS FOR RECREATION CENTER		160.53
Check	02/23/2017	78676	Accounts Payable	FISHER CHEVROLET - PARTS		317.71
Invoice						Amount
		453828		PD 0223 EE180		31.24
		453071		PD 0223 EE180		286.47
Check	02/23/2017	78677	Accounts Payable	FISHER CHRYSLER		470.97
Invoice						Amount
		627579		PD 5714 EE180		470.97
Check	02/23/2017	78678	Accounts Payable	FLORES , SAVANNAH SUE		45.00
Invoice						Amount
		CR20150000345		OVERPYMT REFUND		45.00
Check	02/23/2017	78679	Accounts Payable	FNP-C & ASSOCIATES PLLC		80.00
Invoice						Amount
		121		SERGIO VALENZUELA CDL EXAM		80.00
Check	02/23/2017	78680	Accounts Payable	FRESH TERRA SERVICES LLC		1,410.00
Invoice						Amount
		5628		VW ANALYSIS REQUIRED TO COMPLY W/ ADEQ REGULATIONS		730.00
		5663		VW ANALYSIS REQUIRED TO COMPLY W/ ADEQ REGULATIONS		550.00
		5595		VW ANALYSIS REQUIRED TO COMPLY W/ ADEQ REGULATIONS		100.00

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/23/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
		5664		02/10/2017	WW ANALYSIS REQUIRED TO COMPLY W/ ADEQ REGULATIONS	30.00
Check	02/23/2017	78681	Accounts Payable	GALVAN, JESUS		86.72
		Invoice		Date	Description	Amount
		GALVAN 022317		02/23/2017	REIMBURSEMENT - STEEL TOE BOOTS	86.72
Check	02/23/2017	78682	Accounts Payable	GREEN TECH PLUMBING		3,800.00
		Invoice		Date	Description	Amount
		0008		01/31/2017	PURCHASE AND INSTALL 164,000 WATER SOFTENER FOR MUNICIPAL COURT	2,400.00
		00013		02/23/2017	PURCHASE AND INSTALL 164,000 WATER SOFTENER FOR MUNICIPAL COURT	1,400.00
Check	02/23/2017	78683	Accounts Payable	GUARDIAN MEDICAL PRODUCTS, LLC		40.00
		Invoice		Date	Description	Amount
		5719515		02/08/2017	MEDICAL SUPPLIES FOR SLFD	40.00
Check	02/23/2017	78684	Accounts Payable	GUERRA, RUTH		500.00
		Invoice		Date	Description	Amount
		33		02/17/2017	INTERPRETATION SERVICES FOR COURT - 02/13/17-02/17/17	500.00
Check	02/23/2017	78685	Accounts Payable	GUST ROSENFELD P.L.C.		1,619.95
		Invoice		Date	Description	Amount
		319759		02/08/2017	LEGAL SERVICES	1,300.00
		319521		02/03/2017	LEGAL SERVICES	319.95
Check	02/23/2017	78686	Accounts Payable	HILL BROTHERS CHEMICAL CO.		4,626.36
		Invoice		Date	Description	Amount
		4430152		02/07/2017	BLEACH USED TO DISINFECT DISCHARGE/SCRUBBER SYSTEM@WEST WWTP	4,626.36
Check	02/23/2017	78687	Accounts Payable	HUERTA, ELIA ADRIANA		16.00
		Invoice		Date	Description	Amount
		TR201402705		02/23/2017	OVERPYMT REFUND	16.00
Check	02/23/2017	78688	Accounts Payable	LAWSON PRODUCTS INC.		110.73
		Invoice		Date	Description	Amount
		9304711960		02/10/2017	PURCHASE MOLY CHAIN LUBRICANT FOR HWY USER DEPT#1277, 5204, 3580	110.73
Check	02/23/2017	78689	Accounts Payable	LEXIS NEXIS RISK DATA MANAGEMENT INC.		110.71

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/23/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
Invoice						Amount
1499424-20170131						110.71
Check	02/23/2017	78690	Accounts Payable	LOPEZ , JAVIER		295.00
Invoice						Amount
210217						295.00
Check	02/23/2017	78691	Accounts Payable	LOWE'S HIW, INC.		638.90
Invoice						Amount
993777						156.11
997793						676.95
918726						(194.15)
0078013						(0.01)
Check	02/23/2017	78692	Accounts Payable	LPC CONSTRUCTION, INC		491,681.83
Invoice						Amount
4						491,681.83
Check	02/23/2017	78693	Accounts Payable	MEMBERSHIP LOCKBOX 4047		1,861.00
invoice						Amount
124558						1,861.00
Check	02/23/2017	78694	Accounts Payable	NEWMAN TRAFFIC SIGNS		4,436.87
Invoice						Amount
TI-0306253						3,716.87
TI-0306110						720.00
Check	02/23/2017	78695	Accounts Payable	O'REILLY AUTO PARTS		272.78
Invoice						Amount
2771-409505						256.76
2771-407896						16.02
Check	02/23/2017	78696	Accounts Payable	ORTIZ GOMEZ , JESUS		30.00
Invoice						Amount
CR2016000321						30.00
Check	02/23/2017	78697	Accounts Payable	PACIFIC MEDICAL WASTE		55.00

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/23/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
	Invoice			Description		Amount
	W 5367			MEDICAL DISPOSAL FEE FROM 1/23/2017		55.00
Check	02/23/2017	78698	Accounts Payable	PHOENIX UNIFORMS		2,763.90
	Invoice			Description		Amount
	928746			UNIFORMS FOR PD		2,763.90
Check	02/23/2017	78699	Accounts Payable	PITNEY BOWES CREDIT CORP		98.35
	Invoice			Description		Amount
	3100996776			MAILING SYSTEM FOR COURT		98.35
Check	02/23/2017	78700	Accounts Payable	PRIETO, ERNESTO		44.00
	Invoice			Description		Amount
	PRIETO 021317			TRAVEL - CASE FOLLOW UP/ RESIDENTIAL BURGLARY SUSPECT INTERVIEW		44.00
Check	02/23/2017	78701	Accounts Payable	QUIÑONES TIRES LLC		9.00
	Invoice			Description		Amount
	042			TIRE REPAIR ON SL GOLF CAR		9.00
Check	02/23/2017	78702	Accounts Payable	RDO EQUIPMENT CO.		138.28
	Invoice			Description		Amount
	P37437			PURCHASE WHEEL TO REPAIR PARKS #3616		138.28
Check	02/23/2017	78703	Accounts Payable	RELIABLE AUTO INC.		1,696.72
	Invoice			Description		Amount
	2357			TRAILER TO TRANSPORT GARBAGE CONTAINERS DURING MAIN ST CLEAN-UP		1,696.72
Check	02/23/2017	78704	Accounts Payable	RUIZ, ANDREA		40.00
	Invoice			Description		Amount
	RUIZ 022317			REIMBURSEMENT - PURCHASE OF DEPOSIT BAGS 120916		40.00
Check	02/23/2017	78705	Accounts Payable	SANCHEZ , BRAULIO S		1,200.00
	Invoice			Description		Amount
	315			ATTORNEY FEES		400.00
	316			ATTORNEY FEES		400.00
	317			ATTORNEY FEES		400.00

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/23/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
Check	02/23/2017	78706	Accounts Payable	SANTIAGO, JOSE V.		100.00
	Invoice		Date	Description		Amount
		SANTIAGO 022317	02/23/2017	REIMBURSEMENT - STEEL TOE BOOTS		100.00
Check	02/23/2017	78707	Accounts Payable	SHERWIN WILLIAM		163.92
	Invoice		Date	Description		Amount
		2945-3	02/10/2017	MATERIAL TO REPAINT FIRE HYDRANTS		163.92
Check	02/23/2017	78708	Accounts Payable	SMITH, RALPH E. SR.		810.00
	Invoice		Date	Description		Amount
		24697	01/31/2017	MICROBIOLOGICAL ANALYSIS - COMPLIANCE TESTING - JANUARY 2017		810.00
Check	02/23/2017	78709	Accounts Payable	STANDARD PRINTING COMPANY, INC		1,274.04
	Invoice		Date	Description		Amount
		249204	02/06/2017	OUTSOURCE FOR PREPARING/PRINTING MONTHLY UTILITY BILLS		1,274.04
Check	02/23/2017	78710	Accounts Payable	SUN RENTAL AND SALES INC.		780.50
	Invoice		Date	Description		Amount
		180420	02/17/2017	TOOLS & EQUIPMENT F/ MAINTENANCE/CLEAN-UP ON MAIN ST		780.50
Check	02/23/2017	78711	Accounts Payable	SUN STATE RECREATION CO.		3,437.97
	Invoice		Date	Description		Amount
		734	02/17/2017	PURCHASE OF PICNIC TABLES FOR ELIGIO RAMIREZ PARK		3,437.97
Check	02/23/2017	78712	Accounts Payable	THE LOZANO LAW FIRM PLLC		800.00
	Invoice		Date	Description		Amount
		324	02/02/2017	ATTORNEY FEES		400.00
		325	02/02/2017	ATTORNEY FEES		400.00
Check	02/23/2017	78713	Accounts Payable	ULINE, INC.		755.35
	Invoice		Date	Description		Amount
		83608860	01/18/2017	MINOR EQUIPMENT FOR HR OFFICE		755.35
Check	02/23/2017	78714	Accounts Payable	US POST MASTER		2,471.56
	Invoice		Date	Description		Amount
		132949	02/06/2017	MONTHLY POSTAGE FOR UTILITY BILL MAILING - FEB17		2,471.56

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/23/2017

Schedule G

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
Invoice						Amount
		623		01/27/2017	INSTALLATION OF HAND DRYERS AT GYM, CULTURAL & YOUTH CENTERS	2,386.00
		622		01/27/2017	INSTALLATION OF HAND DRYERS AT GYM, CULTURAL & YOUTH CENTERS	2,881.00
		621		01/27/2017	INSTALLATION OF HAND DRYERS AT GYM, CULTURAL & YOUTH CENTERS	2,882.00
Check	02/23/2017	78730	Accounts Payable	QUINONEZ, FRANCISCO		150.00
Invoice						Amount
		2112		02/01/2017	TOWING SERVICES	75.00
		2324		02/03/2017	TOWING SERVICES	75.00
Check	02/23/2017	78731	Accounts Payable	ROBERT L. CAMPBELL STRUCTURAL ENGINEER, P.C		640.00
Invoice						Amount
		4315		02/22/2017	PLAN REVIEW FOR LAS QUINTAS II RETAINING WALL	640.00
Check	02/23/2017	78732	Accounts Payable	THOMSON WEST PUBLISHING CO.		754.32
Invoice						Amount
		835538703		02/01/2017	WEST LAW SERVICES FOR ATTORNEY	754.32
Check	02/23/2017	78733	Accounts Payable	YUMA COUNTY BAR ASSOCIATION		30.00
Invoice						Amount
		2017-00000740		02/23/2017	MEMBERSHIP DUES	30.00
Check	02/23/2017	78734	Accounts Payable	YUMA HEALTH CARE SERVICES, INC		132.65
Invoice						Amount
		76900		02/02/2017	OXYGEN K TANK REFFILS FOR SLFD, OXSLFD	132.65
1BYPAYABLE 1st BY Accounts Payable Totals:						\$58,376.09

Checks: 16 \$58,376.09

Transactions: 16

Prepared By:
 Maggie Dominguez
 Date: Maggie B
2/23/17

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/23/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
Bank Account: 1BYPAYABLE - 1st BY Accounts Payable						
Check	02/23/2017	78719	Accounts Payable	AMERICAN PLANNING ASSOCIATION		250.00
		Invoice	Date	Description		Amount
		301842-1711	01/27/2017	MEMBERSHIP		250.00
Check	02/23/2017	78720	Accounts Payable	ANDRITZ SEPARATION INC		11,694.35
		Invoice	Date	Description		Amount
		8480070737	02/16/2017	REPLACEMENT SCREEN FOR BASIN #1, 2@WEST WWTP		11,694.35
Check	02/23/2017	78721	Accounts Payable	ANGEL'S TOWING SERVICE/AUTO SALES		375.00
		Invoice	Date	Description		Amount
		17-2644	02/08/2017	TOWING SERVICES		75.00
		17-2693	02/09/2017	TOWING SERVICES		75.00
		17-90	02/10/2017	TOWING SERVICES		75.00
		2563	02/13/2017	TOWING SERVICES		75.00
		2565	02/14/2016	TOWING SERVICES		75.00
Check	02/23/2017	78722	Accounts Payable	ARIZONA BRAKE & CLUTCH SUPPLY		1,357.05
		Invoice	Date	Description		Amount
		44025	02/09/2017	HWY USER 3580 EE180		54.53
		44024	02/09/2017	HWY USER 4344 EE180		87.58
		43746	02/01/2017	SW 3270 EE180		581.22
		43755	02/01/2017	SW 3270EE180		99.76
		43839	02/02/2017	SW 3270 EE180		72.87
		43833	02/02/2017	FIRE 7728 EE180		166.50
		44135	02/13/2017	HWY USER 3580 EE180		126.17
		44304	02/20/2017	SW 0487 EE180		168.42
Check	02/23/2017	78723	Accounts Payable	AUTOZONE STORES, INC		42.25
		Invoice	Date	Description		Amount
		2756616198	02/16/2017	PURCHASE OIL FOR POLICE DEPARTMENT #0055		42.25
Check	02/23/2017	78724	Accounts Payable	BILL ALEXANDER FORD		1,004.93
		Invoice	Date	Description		Amount

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/23/2017

Type	Date	Number	Source	Payee Name	EFT Bank/Account	Transaction Amount
		332657		02/03/2017	PD 2918 EE180	88.42
		332701		02/03/2017	PD 0566 EE180	133.94
		332693		02/03/2017	HWY USER 2935 EE180	209.96
		332694		02/03/2017	WATER 4832 EE180	144.97
		332775		02/06/2017	HWY USER 2935 EE180	25.02
		332794		02/07/2017	WATER 4832 EE180	22.42
		332822		02/07/2017	FIRE 6467 EE180	13.80
		332868		02/08/2017	HWY USER 2935 EE180	253.48
		333408		02/21/2017	FLEET SER 1172 EE180	112.92
Check	02/23/2017	78725	Accounts Payable	CHAPMAN FORD LLC		26,905.16
	Invoice		Date	Description		Amount
		170259		02/23/2017	NEW 2017 FORD EXP FOR FLEET SERVICES VIN#7235	26,905.16
Check	02/23/2017	78726	Accounts Payable	JJ KELLER & ASSOCIATES		2,431.30
	Invoice		Date	Description		Amount
		9101460540		10/19/2016	FMLA ANNUAL PAYMENT FOR HR DEPT	582.91
		9101409037		09/14/2016	FMLA ANNUAL PAYMENT FOR HR DEPT	1,835.00
		2017-00000742		02/23/2017	FINANCE CHARGES	13.39
Check	02/23/2017	78727	Accounts Payable	LAW OFFICE OF JEREMY CLARIDGE, PLC		3,200.00
	Invoice		Date	Description		Amount
		20617		02/01/2017	ATTORNEY FEES	400.00
		20618		02/01/2017	ATTORNEY FEES	400.00
		20619		02/01/2017	ATTORNEY FEES	400.00
		20620		02/01/2017	ATTORNEY FEES	400.00
		20621		02/01/2017	ATTORNEY FEES	400.00
		20622		02/01/2017	ATTORNEY FEES	400.00
		20623		02/01/2017	ATTORNEY FEES	400.00
		20624		02/01/2017	ATTORNEY FEES	400.00
Check	02/23/2017	78728	Accounts Payable	LOOMIS		1,260.08
	Invoice		Date	Description		Amount
		11955185		01/31/2017	ARMORED CAR SERVICE, FUEL & INSURANCE FEES	1,260.08
Check	02/23/2017	78729	Accounts Payable	M & Y ELECTRICAL LLC		8,149.00

Schedule H

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/23/2017

Type	Date	Number Source	Payee Name	EFT Bank/Account	Transaction Amount
		Account Type	Account Number	Transaction Date	Transaction Type
Check	02/23/2017	78746 Utility Management Refund	MENDOZA, ARACELY		149.16
		Account Type	Account Number	Transaction Date	Transaction Type
Check	02/23/2017	78747 Utility Management Refund	PICHARDO, DIANA		33.68
		Account Type	Account Number	Transaction Date	Transaction Type
Check	02/23/2017	78748 Utility Management Refund	RAMIREZ, GLORIA & MARIA NAVARRETE		55.19
		Account Type	Account Number	Transaction Date	Transaction Type
		Residential	1560-011	02/15/2017	Refund - Account Credit
Check	02/23/2017	78749 Utility Management Refund	RITCHIE, DORA		112.56
		Account Type	Account Number	Transaction Date	Transaction Type
Check	02/23/2017	78750 Utility Management Refund	ROSALES, DENIA		50.87
		Account Type	Account Number	Transaction Date	Transaction Type
Check	02/23/2017	78751 Utility Management Refund	SILVA, BLANCA & ROCIO ANDRADE		16.46
		Account Type	Account Number	Transaction Date	Transaction Type
		Residential	8345-006	02/13/2017	Refund - Account Credit
Check	02/23/2017	78752 Utility Management Refund	VALLEJO, JOSE G		129.84
		Account Type	Account Number	Transaction Date	Transaction Type
1BYPAYABLE 1st BY Accounts Payable Totals:			Transactions: 18		\$2,345.09
Checks:	18		\$2,345.09		

Prepared By:
 Maggie Dominguez
 Date: Maggie
 2/23/17

City of San Luis
Payment Batch Register
 Bank Account: 1BYPAYABLE - 1st BY Accounts Payable
 Batch Date: 02/23/2017

Type	Date	Number Source	Payee Name	EFT Bank/Account	Transaction Amount
Bank Account: 1BYPAYABLE - 1st BY Accounts Payable					
Check	02/23/2017	78735 Utility Management Refund	ARIAS , MICHAEL		15.49
		Account Type	Account Number	Transaction Date	Transaction Type
		Residential	9452-002	02/15/2017	Refund - Account Credit
Check	02/23/2017	78736 Utility Management Refund	BERRELLEZA , ALEISSA A		100.67
		Account Type	Account Number	Transaction Date	Transaction Type
Check	02/23/2017	78737 Utility Management Refund	CERVANTES , ADRIANA		155.99
		Account Type	Account Number	Transaction Date	Transaction Type
Check	02/23/2017	78738 Utility Management Refund	DEL MUNDO COMPANY LLC		940.58
		Account Type	Account Number	Transaction Date	Transaction Type
		Commercial	70223-002	02/16/2017	Refund - Account Credit
Check	02/23/2017	78739 Utility Management Refund	DELGADO, JUAN & LAURA MURILLO		117.24
		Account Type	Account Number	Transaction Date	Transaction Type
Check	02/23/2017	78740 Utility Management Refund	GARCIA , GILDARDO , JR.		31.20
		Account Type	Account Number	Transaction Date	Transaction Type
		Residential	5036-002	02/15/2017	Refund - Account Credit
Check	02/23/2017	78741 Utility Management Refund	KELLEY , ROBERT M		10.22
		Account Type	Account Number	Transaction Date	Transaction Type
		Residential	1257-004	02/15/2017	Refund - Account Credit
Check	02/23/2017	78742 Utility Management Refund	LANDA , MARCOS		107.03
		Account Type	Account Number	Transaction Date	Transaction Type
Check	02/23/2017	78743 Utility Management Refund	LOPEZ DE CASTRO , GUADALUPE		203.71
		Account Type	Account Number	Transaction Date	Transaction Type
Check	02/23/2017	78744 Utility Management Refund	LOPEZ, JUAN & MAYRA DE LOPEZ		81.02
		Account Type	Account Number	Transaction Date	Transaction Type
Check	02/23/2017	78745 Utility Management Refund	MARQUEZ , MARIA		34.18



AGENDA ITEM REVIEW FORM

Regular City Council Meeting

6.A.

Meeting Date: 03/08/2017

Department Head: Ketié St. Louis, Finance Director, Finance Department

Submitted By: Ketié St. Louis, Finance Director, Finance Department

Action Requested: Motion

ITEM:

Discussion and possible action on any and all matters regarding the approval and acceptance for filing the Comprehensive Annual Financial Report for the City of San Luis, fiscal year ended June 30, 2016. (Heinfeld, Meech & Co., P.C.)

SUMMARY:

The Comprehensive Annual Financial Report (CAFR) is an audit of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund and the aggregate remaining fund information of the City as of and for the year ended June 30, 2016 (CAFR 2016). The audit was conducted in accordance with auditing standards generally accepted in the United States of America and was performed for the purpose of complying with A.R.S. §9-481. The report is available on line.

RECOMMENDATION / SUGGESTED MOTION:

I MOVE TO APPROVE AND ACCEPT THE FILING OF THE COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE CITY OF SAN LUIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016.

Supporting information not attached to the Agenda Item Review Form:

N/A

Document to be Recorded?: No

N/A

Fiscal Impact

IS THERE FISCAL IMPACT ASSOCIATED WITH THIS ITEM: N/A

CITY/STATE/FEDERAL FUNDS: N/A

TOTAL: N/A

BUDGETED AMOUNT: N/A

AVAILABLE AMOUNT TO TRANSFER: N/A

ACCT NAME & GL#/REMAINING BALANCE BEFORE PURCHASE: NA/

FISCAL IMPACT STATEMENT (IF THIS IS A BUDGET TRANSFER, YOU MUST ATTACH THE BUDGET ADJUSTMENT FORM):

There is no fiscal impact for this item.

Attachments

2016 Comprehensive Annual Financial Report (CAFR)



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2016



CITY OF SAN LUIS, AZ
COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year ended
June 30, 2016

City of San Luis, Arizona



Prepared By: Department of Finance

**Ketie St. Louis, Finance Director
Chief Financial Officer**

CITY OF SAN LUIS, ARIZONA
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2016

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INTRODUCTORY SECTION



City of San Luis

Finance Department

December 21, 2016

Honorable Mayor, City Council, City Manager and Citizens of the City of San Luis, Arizona:

I am pleased to present the Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2016. Laws of the State of Arizona require that all local governments publish a complete set of audited financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the City of San Luis for the fiscal year ended June 30, 2016.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive frame-work of internal control that it has established for this purpose. The internal control framework is designed both to protect the government's assets from loss, theft or misuse and to allow the compilation of sufficient reliable information for the preparation of financial statements. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. We believe the data, as presented in this report, is accurate in all material respects and is presented in a manner which fairly sets forth the financial position and results of operations of the City on both a city-wide and fund basis. Furthermore, we believe that all disclosures necessary to enable the reader to gain an understanding of the City's financial activity and financial stability have been included.

The basic financial statements and related notes have been audited by an independent firm of certified public accountants, Heinfeld, Meech & Co., P.C., whose report is included herein. As stated in the independent auditors' report, the goal of the independent audit was to provide reasonable assurance that the financial statements are free from material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the financial statements of the City of San Luis, Arizona for the

fiscal year ended June 30, 2016, are fairly presented, in all material respects, in conformity with GAAP. The independent auditors' report is located at the front of the financial section of this report.

The independent audit of the financial statements of San Luis is usually part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the government's internal controls and compliance with legal requirements. A grant reform that increased single-audit threshold, changed audit rules for fiscal years beginning on or after January 1, 2015. As a result of the new rules, the City was not required to undergo a single-audit due to the expended amounts that fell below the \$750,000 margin in federal dollars during the audited year. However, the City is required to make records available for review or audit by appropriate officials of the federal agencies and the U.S. Government Accountability Office.

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

Profile of the Government

The City of San Luis, incorporated in 1979, is located in the southwestern corner of Arizona immediately adjacent to both Mexico and California. It currently occupies 30 squares miles and serves a population of approximately 34,000. The City of San Luis is empowered by state statute to extend its corporate limits by annexation, which it has done from time to time. Policy-making and legislative authority are vested in a governing council (Council) consisting of the Mayor and six Council Members, all elected on a non-partisan basis. The Mayor is elected at-large for a four-year term. Council members are elected, for four-year terms, with four members elected every two years. The City Council is responsible for passing ordinances, adopting the budget, appointing committee, commission, and board members, and appointing the positions of City Manager, City Attorney, and Magistrate. The City Manager is responsible for carrying out the policies and ordinances of the City Council, as well as overseeing the day-to-day operations of the City.

Between the 2000 census and the 2010 census the City's population increased by over 66.46 percent, from approximately 15,400 to approximately 25,500. The estimated current population is approximately 34,000. Based on current projections, population growth trends are expected to continue, at the same pace. While having a positive impact, this growth will continue to present challenges to the City in providing its current high level of services.

The City provides a full range of municipal services, including police and fire protection, solid waste services, water and sewer services, construction and maintenance of streets, recreational and cultural activities, planning and zoning services, and general administrative services. San Luis offers a wide range of community facilities including two community centers, one swimming pool, and 5 parks encompassing 41 acres.

This report includes financial statements on both a government-wide and a fund basis for the primary government as well as its component units. Component units are separate legal entities included in the reporting entity due to the significance of their financial or operational relationship with the City. Criteria used by the City for inclusion of activities in preparing its financial statements are in conformity with GASB Statement No.14, "*The Financial Reporting Entity*". Blended component units, although legally separate entities, are, in substance, part of the primary government's operations and are included as part of the primary government. Accordingly, the financial reporting entity consists of the City and one blended component unit, the San Luis Community Facilities District as discussed further in Note 1.A of the notes to the financial statements.

Financial information

Internal Control: Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse and to ensure that adequate accounting information is compiled to prepare financial statements in accordance with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived and (2) the evaluation of costs and benefits requires estimates and judgments by management.

Budget Control: The City of San Luis, like all cities in the State of Arizona, is subject to numerous budget and related legal requirements. Article IX, Section 20 (1) of the Arizona Constitution sets limits on the City's legal budget capacity. The city's expenditure limitation for fiscal year 2016 was \$41 million.

The annual operating budget which is adopted by ordinance each fiscal year serves as the base for the City's financial planning and control. Budgets are developed on a departmental basis by expenditure function within a fund. The budgets display all of the City's financial operations including funding for one corporation outside the City's organizational structure. The Council adopted a Strategic Plan for San Luis, and in order to implement the Strategic Plan, each department and intergovernmental agency receiving City funds was asked to address the strategies in its requested budget documents. The City Manager submits the annual balanced budget to City Council before June each year. A public hearing on the budget is held in the middle of June with an expected budget adoption by June 30. The City is required to publish specific information, notices, and hold public hearings as defined by state statute. After all these requirements are met, the City may adopt the budget by August 15 or soon thereafter.

Economic Condition of City of San Luis, Arizona

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates.

Local economy

Retail trade, agriculture and manufacturing form a large portion of the local economy. Another significant segment is the light industry located on both sides of the United States/Mexico border. A new 40-acre privately owned industrial park was completed and a 40-acre commercial area is currently under construction in East San Luis along Highway 195. The State also is a significant economic presence thanks to the state prison that provides employment to more than 900 professional and staff. In addition, since San Luis is a border/US Port of entry, the U.S. Government departments of INS, Customs and U.S. Marshall Prison facilities provide hundreds of jobs stationed in San Luis.

The economy of the City is gradually improving. A major company is contemplating a hotel complex designed to enhance the overall concept of the downtown area of San Luis. The realization of the project will attract other major new commercial and office developments enhancing the economic outlook for the City.

The overall trend has been that commercial development is dependent on, and follows, residential development activity. Since residential construction is slightly on the rise, commercial activity will certainly take a turn for the best as well. As a result, the City of San Luis will become a major commercial market for new construction within the Yuma County area.

Long-Term Financial Planning

The City's financial planning process is guided by the budget process. This process includes the annual budget that each department presents for review followed by acceptance, reductions or additions depending on revenue and expenditure forecasts. Needless to say that the budget process includes input from City Council, the City Manager and citizens and also includes community budget hearings. The City Council formally adopts the budget for the following year by the end of June.

As part of the budget process, user fees related to enterprise funds are updated annually for applicable increases based on an existing rate study plan. It is customary for the water, wastewater and sanitation funds to initiate bi-annually a review of existing rate study that extends over a ten-year financial forecasts in order to determine the long term funding availability. The City Council reviews the updated financial plans and the associated rates necessary to support the enterprise funds and their capital projects.

Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to San Luis for its CAFR for the fiscal year that ended June 30, 2015. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standard for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized CAFR, with contents conforming to program

standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A certificate of Achievement is valid for a period of one year only. The City has received a Certificate of Achievement for last fiscal year. We believe that our current CAFR continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA.

The preparation of this Comprehensive Annual Financial Report would not have been possible without the efficient and dedicated services of the staff of the Finance Department as well as the excellent cooperation and assistance of other City employees who contributed to its preparation. Sincere appreciation also must be given to the Mayor and the governing Council for their unfailing support for maintaining the highest standards of professionalism in the management of the City of San Luis' finances. We also wish to thank the City's Independent Auditors, Heinfeld, Meech & Co., P.C., for their assistance in matters pertaining to the financial affairs of the City.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Kettie St. Louis".

Kettie St. Louis, CPA
Finance Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of San Luis
Arizona**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015

Executive Director/CEO

CITY COUNCIL



Elected officials

As of June 30, 2016

Gerardo Sanchez
Mayor

Matias Rosales
Vice-Mayor
Africa L. Carrasco
Councilmember
Gloria Torres
Councilmember

Maria C. Ramos
Councilmember
Mario Buchanan
Councilmember
Ruben A. Walshie
Councilmember



Appointed officials

Tadeo De La Hoya
Interim City Manager

Attorney
City Clerk
Community Development Director
Culture and Recreation Director
Finance Director
Fire Chief
Fleet & Facilities Director
Human Resources Director
Information Technology Director
Magistrate
Planning & Zoning Director
Public Works Director
Risk & Property Manager
Senior Services Director
Utilities Director

Kay Macuil
Sonia Cornelio
Jenny Torres
Lizandro Galaviz
Ketie St. Louis
Hank Green
Vacant
Vacant
Derek Duenas
Kristin McManus
John Starkey
Eulogio Vera
Andrea Catania
Aracely DeLaHoya
Olivia Jenkins



FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, and Members of the City of San Luis Council
City of San Luis, Arizona

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, the discretely presented component unit, and the aggregate remaining fund information of City of San Luis, Arizona (City), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, the discretely presented component unit, the budgetary comparison statements for the General Fund and major special revenue fund, and the aggregate remaining fund information of the City of San Luis, Arizona, as of June 30, 2016, 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.

Discretely Presented Component Unit- Deficit Position

As discussed in Note 13 to the financial statements, the Detention Facility, the discretely presented component unit, has a significant deficit in fund balance at year end. The fund continues to operate at a deficit and plans for restructuring the operations are being considered. Our opinion is not modified with respect to this matter.

Change in Accounting Principle

As described in Note 1, the City implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 72, *Fair Value Measurement and Application*, for the year ended June 30, 2016, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

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, net pension liability information, and other post-employment benefit information as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The Introductory Section, Combining Fund Financial Statements and Schedules, and Statistical Section as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The Introductory Section and Statistical Section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2016, on our consideration of City of San Luis, 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 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 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 San Luis, Arizona's internal control over financial reporting and compliance.

Heinfeld, Meech & Co., P.C.

Heinfeld, Meech & Co., P.C.
Phoenix, Arizona
December 21, 2016



MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
(Required Supplementary Information)

**CITY OF SAN LUIS, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

As management of the City of San Luis, Arizona (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2016. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the basic financial statements, which follow this discussion and analysis.

FINANCIAL HIGHLIGHTS FOR FISCAL YEAR 2016

- The assets of the City exceeded the liabilities at the close of the fiscal year by \$65.8 million.
- The City's net position of governmental activities increased approximately \$6.19 million to \$47.07 million and business-type activities increased \$3.48 million to \$18.77 million representing 71 percent and 29 percent respectively, of the total net position of \$65.84 million.
- As of the close of the fiscal year the City's governmental funds reported combined ending fund balances of \$12.24 million, a decrease of \$.962 million over the prior year. Approximately 8.6 percent of this amount, or \$1.05 million, is restricted or non-spendable.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$9.21 million, or 53 percent of total general fund expenditures and transfers for the fiscal year.
- General revenues from governmental activities accounted for \$15.66 million in revenues or 52.4 percent of all revenues from governmental activities. Program specific revenues in the form of charges for services and grants and contributions accounted for \$14.59 million or 47.6 percent of total governmental activities. The City had \$11.26 million of program revenues related to business-type activities.
- The City had \$23.67 million in expenses related to governmental activities; of which \$14.59 million of these expenses were offset by program specific charges for services or grants and contributions. General revenues of \$15.66 million were adequate to provide for the costs of these programs. The City had \$8.15 million in expenses related to business-type activities that were offset by program specific charges for services or grants and contributions.
- Among major governmental funds, the general fund had \$16.65 million in revenues, which primarily consisted of taxes, licenses and permits, fines and forfeitures, intergovernmental, and rent revenues. The total expenditures of the general fund were \$15.6 million. The general fund's fund balance decreased from \$10.2 to \$9.4 million. The highway users fund had revenues of \$2.4 million, which consisted primarily of intergovernmental revenues, and expenditures of \$2.72 million.

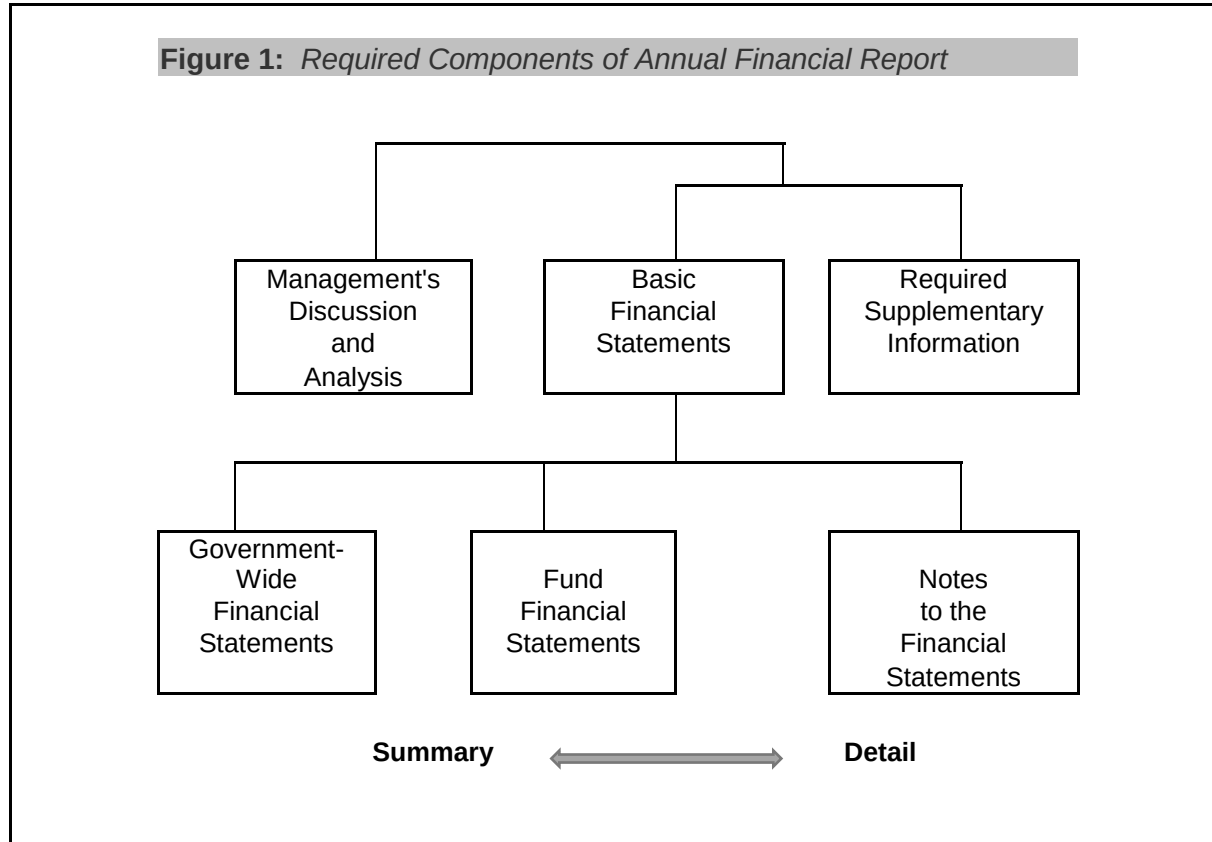
OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements, which are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements (see Figure 1). In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the fiscal condition of the City.

**CITY OF SAN LUIS, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

OVERVIEW OF FINANCIAL STATEMENTS (CONTINUED)

The following diagram shows how the required components of this comprehensive annual financial report are arranged and relate to one another.



Government-wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a financial statement of a private-sector business. These statements are prepared under the full-accrual basis of accounting where all the current year's revenues and expenses are included regardless of when cash is received or paid. The government-wide statements provide short and long-term information about the City's financial status as a whole. These two statements report the City's net position and how they have changed. The statement of net position and the statement of activities help to determine if the City is in a better financial position as a result of the current year's activities.

The *statement of net position* reflects the City's net position at the end of the fiscal year. The net position of the City are the difference between total assets and total liabilities. Measuring net position is one way to evaluate the City's financial condition.

The *statement of activities* presents information showing how the City's net position changed during the 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 or 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., earned but unused vacation leave).

**CITY OF SAN LUIS, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

OVERVIEW OF FINANCIAL STATEMENTS (CONTINUED)

In the government-wide financial statements the City's activities are presented in the following three categories:

- **Governmental activities** – Most of the City's basic services are included here, such as general government, public safety, health and welfare, culture and recreation, community development, and public works and streets. Sales taxes, intergovernmental, licenses and permits, and fines and forfeitures revenue finance most of these activities.
- **Business-type activities** – The services provided by the City included here are water, wastewater, business center, sanitation, and business incubator. The services are financed through user fees and charges.
- **Discretely presented component unit** – The City includes the activities of another entity in its report – The San Luis Facility Development Corporation, which owns the Detention Facility. Although legally separate, the "component unit" is required to be included for fair presentation in conformity with Generally Accepted Accounting Principles. Financial information for the component unit is reported separately from the financial information for the primary government.

The government-wide financial statements are on pages 1-4 of this report.

Fund Financial Statements. The fund financial statements provide a more detailed look at the City's most significant activities. 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 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds, and proprietary 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 of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in funds balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

**CITY OF SAN LUIS, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

OVERVIEW OF FINANCIAL STATEMENTS (CONTINUED)

The City maintains 9 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the general, highway users and municipal projects bond funds, all of which are considered to be major funds. Data from the other 6 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements and schedules in the other supplementary information section presented immediately following the notes to the financial statements.

- **Proprietary funds.** The City has two types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses separate enterprise funds to account for its water, wastewater, business center, sanitation and business incubator, all five of which are presented as major funds of the City. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. *Internal Service Funds* are an accounting device used to accumulate and allocate costs internally among the functions of the City. The City uses an internal service fund to account for its self-insurance programs. Because this operation benefits predominantly governmental rather than business-type activities, the internal service fund has been included with the governmental activities in the government-wide financial statements.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are on pages 15-54 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also includes certain *required supplementary information* concerning the City's progress in funding its obligation to provide health insurance benefits to retirees and pension benefits to its Public Safety employees. Required supplementary information can be found on page 55-60.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

As noted previously, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, (see figure 2) assets exceeded liabilities by \$65.84 million as of June 30, 2016. By far the largest portion of the City's net position (89 percent) reflects its net investment in capital assets (e.g., land, construction in progress, buildings and improvements, machinery and equipment, and infrastructure), less any related debt still outstanding that was used to acquire those assets. The City uses these capital assets to provide services to its 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.

**CITY OF SAN LUIS, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

GOVERNMENT-WIDE FINANCIAL STATEMENTS (CONTINUED)

The following table presents a summary of the City's net position for the fiscal years ended June 30, 2016 and 2015.

NET POSITION						
Figure 2	Governmental Activities		Business-type Activities		Total	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Current and other assets	\$16,637,871	\$18,534,175	\$11,129,574	\$11,499,777	\$27,767,445	\$30,033,952
Capital assets	59,422,072	52,648,224	48,773,372	46,734,124	108,195,444	99,382,348
Total Assets	76,059,943	71,182,399	59,902,946	58,233,901	135,962,889	129,416,300
Total Deferred Outflow of Resources	2,395,595	1,918,841	283,939	259,895	2,679,534	2,178,736
Long-term liabilities	26,873,734	27,035,641	39,163,731	40,335,359	\$66,037,465	67,371,000
Other liabilities	2,885,587	3,480,315	1,848,866	2,357,637	4,734,453	5,837,952
Total Liabilities	29,759,321	30,515,956	41,012,597	42,692,996	70,771,918	73,208,952
Total Deferred inflow of Resources	1,624,352	1,702,455	409,012	512,404	2,033,364	2,214,859
Net Position						
Net Investment in Capital assets	43,224,321	35,443,285	15,188,424	13,550,172	58,412,745	48,993,457
Restricted	1,785,917	2,383,498	7,214,146	8,444,571	9,000,063	10,828,069
Unrestricted	2,061,627	3,056,046	(3,637,294)	(6,706,347)	(1,575,667)	(3,650,301)
Total net position	\$47,071,865	\$40,882,829	\$18,765,276	\$15,288,396	\$65,837,141	\$56,171,225

Governmental Activities: Net position in governmental activities saw an increase of \$6.19 million. The reasons for this change can be summarized as follows:

- Program revenues covered 63.4 percent of program expenses increasing from 38.7 percent from last year.
- Program revenues totaled \$14.6 million, which was an increase of \$6.4 million from the previous year. General revenues on the other hand increased from the prior year by over \$.66 million totaling \$15.66 million. This amounts to an overall increase in total revenue of 28.7 percent.
- Expenses totaled \$23.7 million, a 2.0 percent increase compared to the previous year.

**CITY OF SAN LUIS, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

GOVERNMENT-WIDE FINANCIAL STATEMENTS (CONTINUED)

Figure 3.	Governmental Activities		Business-type Activities		Total	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Revenues						
Program Revenues:						
Charges for services	\$4,068,017	\$4,609,286	\$9,316,935	\$8,778,375	\$13,384,952	\$13,387,661
Operating grants and contributions	2,709,123	2,989,656	-	-	2,709,123	2,989,656
Capital grants and contributions	7,816,499	612,897	1,941,586	1,177,792	9,758,085	1,790,689
General Revenues:						
City sales taxes	7,448,887	7,324,294	-	-	7,448,887	7,324,294
Franchise taxes	435,822	439,034	-	-	435,822	439,034
Other taxes	-	122,163	-	-	-	122,163
State shared revenues	7,123,544	6,936,337	-	-	7,123,544	6,936,337
Investment earnings	26,179	19,300	24,708	21,667	50,887	40,967
Miscellaneous	624,606	246,626	(48,015)	-	576,591	246,626
Transfer	(391,967)	(100,841)	391,967	100,841	-	-
Total Revenues	29,860,710	23,198,752	11,627,181	10,078,675	41,487,891	33,277,427
Expenses						
General Government	8,228,000	8,424,435	-	-	8,228,000	8,424,435
Public Safety	7,905,663	7,483,604	-	-	7,905,663	7,483,604
Health and Welfare	235,413	226,788	-	-	235,413	226,788
Culture and Recreation	2,467,238	2,509,450	-	-	2,467,238	2,509,450
Community Development	906,408	703,901	-	-	906,408	703,901
Public Works & Streets	3,270,282	2,591,698	-	-	3,270,282	2,591,698
Interest on Long-Term Debt	658,670	1,367,055	-	-	658,670	1,367,055
Water	-	-	2,741,022	3,218,848	2,741,022	3,218,848
Wastewater	-	-	2,944,122	3,395,825	2,944,122	3,395,825
Business Center	-	-	1,215,501	1,197,456	1,215,501	1,197,456
Sanitation	-	-	1,105,078	1,117,567	1,105,078	1,117,567
Business Incubator	-	-	144,578	56,534	144,578	56,534
Total expenses	23,671,674	23,306,931	8,150,301	8,986,230	31,821,975	32,293,161
Increase/(decrease) in net position	6,189,036	(108,179)	3,476,880	1,092,445	9,665,916	984,266
Net position - beginning	40,882,829	40,991,008	15,288,396	14,195,951	56,171,225	55,186,959
Net position - ending	\$47,071,865	\$40,882,829	\$18,765,276	\$15,288,396	\$65,837,141	\$56,171,225

**CITY OF SAN LUIS, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

**Changes in net position
GOVERNMENT-WIDE FINANCIAL STATEMENTS (CONTINUED)**

*Figure 4: Expenses and Program Revenues
Governmental Activities*

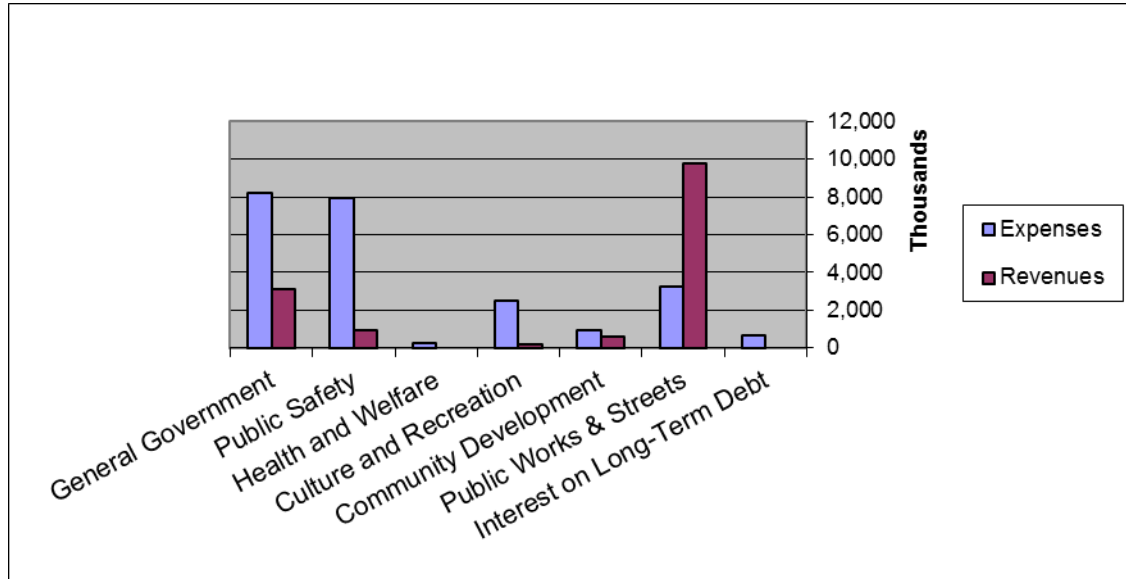
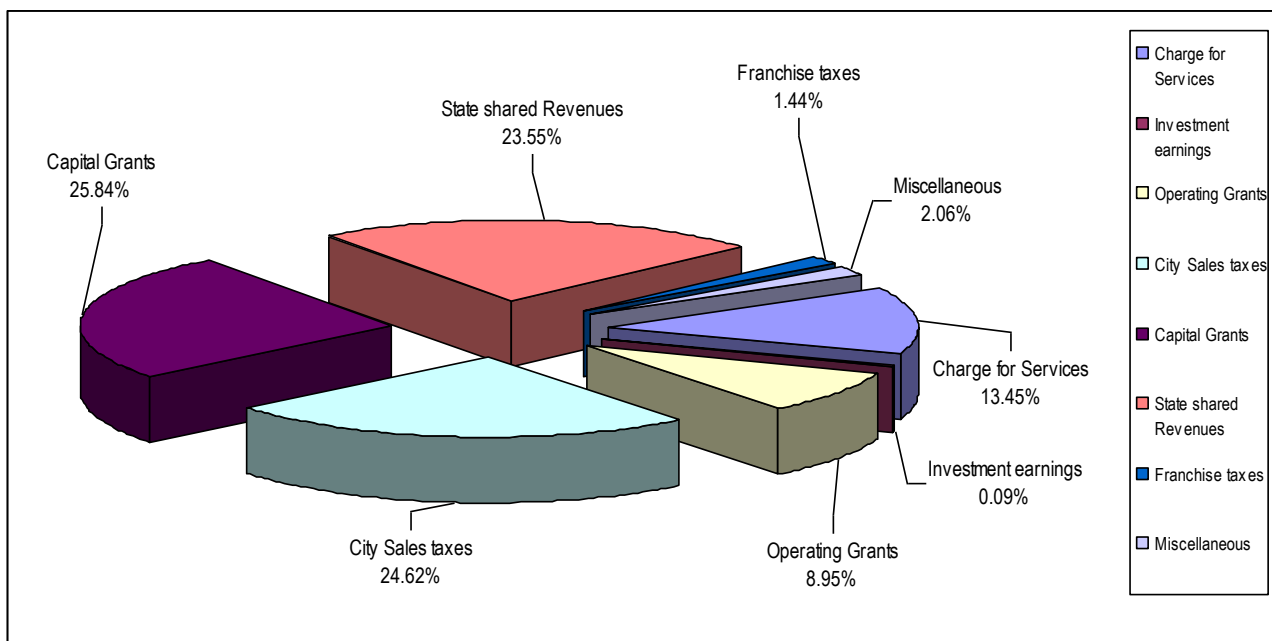


*Figure 5: Government-Wide Revenue Sources
Governmental Activities*



**CITY OF SAN LUIS, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

GOVERNMENT-WIDE FINANCIAL STATEMENTS (CONTINUED)

Business-type Activities: Overall, the City's net position for business-type activities shows it increased by \$3.48 million. The increase resulted from the annual rate increase supplemented by a \$1.9 million grant for the wastewater line improvement. City's new rate study for user fees and charges will extend to the end of next fiscal year.

Figure 6: Expenses and Program Revenues - Business-type Activities

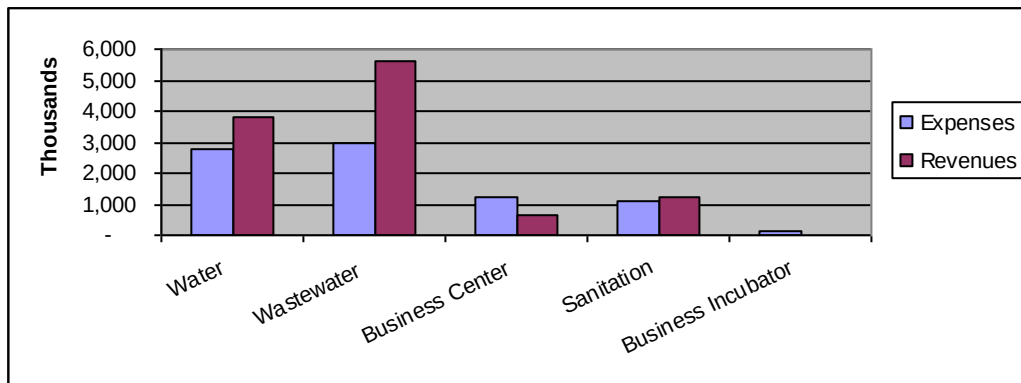
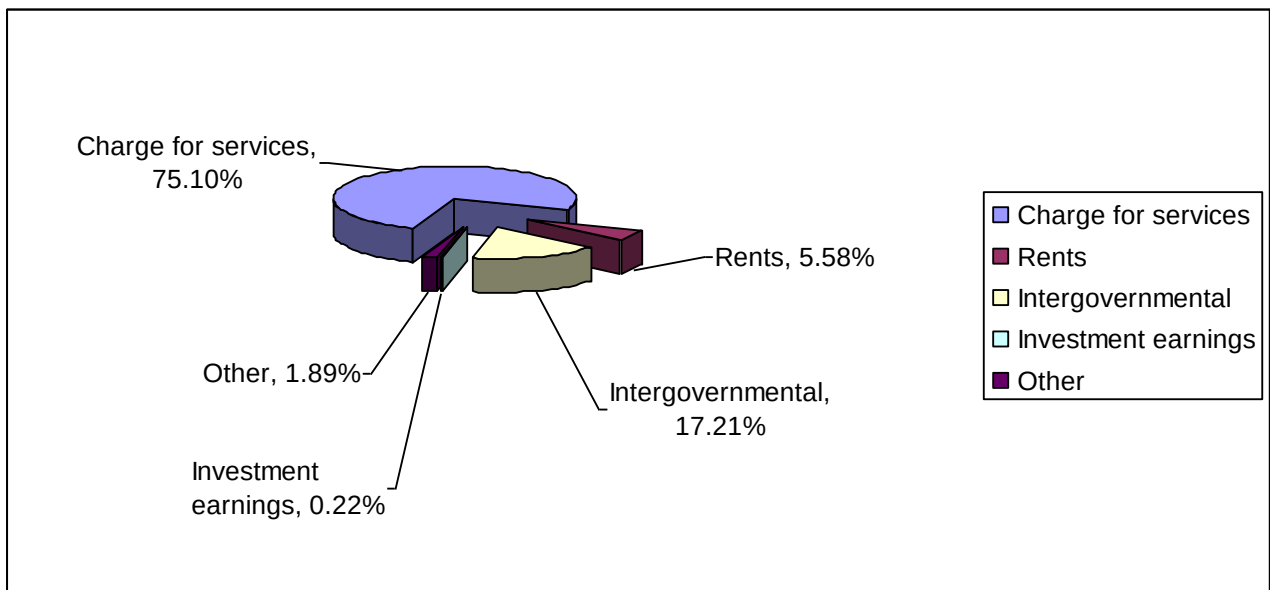


Figure 7: Revenue by Source Business-Type Activities



**CITY OF SAN LUIS, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

GOVERNMENT-WIDE FINANCIAL STATEMENTS (CONTINUED)

Financial Analysis of the City's funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds: The focus of the City governmental funds is to provide information on near term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, fund balance available for appropriations can be a useful measure of a government's net resources available for spending at the end of the fiscal year. The City's major governmental funds include the general fund, the highway users fund and the municipal projects bond fund. The remaining governmental funds are considered non-major.

The general fund is the chief operating fund of the City. At the end of the current year fiscal year, the City's fund balance available in the general fund was \$9.21 million and the total fund balance was \$9.21 million. As a measure of the general fund's liquidity, unassigned fund balance represents approximately 58.95% of total general fund expenditures, while total fund balance represents approximately 60.45% of that same amount. A fund balance percentage of 15 to 20 percent of expenditures is typically considered a sign of financial health.

At June 30, 2016, the City's governmental funds reported combined fund balance of \$12.2 million, a decrease of \$.96 million from the prior year.

Changes in net position. The City's total revenues for the fiscal year ended June 30, 2016, were \$41.5 million. The total cost of all programs and services was \$31.82 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2016 and 2015.

In addition, portions of the City net position are restricted for the purposes of debt service repayment (5.93 percent), impact fees (1.1 percent), and highway users fund projects (1.18 percent).

The City's financial position is the product of multiple financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

Governmental and Business-type activities. The following table (Figure 8) presents the cost of the major City functional activities. The table also shows each function's net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden that was placed on the State and City's taxpayers by each of these functions.

- The cost of all governmental activities this year was \$23.7 million. The cost of all business-type activities this year was \$8.2 million.
- Federal, State, and County governments and charges for services subsidized certain governmental and business-type programs with grants and contributions and other local revenues of \$25.9 million.

**CITY OF SAN LUIS, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

GOVERNMENT-WIDE FINANCIAL STATEMENTS (CONTINUED)

Figure 8. - Activities	Total Expenses	Net (Expense)/ Revenue
Governmental Activities		
General government	\$8,228,000	(\$5,120,767)
Public safety	7,905,663	(6,973,455)
Health and welfare	235,413	(235,413)
Culture and recreation	2,467,238	(2,269,645)
Community development	906,408	(312,226)
Public works and streets	3,270,282	6,492,141
Interest on long-term debt	658,670	(658,670)
Total expenses	23,671,674	(9,078,035)
Business-Type Activities		
Water	2,741,022	1,055,009
Wastewater	2,944,122	2,683,824
Business Center	1,215,501	(586,236)
Sanitation	1,105,078	100,201
Business Incubator	144,578	(144,578)
Total expenses	8,150,301	3,108,220
Total	\$31,821,975	(\$5,969,815)

- The net cost of governmental activities of \$9.08 million was financed by general revenues of \$15.3 million, which are made up of primarily taxes, donated capital and state shared revenues.
- Business type activities showed an increase in changes to net position by \$3.48 million in the fiscal year ended June 30, 2016 as compared to the prior fiscal year due partially to capital contributions received, and an overall average rate increase of 5 percent for all the enterprise funds.

Governmental funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources.

The fund balance of the City's general fund saw a decrease of \$.713 million from the previous year. The decrease resulted from lesser revenues and more allocation of general fund monies in support of less-sufficient funds to meet funding requirements of the municipal bonds and of the business center debt payments. The highway users fund also experienced a decrease of \$0.427 million from the previous year. This decrease was primarily due in most part from long overdue street maintenance projects. Also, there was a negligible increase in fund balance of Other Governmental Funds.

As the City completed the year, its governmental funds reported a combined fund balance of \$12.24 million, a decrease of \$.962 million due primarily to less receipts of governmental monies.

**CITY OF SAN LUIS, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

GOVERNMENT-WIDE FINANCIAL STATEMENTS (CONTINUED)

Proprietary funds. Net position of the Enterprise Funds at the end of the year amounted to \$18.8 million. The Enterprise Funds had an increase in net position of \$3.48 million. Revenues for the Water, Sewer and Sanitation funds increased this year as the result of an extended rate-study calling for multiple years increases designed primarily to provide additional resources to meet debt service requirements.

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 funds. These statements compare the budget as amended throughout the fiscal year, and the actual expenditures prepared on a budgetary basis. Budgetary schedules for the governmental funds are presented on pages 9-10 of the basic financial statements.

The City revised the budget on several occasions. Generally, budget amendments fall into one of three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once exact information is available; 2) amendment to recognize new funding amounts from external sources, such as Federal and State grants; and 3) increases in appropriation that become necessary to maintain services.

Original budget compared to final budget. During the year there was no need for any amendments to increase either the original estimated revenues or original budgeted appropriations. However, there was a need to make an amendment to reallocate appropriations among departments for example, after the City received notice for unplanned mandatory service from the State department of Administration to all local governments. Overall, the reallocations of appropriations between departments were not significant as explained in the next paragraph.

There were four inter-departmental budget modifications amounted to \$88,960 and four amendments to increase the budget for \$711,990 for unanticipated grants revenues. Therefore, a net change of \$711,990 increased the City's total adopted budget of \$36 million during fiscal year 2016. Budget amendments within departments into operational expense/expenditure accounts did occur.

Revenue source	Estimated revenues	Actual revenues	Difference
Business licenses	250,300	76,215	(174,085)
Rents	727,500	336,619	(390,881)
Miscellaneous	35,600	334,364	298,764

The shortfalls in the above revenue sources were caused by the sluggish economy as license renewal for some business owners did not materialize as expected. The rent revenues this year represented only half of revenue that is usually collected from the private prison in the form of a bed fee. After extensive negotiations between the two parties, it was decided through a new agreement that revenue for the other half year will be without recourse.

**CITY OF SAN LUIS, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

CAPITAL ASSETS

As of June 30, 2016, the City had invested \$156 million in capital assets including land, buildings, facilities, vehicles, computers, equipment, and infrastructure assets. Total depreciation expense for the year was \$2.37 million for the governmental activities and \$1.79 million for the business-type-activities.

The following schedule (Figure 9) presents capital asset balances and accumulated depreciation for the fiscal year ended June 30, 2016.

CAPITAL ASSETS (Net of Depreciation)						
Figure 9	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land	\$1,531,972	\$1,531,972	\$674,819	\$674,819	\$2,206,791	\$2,206,791
Construction in progress	714,530	598,414	454,186	1,754,321	1,168,716	2,352,735
Buildings and improvements	17,026,784	17,444,587	6,969,442	6,680,963	23,996,226	24,125,550
Machinery and equipment	4,955,837	4,690,044	1,674,127	1,786,503	6,629,964	6,476,547
Infrastructure	35,192,949	28,383,207	39,000,800	35,837,518	74,193,749	64,220,725
Total	<u>\$59,422,072</u>	<u>\$52,648,224</u>	<u>\$48,773,374</u>	<u>\$46,734,124</u>	<u>\$108,195,446</u>	<u>\$99,382,348</u>

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

Completion of Main Street projects at a cost of \$8.8 million and a Manganese removal with an accumulated spending of \$2.344 million.

Additional information on the City's capital assets can be found in Note 5 of this report.

DEBT ADMINISTRATION

At year end, the City's debts represent Revenue Bonds in the amount of \$39.23 million for both governmental and business-type activities that are backed solely by specified revenue sources (i.e., taxes and fees collected). The remainder which is composed of loans and notes are paid from user fees and charges and others.

The following schedule presents a summary of the City's outstanding long-term obligations for the fiscal year ended June 30, 2016.

OUTSTANDING DEBT (Revenue Bonds, Notes & Loans)						
Figure 10:	Governmental Activities		Business-type Activities		Total	Total
	2016	2015	2016	2015	2016	2015
Revenue bonds payable	\$12,722,526	\$13,350,329	\$26,506,736	\$27,490,036	\$39,229,262	\$40,840,365
Loan payable	3,025,000	3,025,000	10,300,000	10,520,000	13,325,000	13,545,000
Note payable	450,225	537,910	144,843	185,909	595,068	723,819
Total	<u>\$16,197,751</u>	<u>\$16,913,239</u>	<u>\$36,951,579</u>	<u>\$38,195,945</u>	<u>\$53,149,330</u>	<u>\$55,109,184</u>

**CITY OF SAN LUIS, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

DEBT ADMINISTRATION (CONTINUED)

Additional information on the City's long-term obligations can be found in Notes 6 through 9 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The City's revenues and expenditures/expenses are affected by changes in international, national and local economic factors. Economic growth can be measured by various factors. Highlights of the economic factors that affected the City this past fiscal year are explained below:

- The yearly total number of visitors crossing the border in the City increased considerably for private vehicles as well as pedestrians crossing which is a good indication that retail sales have increased. Conversely, when comparing the current year to the previous year data on a month-to month basis there seemed to be no consistency in the pattern as to when the peak or the low month occurred for both the former and the latter (source: Greater Yuma Economic Development Corporation, GYEDC).

Figure 11: BORDER CROSSING						
Class	FY 2016			FY 2015		
	Per Month High	Per Month Low	Daily Average	Per Month High	Per Month Low	Daily Average
Vehicles	263,855	239,926	8,309	280,186	243,097	8,540
Pedestrians	269,050	134,258	6,777	272,138	130,994	6,340
Commercial	3,568	1,929	88	3,382	1,860	167

- General fund revenues come from three main sources: local taxes, state taxes and intergovernmental. The City of San Luis, like all Arizona cities, places significant reliance on collected sales tax. Overall, sales tax revenues encompassed 47.6% of General Fund revenues in fiscal year 2016. Our composition of sales taxes is made up of retail trade, wholesale trade, construction activities, and communications all showed progress in a stabilized economy during 2016.
- The City also receives significant revenue allocations from the State for income tax, sales tax, gas tax, and motor vehicle tax. These revenue sources are placed in the City's General Fund, to support the City's day-to-day activities.

There is quite a bit of opportunity and business potential still available within the City. Plan for a major hotel complex from 2011, designed to enhance the overall concept of the downtown area has been revisited by the developer. The realization of the project will attract major new commercial and office developments enhancing the economic outlook for the City

**CITY OF SAN LUIS, ARIZONA
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET (CONTINUED)

The City continues to face many important growth issues, and its citizens and municipal government are committed to finding solutions for the future. The City maintains a strong commitment to sustainability and cost-effective services while delivering the same quantity and the best quality of services to its constituents.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the resources it receives. If you have questions about this report or need additional information, contact the City's Finance Director.



BASIC FINANCIAL STATEMENTS



GOVERNMENT-WIDE FINANCIAL STATEMENTS

CITY OF SAN LUIS, ARIZONA
STATEMENT OF NET POSITION
June 30, 2016

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Detention Facility
<u>ASSETS</u>				
Cash and cash equivalents	\$3,282,244	\$3,593,603	\$6,875,847	\$ -
Investments	6,883,844	7,212,155	14,095,999	-
Prepaid items	243,732	-	243,732	-
Receivables (net of allowance)	2,195,185	633,188	2,828,373	244
Internal Balances	1,091,373	(1,091,373)	-	-
Inventories	52,478	101,222	153,700	-
Notes receivable	-	50,162	50,162	-
Restricted assets				
Cash and cash equivalents	1,655,929	-	1,655,929	-
Investments	-	630,617	630,617	5,902,903
Due from other governments	1,233,086		1,233,086	-
Capital assets not being depreciated				
Land	1,531,972	674,819	2,206,791	661,359
Construction in progress	714,530	454,186	1,168,716	-
Capital assets net of accumulated depreciation				
Buildings and improvements	24,332,906	8,728,633	33,061,539	34,129,886
Machinery and equipment	11,001,238	8,099,317	19,100,555	329,194
Infrastructure	48,397,512	51,908,308	100,305,820	-
Accumulated depreciation	(26,556,086)	(21,091,891)	(47,647,977)	(12,223,622)
Total assets	76,059,943	59,902,946	135,962,889	28,799,964
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Deferred outflow related to pension	2,395,595	283,939	2,679,534	-
Deferred charge on refunding	-	-	-	610,848
Total deferred outflows of resources	\$2,395,595	\$283,939	\$2,679,534	\$610,848

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

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Detention Facility
<u>LIABILITIES</u>				
Accounts payable	\$1,751,235	\$570,536	\$2,321,771	\$ -
Accrued payroll and taxes	717,548	23,867	741,415	-
Court bonds payable	34,145	-	34,145	-
Customer deposits	300	300,944	301,244	-
Retainage	25,984	-	25,984	-
Accrued interest	356,375	953,519	1,309,894	477,121
Non current liabilities				
Pension	10,142,595	2,130,469	12,273,064	-
Due within one year	785,377	1,063,938	1,849,315	1,925,000
Due in more than one year	15,945,762	35,969,324	51,915,086	40,398,324
Total liabilities	29,759,321	41,012,597	70,771,918	42,800,445
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred inflow related to pension	1,424,166	187,973	1,612,139	-
Deferred charge on refunding	200,186	221,039	421,225	-
Total deferred inflows of resources	1,624,352	409,012	2,033,364	-
<u>NET POSITION</u>				
Net Investment in capital assets	43,224,321	15,188,424	58,412,745	(18,815,659)
Restricted for:				
Debt service	1,007,579	2,893,435	3,901,014	4,788,030
Capital Project	-	3,587,670	3,587,670	-
Impact fees	-	733,041	733,041	-
HURF	778,338	-	778,338	-
Unrestricted	2,061,627	(3,637,294)	(1,575,667)	637,996
Total net position	\$47,071,865	\$18,765,276	\$65,837,141	(\$13,389,633)

City of San Luis
Statement of Activities
For the Year Ended June 30, 2016

		Program Revenues		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental activities:				
General government	\$8,228,000	\$3,021,700	\$5,388	\$80,145
Public safety	7,905,663	315,098	464,475	152,635
Health and welfare	235,413	-	-	-
Culture and recreation	2,467,238	74,395	-	123,198
Community development	906,408	594,182	-	-
Public works and streets	3,270,282	62,642	2,239,260	7,460,521
Interest on long-term debt	658,670	-	-	-
Total governmental activities	23,671,674	4,068,017	2,709,123	7,816,499
Business-type activities:				
Water	2,741,022	3,796,031	-	-
Wastewater	2,944,122	3,686,360	-	1,941,586
Business Center	1,215,501	629,265	-	-
Sanitation	1,105,078	1,205,279	-	-
Business Incubator	144,578	-	-	-
Total business-type activities	8,150,301	9,316,935	-	1,941,586
Total primary government	\$ 31,821,975	\$ 13,384,952	\$ 2,709,123	\$ 9,758,085
Component Unit				
Detention Facility	\$15,591,650	\$14,918,330	\$ -	\$ -
Total component unit	\$15,591,650	\$14,918,330	\$ -	\$ -

General revenues:

Taxes:

 City sales taxes for general purposes

 Franchise taxes

 State shared revenue (not restricted)

 Investment earnings

 Loss on disposal of assets

Transfer

 Total general revenues and transfers

Changes in net position

Net position - beginning, as restated

Net position - ending

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

**Net (Expense) Revenue and Changes
in Net Assets**

Primary Government			Component Unit
Governmental Activities	Business-type Activities	Total	Detention Facility
(\$5,120,767)	\$ -	(\$5,120,767)	\$ -
(6,973,455)	-	(6,973,455)	-
(235,413)	-	(235,413)	-
(2,269,645)	-	(2,269,645)	-
(312,226)	-	(312,226)	-
6,492,141	-	6,492,141	-
(658,670)	-	(658,670)	-
(9,078,035)	-	(9,078,035)	-
-	1,055,009	1,055,009	
-	2,683,824	2,683,824	
-	(586,236)	(586,236)	
-	100,201	100,201	
-	(144,578)	(144,578)	
-	3,108,220	3,108,220	-
\$ (9,078,035)	\$ 3,108,220	\$ (5,969,815)	\$ -
			(\$673,320)
			(\$673,320)
7,448,887	-	7,448,887	-
435,822	-	435,822	-
7,123,544	-	7,123,544	-
26,179	24,708	50,887	3,788
624,606	(48,015)	576,591	-
(391,967)	391,967	-	-
15,267,071	368,660	15,635,731	3,788
6,189,036	3,476,880	9,665,916	(669,532)
40,882,829	15,288,396	56,171,225	(12,720,101)
\$ 47,071,865	\$ 18,765,276	\$ 65,837,141	\$ (13,389,633)



FUND FINANCIAL STATEMENTS



GOVERNMENTAL FUNDS

**CITY OF SAN LUIS, ARIZONA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2016**

	MAJOR FUNDS				
	General	Highway Users	Municipal Projects Bond	Non-Major Funds	Total Governmental Funds
<u>ASSETS</u>					
Cash and cash equivalents	\$ 7,158,914	\$ 1,063,043	\$ -	\$ 713,559	\$ 8,935,516
Restricted cash and cash equivalents	106,785	-	1,549,144	-	1,655,929
Accounts receivable (net)	2,147,594	-	3	6,007	2,153,604
Due from governmental entities	948,488	206,331	-	78,267	1,233,086
Due from other funds	1,260,240	-	-	934,342	2,194,582
Prepaid items	99,730	-	260	143,742	243,732
Supplies Inventory	28,305	24,173	-	-	52,478
Total assets	<u>\$ 11,750,056</u>	<u>\$ 1,293,547</u>	<u>\$ 1,549,407</u>	<u>\$ 1,875,917</u>	<u>\$ 16,468,927</u>
<u>LIABILITIES</u>					
Liabilities:					
Accounts payable	\$ 429,964	\$ 289,503	\$ -	\$ 140,880	\$ 860,347
Accrued payroll and taxes	704,608	12,940	-	-	717,548
Due to other funds	-	194,326	901,126	-	1,095,452
Court bonds payable	34,145	-	-	-	34,145
Customer deposits	300	-	-	-	300
Retainage payable	-	18,440	-	7,544	25,984
Accrued interest	-	-	356,375	-	356,375
Total liabilities	<u>1,169,017</u>	<u>515,209</u>	<u>1,257,501</u>	<u>148,424</u>	<u>3,090,151</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Unavailable revenue - Municipal Court	1,138,791	-	-	-	1,138,791
<u>FUND BALANCES (DEFICITS)</u>					
Non-spendable					
Non spendable in form	128,035	24,173	260	143,742	296,210
Restricted for:					
Highway users	-	754,165	-	-	754,165
Debt service	-	-	1,007,579	-	1,007,579
Special revenue	-	-	-	865,954	865,954
Capital project	-	-	-	717,797	717,797
Committed	106,785	-	-	-	106,785
Unassigned	9,207,428	-	(715,933)	-	8,491,495
Total fund balances	<u>9,442,248</u>	<u>778,338</u>	<u>291,906</u>	<u>1,727,493</u>	<u>12,239,985</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 11,750,056</u>	<u>\$ 1,293,547</u>	<u>\$ 1,549,407</u>	<u>\$ 1,875,917</u>	<u>\$ 16,468,927</u>

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

CITY OF SAN LUIS, ARIZONA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2016

Amounts reported for *governmental activities* in the Statement of Net Position are different because:

Total governmental fund balances		\$ 12,239,985
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		
Governmental capital assets	\$ 85,978,158	
Less accumulated depreciation	<u>(26,556,086)</u>	59,422,072
Other long-term assets are not available to pay for current period expenditures and, therefore are deferred in the governmental funds		
		1,138,791
Deferred charges related to advance refunding bond issued - included on govt-wide statement of net position but are not current financial resources		
		(200,186)
The assets and liabilities of the internal service fund, which is used by management to charge the cost of insurance to individual funds, are included in governmental activities in the statement of net position.		
		373,508
Deferred outflows and inflows of resources related to pensions are applicable to future period and therefore are not reported in the funds		
Deferred outflows of resources related to pension		2,395,595
Deferred inflows of resources related to pension		(1,424,166)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds		
Net pension liability	(10,142,595)	
Compensated absences payable	(533,388)	
Revenue bonds payable	(12,722,526)	
Loans payable	(3,025,000)	
Note payable	<u>(450,225)</u>	<u>(26,873,734)</u>
Net position of governmental activities		<u>\$ 47,071,865</u>

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

CITY OF SAN LUIS, ARIZONA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	MAJOR FUNDS				
	General	Highway Users	Municipal Projects Bond	Non-Major Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$ 7,884,709	\$ -	\$ -	\$ -	\$ 7,884,709
Special assessments	-	-	-	302,865	302,865
Licenses and permits	528,034	-	-	-	528,034
Intergovernmental	7,123,544	2,239,260	-	796,331	10,159,135
Charges for services	76,215	-	-	355,978	432,193
Fines and forfeitures	350,648	-	-	321,922	672,570
Investment earnings	17,572	4,411	84	2,378	24,445
Rents	336,619	-	-	2,500	339,119
Other	334,364	159,008	-	-	493,372
Total revenues	16,651,705	2,402,679	84	1,781,974	20,836,442
EXPENDITURES					
Current:					
General government	4,800,397	-	-	237,513	5,037,910
Public safety	6,891,825	-	-	436,829	7,328,654
Public works and streets	-	1,610,551	-	62,642	1,673,193
Health and welfare	210,378	-	-	-	210,378
Culture and recreation	2,099,843	-	-	-	2,099,843
Community development	659,136	-	1,103	241,143	901,382
Capital outlay	860,488	1,108,892	-	802,389	2,771,769
Debt service -					
Interest	10,021	-	712,751	-	722,772
Principal	87,685	-	572,819	-	660,504
Total expenditures	15,619,773	2,719,443	1,286,673	1,780,516	21,406,405
Excess (deficiency) of revenues over expenditures	1,031,932	(316,764)	(1,286,589)	1,458	(569,963)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	1,350,900	112,092	1,462,992
Transfers out	(1,745,121)	(109,838)	-	-	(1,854,959)
Total other financing sources (uses)	(1,745,121)	(109,838)	1,350,900	112,092	(391,967)
Net Change in fund balances	(713,189)	(426,602)	64,311	113,550	(961,930)
Fund balances - beginning	10,155,437	1,204,940	227,595	1,613,943	13,201,915
Fund balances - beginning as restated	10,155,437	1,204,940	227,595	1,613,943	13,201,915
Fund balances (deificit) - ending	\$ 9,442,248	\$ 778,338	\$ 291,906	\$ 1,727,493	\$ 12,239,985

CITY OF SAN LUIS, ARIZONA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016

Amounts reported for *governmental activities* in the Statement of Activities are different because:

Net change in fund balances - total governmental funds		(\$961,930)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense in the current period.		
Expenditures for capitalized assets	\$2,085,356	
Less current year depreciation	<u>(2,367,548)</u>	(282,192)
The disposal of capital assets resulted in a loss / (gain) of the statement of activities. However, the L/(G) is not an expenditure in the governmental funds.		
		(78,014)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net assets.		
		7,134,053
Revenue in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
		(544,442)
Pension Contribution		
		(47,163)
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. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
		724,606
Compensated absences expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		
		39,322
Net revenues, including transfers, of internal service funds determined to be governmental type		
		<u>204,796</u>
Change in net position in governmental activities		<u><u>\$6,189,036</u></u>

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

CITY OF SAN LUIS, ARIZONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$7,937,600	\$7,937,600	\$7,884,709	\$52,891
Licenses and permits	441,500	441,500	528,034	(86,534)
Intergovernmental	7,078,770	7,078,770	7,123,544	(44,774)
Charges for services	250,300	250,300	76,215	174,085
Fines and forfeitures	380,000	380,000	350,648	29,352
Investment earnings	5,800	5,800	17,572	(11,772)
Rents	727,500	727,500	336,619	390,881
Other	35,600	35,600	334,364	(298,764)
Total revenues	16,857,070	16,857,070	16,651,705	205,365
Expenditures:				
General government:				
City Council	1,218,375	1,129,415	757,345	372,070
City Administration	667,740	628,920	554,479	74,441
City Clerk	269,050	269,050	224,403	44,647
City Attorney	437,530	437,530	358,685	78,845
City Prosecutor	259,770	259,770	229,830	29,940
Finance	678,900	717,720	705,401	12,319
Human Resources	436,000	436,000	343,136	92,864
Municipal Court	589,315	589,315	559,245	30,070
Information Technology	435,900	435,900	394,839	41,061
Facilities	311,760	311,760	301,371	10,389
Fleet Services	150,550	150,550	115,338	35,212
Risk & Property	124,460	124,460	117,141	7,319
Non Departmental	75,110	139,260	139,184	76
Public safety				
Police Department	4,631,810	4,631,810	4,080,484	551,326
Fire Department	2,838,040	2,845,650	2,811,341	34,309
Health and welfare				
Senior Services	218,370	218,370	210,377	7,993
Culture and recreation:				
Cultural Center	178,050	178,050	168,062	9,988
Parks Ground	1,235,015	1,232,515	1,177,404	55,111
Parks - Recreation	384,220	386,720	386,542	178
Youth Center	223,860	223,860	199,175	24,685
Aquatic Center	220,540	220,540	168,660	51,880
Community development				
Development Services	300,690	300,690	261,454	39,236
Building Safety	204,450	204,450	194,562	9,888
Community Development	239,695	239,695	203,120	36,575
Capital outlay	896,100	910,650	860,487	50,163
Debt service				
Interest and fiscal changes	10,200	10,200	10,021	179
Principal retirement	87,500	87,700	87,685	15
Total expenditures	17,323,000	17,320,550	15,619,771	1,700,779
Excess (deficiency) of revenues over expenditures	(465,930)	(463,480)	1,031,934	1,495,414
Other financing sources (uses):				
Transfers out	(1,957,330)	(1,957,330)	(1,745,121)	212,209
Total other financing sources (uses)	(1,957,330)	(1,957,330)	(1,745,121)	212,209
Change in fund balances	(2,423,260)	(2,420,810)	(713,187)	1,707,623
Fund balances - beginning	10,155,437	10,155,437	10,155,437	-
Fund Balances - ending	\$7,732,177	\$7,734,627	\$9,442,250	\$1,707,623

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

CITY OF SAN LUIS, ARIZONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
HIGHWAY USERS FUND
FOR THE YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 2,145,280	\$ 2,145,280	\$2,239,260	\$93,980
Investment Earnings	1,400	1,400	4,411	3,011
Other	1,900	1,900	159,008	157,108
TOTAL REVENUES	<u>2,148,580</u>	<u>2,148,580</u>	<u>2,402,679</u>	<u>254,099</u>
EXPENDITURES				
Current				
Public Works and Streets	1,727,110	1,662,950	1,610,551	52,399
Capital Outlay	<u>1,058,100</u>	<u>1,189,410</u>	<u>1,108,892</u>	<u>80,518</u>
Total Expenditures	<u>2,785,210</u>	<u>2,852,360</u>	<u>2,719,443</u>	<u>132,917</u>
Excess (deficiency) of revenues over expenditures	<u>(636,630)</u>	<u>(703,780)</u>	<u>(316,764)</u>	<u>387,016</u>
Other financing sources (uses):				
Transfers out	<u>(92,000)</u>	<u>(109,850)</u>	<u>(109,838)</u>	<u>12</u>
Total other financing sources (uses)	<u>(92,000)</u>	<u>(109,850)</u>	<u>(109,838)</u>	<u>12</u>
Change in fund balances	<u>(728,630)</u>	<u>(813,630)</u>	<u>(426,602)</u>	<u>387,028</u>
Fund balances - beginning	<u>1,204,940</u>	<u>1,204,940</u>	<u>1,204,940</u>	<u>-</u>
Fund Balances - ending	<u>\$ 476,310</u>	<u>\$ 391,310</u>	<u>\$ 778,338</u>	<u>\$ 387,028</u>

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



PROPRIETARY FUND FINANCIAL STATEMENTS

CITY OF SAN LUIS, ARIZONA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2016

	Enterprise Funds					Internal Service Fund	
	Water	Wastewater	Business Center	Sanitation	Business Incubator	Total	Insurance Fund
ASSETS							
Current assets:							
Cash and cash equivalents	\$ 8,923,730	\$ 1,567,503	\$ 314,525	\$ -	\$ -	\$ 10,805,758	\$ 1,230,572
Accounts receivable (net)	455,114	93,268	52,439	32,367	-	633,188	41,581
Notes receivable	50,162	-	-	-	-	50,162	-
Due from other funds	-	3,398,437	-	-	-	3,398,437	-
Prepaid items and other assets	63,218	23,062	326	14,616	-	101,222	-
Total current assets	9,492,224	5,082,270	367,290	46,983	-	14,988,767	1,272,153
Non-current assets:							
Restricted cash and cash equivalents	-	-	630,617	-	-	630,617	-
Land	190,271	140,337	344,211	-	-	674,819	-
Buildings and improvements	-	1,751,620	4,942,699	26,596	2,007,718	8,728,633	-
Infrastructure	22,500,750	29,407,558	-	-	-	51,908,308	-
Machinery and equipment	2,202,574	1,258,651	2,663,944	1,855,415	118,733	8,099,317	-
Construction in progress	237,964	216,222	-	-	-	454,186	-
Accumulated depreciation	(6,325,468)	(9,205,280)	(3,984,388)	(1,506,826)	(69,929)	(21,091,891)	-
Total non-current assets	18,806,091	23,569,108	4,597,083	375,185	2,056,522	49,403,989	-
Total assets	28,298,315	28,651,378	4,964,373	422,168	2,056,522	64,392,756	1,272,153
DEFERRED OUTFLOWS OF RESOURCES							
Deferred outflow related to pension	145,543	96,733	-	41,663	-	283,939	-
Total deferred outflows of resources	145,543	96,733	-	41,663	-	283,939	-
LIABILITIES							
Current liabilities:							
Accounts payable	389,313	150,313	40	30,373	497	570,536	695,594
Estimated Claims and judgements	-	-	-	-	-	-	195,294
Accrued payroll and taxes	14,768	5,858	-	2,702	539	23,867	-
Due to other funds	3,513,399	-	243,456	557,042	175,913	4,489,810	7,757
Customer deposits	294,444	6,500	-	-	-	300,944	-
Accrued interest	254,223	298,679	400,617	-	-	953,519	-
Current portion of long-term debt	353,325	424,410	230,000	55,730	473	1,063,938	-
Total current liabilities	4,819,472	885,760	874,113	645,847	177,422	7,402,614	898,645
Non-current liabilities:							
Pension	1,088,080	713,338	-	329,051	-	2,130,469	-
Non-current portion of long-term debt	11,807,693	13,985,819	10,070,000	105,685	127	35,969,324	-
Total non-current liabilities	12,895,773	14,699,157	10,070,000	434,736	127	38,099,793	-
Total liabilities	17,715,245	15,584,917	10,944,113	1,080,583	177,549	45,502,407	898,645
DEFERRED INFLOWS OF RESOURCES							
Deferred inflows related to pension	96,352	64,039	-	27,582	-	187,973	-
Deferred inflow on refundings	104,264	116,775	-	-	-	221,039	-
Total deferred inflow	200,616	180,814	-	27,582	-	409,012	-
NET POSITION							
Net investment in capital assets	6,642,143	12,592,951	(6,333,534)	230,342	2,056,522	15,188,424	-
Restricted for debt service	827,860	994,782	1,023,358	47,435	-	2,893,435	-
Restricted for Capital Project	63,800	3,523,870	-	-	-	3,587,670	-
Restricted for impact fees	-	733,041	-	-	-	733,041	-
Unrestricted	2,994,194	(4,862,264)	(669,564)	(922,111)	(177,549)	(3,637,294)	373,508
Total net position	\$ 10,527,997	\$ 12,982,380	\$ (5,979,740)	\$ (644,334)	\$ 1,878,973	\$ 18,765,276	\$ 373,508

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

CITY OF SAN LUIS, ARIZONA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET FUND POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	Enterprise Funds						Internal Service Fund
	Water	Wastewater	Business Center	Sanitation	Business Incubator	Total	Insurance Fund
Operating revenues:							
Charges for services	\$ 3,679,384	\$ 3,609,931	\$ -	\$ 1,184,824	\$ -	\$ 8,474,139	\$ 2,280,448
Rent	-	-	629,265	-	-	629,265	-
Other	116,647	76,429	-	20,455	-	213,531	-
Total operating revenues	<u>3,796,031</u>	<u>3,686,360</u>	<u>629,265</u>	<u>1,205,279</u>	<u>-</u>	<u>9,316,935</u>	<u>2,280,448</u>
Operating expenses:							
Cost of sales and services	1,780,524	1,763,603	40,677	1,030,734	98,223	4,713,761	-
Insurance Premiums/Claims	-	-	-	-	-	-	2,077,386
Depreciation	513,056	789,143	373,592	67,969	46,355	1,790,115	-
Total operating expenses	<u>2,293,580</u>	<u>2,552,746</u>	<u>414,269</u>	<u>1,098,703</u>	<u>144,578</u>	<u>6,503,876</u>	<u>2,077,386</u>
Operating income (loss)	<u>1,502,451</u>	<u>1,133,614</u>	<u>214,996</u>	<u>106,576</u>	<u>(144,578)</u>	<u>2,813,059</u>	<u>203,062</u>
			-				
Nonoperating revenues (expenses):							
Investment earnings	21,856	2,683	169	-	-	24,708	1,734
Interest and fiscal charges	(447,442)	(391,376)	(801,232)	(6,375)	-	(1,646,425)	-
Gain/Loss on Disposal	(12,596)	(34,346)	(1,073)	-	-	(48,015)	-
Total nonoperating revenues (expenses)	<u>(438,182)</u>	<u>(423,039)</u>	<u>(802,136)</u>	<u>(6,375)</u>	<u>-</u>	<u>(1,669,732)</u>	<u>1,734</u>
Income before Contributions and Transfers	1,064,269	710,575	(587,140)	100,201	(144,578)	1,143,327	204,796
Capital contributions	-	1,941,586	-	-	-	1,941,586	-
Transfer in	-	-	391,967	-	-	391,967	-
Changes in net position	<u>1,064,269</u>	<u>2,652,161</u>	<u>(195,173)</u>	<u>100,201</u>	<u>(144,578)</u>	<u>3,476,880</u>	<u>204,796</u>
Total net position, beginning of year	<u>9,463,728</u>	<u>10,330,219</u>	<u>(5,784,567)</u>	<u>(744,535)</u>	<u>2,023,551</u>	<u>15,288,396</u>	<u>168,712</u>
Total net position, end of year	<u>\$ 10,527,997</u>	<u>\$ 12,982,380</u>	<u>\$ (5,979,740)</u>	<u>\$ (644,334)</u>	<u>\$ 1,878,973</u>	<u>\$ 18,765,276</u>	<u>\$ 373,508</u>

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

CITY OF SAN LUIS, ARIZONA
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2016

	Enterprise Funds			
	Water	Wastewater	Business Center	Sanitation
<u>Increase/(Decrease) In Cash and Cash Equivalents</u>				
Cash flows from operating activities:				
Cash received from customers	\$ 3,745,712	\$ 3,693,630	\$ 629,260	\$ 1,212,898
Cash payments to suppliers for goods and services	(744,748)	(1,129,543)	(40,637)	(750,114)
Cash payments to employees for services	(957,078)	(666,711)	-	(272,793)
Net cash provided by (used for) operating activities	2,043,886	1,897,376	588,623	189,991
Cash flows from noncapital and related financing activities:				
Intergovernmental grants	-	1,941,586	391,967	-
Increase (decrease) due to other funds	1,991,085	463,191	289,400	(39,240)
Net cash provided by (used for) noncapital and related financing activities	1,991,085	2,404,777	681,367	(39,240)
Cash flows from capital and related financing activities:				
Payments for capital acquisitions	(1,328,938)	(2,445,130)	-	(103,310)
Principal paid on long-term debt	(476,483)	(506,818)	(220,000)	(41,066)
Interest paid on long-term debt	(742,706)	(705,438)	(808,765)	(6,375)
Net cash provided by (used for) capital and related financing activities	(2,548,127)	(3,657,386)	(1,028,765)	(150,751)
Cash flows from investing activities:				
Investment income	21,856	2,683	170	-
Net cash provided by investing activities	21,856	2,683	170	-
Net increase in cash and cash equivalents	1,508,700	647,450	241,395	-
Cash and cash equivalents, beginning of year	7,415,030	920,053	703,747	-
Cash and cash equivalents, end of year	\$ 8,923,730	\$ 1,567,503	\$ 945,142	\$ -
<u>Reconciliation of Operating Income (loss) to</u>				
<u>Net Cash Provided by (Used for) Operating Activities</u>				
Operating income (loss)	\$ 1,502,451	\$ 1,133,614	\$ 214,996	\$ 106,576
Adjustments to reconcile operating income (loss)				
to net cash provided by (used for) operating activities:				
Depreciation	513,056	789,143	373,592	67,969
Change in assets and liabilities:				
(Increase)/ decrease in accounts receivable	(47,925)	6,620	1	3,637
(Increase)/ decrease in prepaid items	(420)	560	(6)	3,846
Increase/ (decrease) in accounts payable	37,539	(42,258)	40	(1,141)
Increase/ (decrease) in accrued payroll and taxes	7,045	1,004	-	1,925
Increase/ (decrease) in deferred outflows related to pension	36,758	(15,299)	-	(4,127)
Increase/ (decrease) in net pension liabilities	(4,618)	23,992	-	11,306
Total adjustments	541,435	763,762	373,627	83,415
Net cash provided by (used for) operating activities	\$ 2,043,886	\$ 1,897,376	\$ 588,623	\$ 189,991

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

Business Incubator	Total	Internal Service Insurance Fund
\$ -	\$ 9,281,500	\$ 2,376,623
(75,290)	(2,740,332)	(1,955,204)
(21,709)	(1,918,291)	-
(96,999)	4,622,877	421,419
-	2,333,553	-
96,999	2,801,435	4,967
96,999	5,134,988	4,967
-	(3,877,378)	-
-	(1,244,367)	-
-	(2,263,284)	-
-	(7,385,029)	-
-	24,709	1,734
-	24,709	1,734
-	2,397,545	428,120
-	9,038,830	802,452
\$ -	\$ 11,436,375	\$ 1,230,572
\$ (144,578)	\$ 2,813,059	\$ 203,062
46,355	1,790,115	-
-	(37,667)	96,175
-	3,980	-
85	(5,735)	122,182
1,139	11,113	-
-	17,332	-
-	30,680	-
47,579	1,809,818	218,357
\$ (96,999)	\$ 4,622,877	\$ 421,419



NOTES TO BASIC FINANCIAL STATEMENTS

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial statement presentation follows the recommendations promulgated by the Governmental Accounting Standards Board ("GASB") commonly referred to as accounting principles generally accepted in the United States of America ("U.S. GAAP"). GASB is the accepted standard setting body for establishing governmental accounting and financial reporting standards.

A. Reporting Entity

The City of San Luis (the "City") was incorporated in 1979 under the provision of the Arizona Constitution and is located on the Arizona-Sonora Mexico border. The City is a municipal entity governed by an elected Mayor and council.

The criteria used in determining the scope of the reporting entity are based on the provisions of GASB Statement No. 14, The Financial Reporting Entity, as amended by GASB Statement No. 61, The Financial Statement Entity – Omnibus. The City is the primary government unit. Component units are financially accountable to the City. Financial accountability exists if the primary government appoints a voting majority of the entity's governing body and (1) it is able to impose its will on that organization, or (2) there is a potential for the organization to provide financial benefit, or impose financial burdens on the primary government. Component units meeting the criteria have been accounted for as "blended" component units of the City. Despite being legally separate, these entities are so intertwined with the City that they are, in substance, part of the City's operations. Accordingly, the balances and transactions of these component units are reported within the funds of the City.

Blended Component Units

The San Luis Community Facilities District (SLCFD) was created in 1999 under the provisions of Title 48, Chapter 4, Article 6 of the Arizona Revised Statutes. The District is considered by law to be an independent political sub-division of the state, and separate from the City. Council members serve as the Board of Directors. The purpose of the entity is to provide land for the development of the Regional Center for Border Health which will revert along with the development to the City at the end of the term. The District leases the land under a 30-year agreement to Western Arizona Area Health Education Center, Inc. (WAAHEC), an unrelated not-for-profit corporation for \$2,500 per year. The activity is reported in the San Luis Community Facilities District Fund.

The San Luis Employees' Self Insurance Health Fund (ESI) was formed for the purpose of managing the health insurance fund and is governed by five Board members. The Board consists of three non-staff members, one member of Council and one member from the Human Resources Department. Although it is legally separate from the City, the Trust is reported as if it were part of the City government, because its sole purpose is to provide services exclusively to City employees through a self-insured plan. Employees are covered 100% by the plan and pay on the average \$250 for family or dependent care. The activity of the ESI is reported as the Insurance Fund, an internal service fund.

No separate financial statements are prepared for the blended component units.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

Discretely Presented Component Units

Discretely presented component units are entities that are legally separate from the primary government but for which omission would cause the primary government's financial statements to be misleading or incomplete. The component units below do not meet the criteria for blended presentation and therefore, they are reported separately from the primary government.

The San Luis Municipal Property Corporation (SLMPC) is an Arizona nonprofit corporation formed under the provision of Title 10 of the Arizona Revised Statutes. It has a five-member Board of Directors appointed by City Council. The Corporation was created to acquire, construct reconstruct or to aid in the development or improvement of buildings and other real and personal property suitable for leasing or sale to the City. For the audit period ended June 30, 2016, there was no activity.

The San Luis Facility Development Corporation (SLFDC) was incorporated in 2005 exclusively for the purpose of financing, owning, and/or operating one or more public projects that affect economic development in the City of San Luis, Arizona or San Luis County and to provide facilities, equipment, and other physical plant and related support to the project. It is governed by a Board of five Directors of which two are members of City Council. The Corporation was used in April 2014 and July 2014 to refinance two bond issues that were originally used to build and extend the detention facility respectively. The City General Fund receives certain revenues in form of a bed tax from the operations. The activity is reported in the City's Detention Facility Fund.

The Industrial Development Authority of the City of San Luis (IDA) was incorporated in 2000 by the City to acquire, own, construct, lease, sell, and dispose of all kinds of properties on behalf of the City to, amongst other things, develop trade, encourage production, and assure job opportunities in the City of San Luis. The IDA was used to acquire, renovate and furnish the facility for leasing to an unrelated company that operates a call center to provide employment opportunities to local residents. In 2009, the debt was retired by a GADA Loan to the City and the City took over the assets, liabilities, and all activities of the then call center facility which is now reported as an enterprise fund. For the audit period ended June 30, 2016, there was no activity reported for the IDA.

No separate financial statements are prepared for the discretely presented component units.

Joint Ventures

A joint venture (JV) is a legal entity or other organization that results from a contractual agreement and that is owned, operated, or governed by two or more participants as a separate and specific activity subject to joint control in which the participants retain (a) an ongoing financial interest or (b) an ongoing financial responsibility. A "jointly governed organization" is an organization that meets all the JV criteria except the participants do not retain on-going financial interest or responsibility.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

The City participates under a membership provision with two other entities in a jointly governed organization, the Greater San Luis Port Authority, Inc. (GYPA) which is directed by a seven person board. The GYPA was established in September 8, 2000, as a nonprofit corporation for the purpose of promoting and developing the new port district through cooperative regional effort of government entities (members), within the Yuma County region and to ensure the economic wellness of the San Luis area. Members are required to pay a fee of \$50,000 per year for operational expenses of the corporation. The City carries in its budget an annual appropriation of \$50,000 to retain its membership. The City does not retain an on-going financial interest or an on-going financial responsibility in the GYPA. Complete financial statements of the GYPA may be obtained from the GYPA's office at P.O. Box 4601, San Luis, AZ 85349.

Related Organizations

The City's officials are also responsible for appointing the board members of other organizations; however, the City's accountability for these organization does not extend beyond the making of appointments and therefore they are not included as part of the financial statements.

The following are related organizations that are excluded from the reporting entity:

- San Luis Police Activities/Athletics League
- San Luis AZ Chamber of Commerce
- East San Luis Community Facility District

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

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. City resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled

Government-Wide Financial Statements – The Government-Wide Financial Statements are presented on an “*economic resources*” measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. Fiduciary activities are not included in these statements.

Certain types of transactions are reported as program revenues for the City in three categories:

- Charges for services
- Operating grants and contributions
- Capital grants and contributions

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(continued)**

Certain eliminations have been made in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

- Due from and to other funds
- Transfers in and out

Governmental Fund Financial Statements – All governmental funds are accounted for on a spending or “*current financial resources*” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in fund balances. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

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 these purposes, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

The primary revenue sources, which have been treated as susceptible to accrual by the City, are property taxes, other local taxes, franchise fees, forfeitures and penalties, motor license fees, rents and concessions, interest revenue, and state and federal grants and subventions. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Reconciliations of the fund financial statements to the Government-Wide Financial Statements are provided to explain the differences.

Certain indirect costs are included as part of the program expenses reported for individual functions and activities.

The City reports the following major governmental funds.

General – This fund is the general operating fund of the City. It accounts for all financial resources of the City, except those required to be accounted for in other funds.

Highway Users – This fund accounts for the revenue received from the State for public works and streets.

Municipal Projects Bond – This fund accounts for the construction of the City’s various construction projects.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. The City's non-major funds are as follows:

Special Revenue Funds

- Police Grants and Special Revenues
- Judicial Collection Enhancement
- Assessment Districts
- San Luis Community Facilities District

Capital Projects Funds

- Capital Outlay Reserve
- Cultural Center

Proprietary Fund Financial Statements - Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

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 proprietary funds are charges to customers for sales and services. Operating expenses for the proprietary funds include the costs of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The City reports the following proprietary funds:

Water – This fund accounts for the City's water operations.

Wastewater – This fund accounts for the City's wastewater operations.

Business Center – This fund accounts for revenues and expenditures related to properties acquired by the City from the Industrial Development Authority to develop trade, encourage production, and assure job opportunities in the City.

Sanitation – This fund accounts for the activities of the City's sanitation operations.

Business Incubator – This fund accounts for the City's business incubator operations which offers assistance to small businesses, encourage light manufacturing and help create job opportunities within the City.

Additionally, the City reports the following fund type:

Insurance (ESI) - The Insurance fund is used to account for the accumulation and allocation of costs associated with the City's self-insured group health and dental insurance program.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Cash, Cash Equivalents and Investments

The City considers cash on hand, demand deposits, cash and investments held by the State Treasurer, and highly liquid investments with maturities of three months from the date of acquisition to be cash equivalents. All cash and investments of proprietary funds are held in the City's investment pool. These cash pools have the general characteristics of a demand deposit account, therefore, all cash and investments in the proprietary funds are considered cash and cash equivalents for Statement of Cash Flows purposes.

Cash and investments are generally pooled except for funds required to be held by fiscal agents or restricted under provisions of bond indentures. Arizona Revised Statutes (A.R.S.) authorize the City to invest public monies in the State Treasurer's Local Government Investment Pool, interest-bearing savings accounts, certificates of deposit, and repurchase agreements in eligible depositories; bonds or other obligations of the U.S. government that are guaranteed as to principal and interest by the U.S. government; and bonds of the State of Arizona or any of its counties, cities, towns, school districts, and special districts as specified by statute.

The State Board of Deposit provides oversight for the State Treasurer's pool, and the Local Government Investment Pool Advisory Committee provides consultation and advice to the Treasurer. The fair value of a participant's position in the pool approximates the value of that participant's pool shares.

Money market investments are stated at amortized cost. All other investments are stated at cost, which approximates fair value. Certain resources set aside for the repayments of debt are classified as investments held by trustee – restricted. Certain disclosure requirements, if applicable, for Deposits and Investment Risks in the following areas:

- Interest Rate Risk
- Credit Risk
 - Overall
 - Custodial Credit Risk
 - Concentration of Credit Risk
- Foreign Currency Risk

In addition, other disclosures are specified including use of certain methods to present deposits and investments, highly sensitive investments, credit quality at year-end and other disclosures.

D. Restricted Cash and Investments with Fiscal Agents

Cash and investments with fiscal agents are restricted due to limitations on their use by bond covenants. Fiscal agents acting on behalf of the City hold investment funds arising from the proceeds of long-term debt issuances.

E. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. *Receivables*

Receivables include such items as taxes, intergovernmental revenues, charges for services, miscellaneous account receivable, and interest receivable, and are reported net of allowance for uncollectible. The City reserved all receivable in excess of 180 days as an allowance.

G. *Interfund Receivables and Payable*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of inter-fund loans) or "advances to/from other funds" (i.e., the non-current portion of inter-fund loans). All other outstanding balances between funds are reported as "due to/from other funds."

H. *Inventories*

Inventories are stated at average cost using the first-in/first-out (FIFO) method. Inventories are recorded as expenses when consumed in the government-wide and proprietary financial statements and as expenditures when purchased in the governmental fund financial statements.

I. *Capital Assets*

Capital assets, which include land, buildings, improvements other than buildings, machinery, equipment, construction in progress, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Interest is capitalized in the water and the wastewater funds in the amount of \$31,255 and \$156,275 respectively on assets acquired with the utility bonds series 2013.

Certain capital assets of the City are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Infrastructure	15-50
Buildings	7-50
Improvements other than buildings	5-50
Vehicles, machinery, and equipment	4-15

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. *Deferred Inflows and Outflows*

In accordance with GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, the statement of net position reports separate sections for Deferred Outflows of Resources and Deferred Inflows of Resources, when applicable. The City and component unit have items that qualify for reporting in this category.

Deferred Outflows of Resources represent outflows of resources (consumption of net position) that apply to future periods and that, therefore, will not be recognized as an expense until that time.

- A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- In conjunction with pension accounting requirements, the difference between expected and actual investment earnings is recorded as a deferred outflow of resources related to pensions. This amount is determined based on the actuarial valuation performed for the plan.

Deferred Inflows of Resources represent inflows of resources (acquisition of net position) that apply to future periods and that, therefore, are not recognized as revenue until that time. In addition to liabilities, the statement of net position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from Municipal Court fines. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Under the full accrual basis, the City has two items that qualify for reporting in this category:

- A deferred gain on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- In conjunction with pension accounting requirements, the difference between expected and actual experience related is recorded as a deferred inflow of resources related to pensions. This amount is determined based on the actuarial valuation performed for the plan as described further in Note 14.

K. *Compensated Absences*

The City's employee vacation and sick leave policies provide for granting vacation and sick leave with pay. Annual leave, based on graduated scale of years of employment, is credited to each employee as it accrues and differs between administrative and public safety functions. The maximum accrual allowed follows the aforementioned pattern of accrued hours and cannot exceed twice the yearly earned hours. Vacation benefits vest at the employee's current rate of pay.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. *Compensated Absences (continued)*

The current and long-term liabilities for accumulated vacation 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, resignations, and retirements. Resources from the General Fund are generally used to liquidate the governmental funds liabilities for compensated absences.

Generally, sick leave benefits provide for ordinary sick pay and are cumulative but are forfeited upon termination of employment. Because sick leave benefits do not vest with employees, a liability for sick leave benefits is not accrued in the financial statements.

L. *Long-Term Obligations*

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities, net of bond premiums or discounts. Bond premiums and discounts are amortized over the life of the bonds using straight-line method. Issuance costs are reported as expense when incurred.

Governmental fund financial statements do not present long-term debt but are shown in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position.

M. *Arbitrage Rebate Requirement*

The City is subject to the Internal Revenue Code ("IRC") Section 148(f), related to its tax exempt revenue bonds. The IRC requires that investment earnings on gross proceeds of any revenue bonds that are in excess of the amount prescribed will be surrendered to the Internal Revenue Service. The City had no rebate liability for arbitrage as of June 30, 2016.

N. *Claims Liabilities*

The City accounts for material claims and judgments outstanding at year-end. When it is probable that a claim liability has incurred at year-end, and the amount of loss can be reasonably estimated, the City records the estimated loss.

O. *Pensions*

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plans' fiduciary net position and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans.

For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

O. Pensions (Continued)

The following timeframes are used for pension reporting:

Valuation Date:	June 30, 2015
Measurement Date:	June 30, 2015
Measurement Period:	July 1, 2014 to June 30, 2015

Gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time. The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense. The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized straight-line over 5 years. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period.

P. Net Position

For government-wide and proprietary fund financial statements, net position represents the difference between all other elements in the statement of net position and should be displayed in the following three components:

Net Investment in Capital Assets – This component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of debt that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

Unrestricted – This component of net position is the amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

When an expense is incurred for purposes for which both restricted and unrestricted Net Position are available, the City's policy is to apply restricted Net Position first.

Q. Fund Balances

In the governmental fund financial statements, fund balance is composed of five classifications designed to show the hierarchy of constraints placed on how fund balance can be spent. The governmental fund types classify fund balances as follows:

Non-spendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Inventories – Portion of fund balance that is not an available resource because it represents the year-end balance of ending inventories, which are not spendable resources.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. *Fund Balances (Continued)*

Prepaid Items – Portion of fund balance that is not an available resource because it represents the year-end portion of prepaid items, which are not spendable resources.

Restricted – This classification includes revenue sources that are restricted to specific purposes externally imposed by 1) external parties such as: grantors creditors or 2) imposed by law through constitutional provisions or 3) enabling legislation legally enforceable by external parties.

Committed – Represents portion of fund balance that can only be used for specific purpose imposed by majority vote of City Council, the highest level of decision-making authority. Such commitment is made via a Council resolution and must be made prior to the end of the fiscal year. Any changes or removal of specific purposes requires majority action as well by the governing body. Committed funds include funds for capital projects and specified program services as defined by the creation of the fund.

Assigned – Amounts are constrained by the City's intent to be used for specific purposes. Intent should be expressed by the Council or the City Manager but requires City Council to approve a resolution to set up encumbrances.

Assigned for Capital Projects – Portion of fund balance that has been budgeted or designated by Council for capital projects.

Unassigned – Unassigned fund balance is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and does not have a specific purpose. In the governmental funds, other than the general fund, if expenditures incurred exceeded the amounts restricted, committed or assigned, the fund may report a negative fund balance.

The City has a revenue spending guideline for programs with multiple revenue sources. For purposes of fund balance classification, expenditures are to be spent from restricted fund balance first, followed in order by committed fund balance, assigned fund balance and lastly unassigned fund balance. Management may deviate from this policy if it's in the best interest of the City.

R. *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 amounts of assets and liabilities and disclosure of the contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

S. Budget

The City publishes and adopts an annual budget in accordance with applicable state statutes. The City prepares an annual budget on a basis consistent with Generally Accepted Accounting Principles for all governmental funds. After review of the tentative budgets, City Council holds public hearings and then adopts the annual budget for the General, Major Special Revenue, and the Enterprise funds. All annual appropriations lapse at the fiscal year end.

The appropriated budget is prepared by fund and department on the same basis of accounting as required for governmental fund types and conforms to GAAP. Amendments are required for any revisions that increases total expenditures of any fund or that change functional appropriations. During the year, several amendments to the original budget were necessary to meet the needs of the City. Also, transfers of appropriations between departments and over-expenditures of appropriations at the department level require Council approval. The City legal level of budgetary control, which is the level at which expenditures may not legally exceed appropriations, is at the department level.

T. Pending Pronouncements

GASB Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, effective for fiscal years beginning after June 15, 2015 – except those provisions that address employers and governmental non-employer contributing entities for pensions that are not within the scope of Statement 68, which are effective for financial statements for fiscal years beginning after June 15, 2016. This statement establishes requirements for those pensions and pension plans that are not administered through a trust meeting specified criteria (those not covered by Statements No. 67 and 68).

GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, effective for fiscal years beginning after June 15, 2016. This statement addresses reporting by OPEB plans that administer benefits on behalf of governments. This statement replaces Statement No. 43.

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, effective for fiscal years beginning after June 15, 2017. This statement addresses reporting by governments that provide OPEB to their employees and for governments that finance OPEB for employees of other governments. This statement replaces the requirements of Statement No. 45.

GASB Statement No. 80, *Blending Requirements for Certain Component Units*, effective for fiscal years beginning after June 15, 2016. This statement clarifies the financial statement presentation requirements for certain component units, amending Statement No.14.

GASB Statement No. 82, *Pension Issues*, an amendment of GASB Statements No. 67, No. 68, and No. 73, effective for fiscal years beginning after June 15, 2016. This statement improves consistency in the application of pension accounting and financial reporting requirements by addressing certain items in GASB Statements No. 67, No. 68 and No. 73.

CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016

NOTE 2- CASH AND INVESTMENTS

Cash and investments are classified in the accompanying financial statements as follows:

	Primary Government		Component Unit	
	Governmental Activities	Business-type Activities	Detention Facility	Total
Cash and cash equivalents	\$ 3,282,244	\$ 3,593,603	\$ -	\$ 6,875,847
Investments	6,883,844	7,212,155	-	14,095,999
Restricted assets:				
Cash and cash equivalents	1,655,929	-	-	1,655,929
Investments	-	630,617	5,902,903	6,533,520
Total	<u>\$ 11,822,017</u>	<u>\$ 11,436,375</u>	<u>\$ 5,902,903</u>	<u>\$ 29,161,295</u>

Cash and investments consisted of the following:

Cash on hand	\$ 4,440
Demand deposits	6,871,407
Investments	22,285,448
Total	<u>\$ 29,161,295</u>

Demand Deposits - The carrying amounts of the City's demand deposits were \$6,871,407 at June 30, 2016. Bank balances were \$6,362,608 at that date, the total amount of which was collateralized or insured with securities held by the pledging financial institutions in the City's name.

Risk Disclosures – Disclosures Related to Interest Rate Risk. Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity, the greater the sensitivity its fair value is to changes in market interest rates. The City does not have a formal investment policy that limit its investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rate.

	Investment Maturities (in years)			
	Fair Value	Less than 1	1-5	6-10
U.S. agency securities	\$1,549,145	\$1,549,145		
Money market funds	6,640,304	6,640,304		
State Treasurer's investment pool	14,095,999	14,095,999		
Total	<u>\$22,285,448</u>	<u>\$22,285,448</u>	<u>\$ -</u>	<u>\$ -</u>

Investment should be recorded at fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*. Accordingly, the change in fair value of investments will be recognized as an increase or decrease to investment assets and investment income as applicable.

The City measures and records investment using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs.

At June 30, 2016, all the City's investments were considered to be level 2 investments.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 2- CASH AND INVESTMENTS (CONTINUED)

Disclosures Related to Credit Risk. Credit risk is defined as the risk that an issuer of an investment will not fulfill its obligation to repay the holder at the maturity date. This is generally measured by the assignment of a rating by a nationally recognized statistical organization. However, some issuers do not seek a credit rating. The City has no investment policy that would further limit its investment choices. As of June 30, 2016, the City's investment in the State Treasurer's Government Investment Pool (LGIP) did not receive a credit quality rating from national rating agency. The City's investments in U.S. agencies were rated Aaa-mf by Moody's Investors Service and AAAM by Standard & Poor's.

That portion of the external investment pool which belongs to local government participants is reported in the State's Annual Financial Report. A copy of the report can be obtained from the State's website at www.aztreasury.gov or by writing to Arizona State Treasurer's Office, 1700 West Washington Street, 1st Floor, Phoenix, AZ 85007. The City's position in the LGIP at June 30, 2016 is stated at cost which approximates fair value.

Disclosures Related to Custodial Credit Risk. For deposits, custodial credit risk is the risk that in the event of bank failure the City's deposits may not be returned to the City. The City does not have a policy for custodial credit risk. As of June 30, 2016, City deposits of \$5,167,444 were collateralized with securities held by the pledging financial institution.

Disclosures Related to Custodial Credit Risk. For investments, custodial credit risk is the risk that, in the event of the counterparty's failure, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At June 30, 2016, the City had \$1,195,163 of U.S. agency securities, and money market funds that were uninsured and held by the counterparty's trust department or agent not in the City's name. The City's investment in the State Treasurer's investment pool represents a proportionate interest in the pool's portfolio; however, the City's portion is not identified with specific investments and is not subject to custodial credit risk.

Disclosures Related to Concentration Credit Risk. The City places no limit on the amount the City may invest in any one issuer. As of June 30, 2016, the City's investments include 3.68% invested in U.S. agency securities, 33.07% invested in money market funds, and 63.25% invested in the State Treasurer's investment pool.

NOTE 3- RECEIVABLES

Receivables are reported net of allowance for uncollectible of \$23,561 for utility receivables and \$580,668 for Governmental funds receivable of which the majority relates to court fines. As of year-end, the City's net receivables for individual major governmental funds, non-major governmental funds in the aggregate, and major enterprise funds are as follows:

	Governmental Activities				
	General	Highway Users	Municipal Projects Bond	Non-Major Governmental	Total
Accounts Receivables	\$1,008,803	\$ -	\$3	\$6,007	\$1,014,813
Fines Receivable	1,138,791	-	-	-	1,138,791
Due from governmental entities	948,488	206,331	-	78,267	1,233,086
Net total receivables	<u>\$3,096,082</u>	<u>\$206,331</u>	<u>\$3</u>	<u>\$84,274</u>	<u>\$3,386,690</u>

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 3- RECEIVABLES (CONTINUED)

	Business-Type Activities					
	Water	Wastewater	Business Center	Sanitation	Insurance	Total
Accounts Receivable	\$ 455,114	\$ 93,268	\$ 52,439	\$ 32,367	\$ 41,581	\$ 674,769
Notes Receivable	\$50,162					\$50,162
Net total receivables	<u>\$ 505,276</u>	<u>\$ 93,268</u>	<u>\$ 52,439</u>	<u>\$ 32,367</u>	<u>\$ 41,581</u>	<u>\$ 724,931</u>

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, unavailable revenue consisting mostly of fines receivable were reported in the General Fund of \$1,138,791.

NOTE 4- INTERFUND TRANSACTIONS

A. Due From and To Other Funds

Fund	Due From Other Funds	Due To Other Funds
General	\$1,260,240	\$ -
Highway Users	-	194,326
Municipal Projects Bond	-	901,126
Non-Major Governmental	934,342	-
Water	-	3,513,399
Wastewater	3,398,437	-
Business Center	-	243,456
Business Incubator	-	175,913
Sanitation	-	557,042
Insurance	-	7,757
Total	<u>\$5,593,019</u>	<u>\$5,593,019</u>

All balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made.

B. Transfers

Transfers between primary government funds:

Transfer To:	Transfer From	
	General	Highway Users
Public Safety - Grant Match	\$ 2,254	\$ -
Cultural Center - Grant Match	-	109,838
Business Center - Debt Obligations	391,967	-
Municipal Projects Bond - Debt Obligations	1,350,900	-
Total	<u>\$ 1,745,121</u>	<u>\$ 109,838</u>

Transfers are used (1) to move receipts restricted for debt service from the funds collecting them to the funds obligated to pay debt service payments as they become due and (2) to move unrestricted revenues collected in the Highway Users Fund and the General Fund, which finance various programs accounted for in other funds in accordance with budgetary authorizations.

CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016

NOTE 5- CAPITAL ASSETS

A summary of capital asset activity for the fiscal year ended June 30, 2016 follows:

Governmental Activities	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$1,531,972	\$ -	\$ -	\$1,531,972
Construction in progress	598,414	370,718	(254,602)	714,530
Total capital assets, not being depreciated	2,130,386	370,718	(254,602)	2,246,502
Capital assets, being depreciated:				
Buildings and improvements	24,082,183	250,723		24,332,906
Machinery and equipment	10,465,297	1,133,784	(597,843)	11,001,238
Infrastructure	40,672,687	7,724,825		48,397,512
Total capital assets being depreciated	75,220,167	9,109,332	(597,843)	83,731,656
Less accumulated depreciation for:				
Buildings and improvements	(6,637,596)	(668,526)		(7,306,122)
Machinery and equipment	(5,775,253)	(783,939)	513,791	(6,045,401)
Infrastructure	(12,289,480)	(915,083)		(13,204,563)
Total accumulated depreciation	(24,702,329)	(2,367,548)	513,791	(26,556,086)
Total capital assets, being depreciated, net	50,517,838	6,741,784	(84,052)	57,175,570
Governmental activities capital assets, net	\$52,648,224	\$7,112,502	(\$338,654)	\$59,422,072
Business-Type Activities	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$674,819	\$ -	\$ -	\$674,819
Construction in progress	1,754,321	387,749	(1,687,884)	454,186
Total capital assets, not being depreciated	2,429,140	387,749	(1,687,884)	1,129,005
Capital assets, being depreciated:				
Buildings and improvements	8,212,449	544,553	(28,369)	8,728,633
Machinery and equipment	7,875,042	346,039	(121,764)	8,099,317
Infrastructure	47,621,386	4,286,922	-	51,908,308
Total capital assets being depreciated	63,708,877	5,177,514	(150,133)	68,736,258
Less accumulated depreciation for:				
Buildings and improvements	(1,504,891)	(255,624)	1,324	(1,759,191)
Machinery and equipment	(6,088,539)	(437,445)	100,793	(6,425,191)
Infrastructure	(11,810,463)	(1,097,046)	-	(12,907,509)
Total accumulated depreciation	(19,403,893)	(1,790,115)	102,117	(21,091,891)
Total capital assets, being depreciated, net	44,304,984	3,387,399	(48,016)	47,644,367
Business-type activities capital assets, net	\$46,734,124	\$3,775,148	(\$1,735,900)	\$48,773,372

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 5- CAPITAL ASSETS (CONTINUED)

Discretely Presented Component Unit	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$661,359	\$ -	\$ -	\$661,359
Total capital assets, not being depreciated	661,359	-	-	661,359
Capital assets, being depreciated:				
Buildings and improvements	34,129,886			34,129,886
Machinery and equipment	329,194			329,194
Total capital assets being depreciated	34,459,080	-	-	34,459,080
Less accumulated depreciation for:				
Buildings and improvements	(10,227,185)	(1,706,495)		(11,933,680)
Machinery and equipment	(255,873)	(34,069)		(289,942)
Total accumulated depreciation	(10,483,058)	(1,740,564)	-	(12,223,622)
Total capital assets, being depreciated, net	23,976,022	(1,740,564)	-	22,235,458
Component Unit capital assets, net	\$24,637,381	(\$1,740,564)	\$ -	\$22,896,817

Depreciation expense was charged to functions/programs as follows:

<u>Governmental activities:</u>	<u>Amount</u>
General government	\$454,572
Public safety	448,258
Health and welfare	21,995
Culture and recreation	363,790
Community development	4,956
Public works and streets	1,073,977
Total depreciation expense	<u>\$2,367,548</u>
<u>Business-type activities:</u>	
Water	\$513,056
Wastewater	789,143
Business Center	373,592
Sanitation	67,969
Business Incubator	46,355
Total depreciation expense	<u>\$1,790,115</u>
<u>Discretely presented Component Unit:</u>	
Detention Facility	\$1,740,564
Total depreciation expense	<u>\$1,740,564</u>

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 6- CONSTRUCTION COMMITMENTS

The City entered into several construction contracts for street projects (special revenue fund projects) and wastewater treatment projects totaling almost \$1.8 million. These commitments have only been recorded in the accompanying financial statements for work completed as of June 30, 2016. The remaining balance for work not yet complete at the end of the year is estimated at \$.735 million.

NOTE 7- OPERATING LEASES

The City leases copiers/printers under certain non-cancelable operating leases. Operating leases do not give rise to property rights or lease obligations (long-term debt); therefore, the results of the lease agreements are not reflected in the City's Statement of Net Position. Lease payments effected during the fiscal year 2016 amounted to \$49,115.

The following is a schedule of the future minimum lease payments on the operating leases.

Year ending June 30,	<u>Amount</u>
2017	\$ 33,386
2018	29,151
2019	23,691
2020	8,597
2021	1,559
Tot	<u>\$ 96,384</u>

NOTE 8- REVENUE BONDS PAYABLE

PRIMARY GOVERNMENT

Revenue bonds payable at June 30, 2016 consisted of the outstanding revenue bonds presented below. The bonds are generally callable with interest payable semiannually.

In November 2014 the City issued \$28,795,000 in Excise Tax Revenue Refunding Obligations Series 2014A and \$2,220,000 Series 2014B taxable Obligations collectively with an average true-interest rate of 4.02% to refund the 2005 San Luis Civic Improvement Corporation (SLCIC) in the amount of \$40,000,000. The entire proceeds of the refunding issue combined with City funds totaling \$37,223,946 was deposited in an irrevocable trust held by an escrow agent to provide for all future debt service requirements on the refunded bonds to the July 1, 2015 call date. As a result, the refunded bond are considered to be defeased and the liability for those bonds has been removed from the City's Municipal Project Bond Fund. The City refunded the debt to reduce its total debt service payments over the next 23 years by \$4,530,000 and to obtain an economic gain of \$2,684,869. The reacquisition price exceeded the net carrying amount of the old debt by \$451,784. This amount is being amortized as interest expense over the term of the debt.

<u>Purpose</u>	<u>Interest Rate</u>	<u>Maturity</u>	<u>Outstanding Principal June 30, 2016</u>
Governmental activities	4.02%	7/1/14-38	\$11,512,880
Business-type activities	4.02%	7/1/14-38	18,032,120
Total			<u>\$29,545,000</u>

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 8- REVENUE BONDS PAYABLE (CONTINUED)

PRIMARY GOVERNMENT (CONTINUED)

Future debt service requirements for SLCIC revenue bonds are as follows:

	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
Year Ending June 30:				
2017	\$ 298,100	\$ 543,104	\$ 466,900	\$ 850,641
2018	305,893	535,274	479,107	838,376
2019	317,583	525,610	497,417	823,240
2020	327,325	514,689	512,675	806,136
2021	339,015	500,398	530,985	783,752
2022-26	1,965,899	2,225,489	3,079,101	3,485,686
2027-31	2,484,163	1,691,423	3,890,837	2,649,202
2032-36	3,169,987	987,966	4,965,013	1,547,409
2037-39	2,304,915	176,668	3,610,085	276,707
Total	<u>\$11,512,880</u>	<u>\$7,700,621</u>	<u>\$18,032,120</u>	<u>\$12,061,149</u>

In November 2013, the City issued Utility Revenue Bonds Series 2013 totaling \$6,580,000 to finance the construction of new water and sewer lines. Payments will be effected when due from Pledged Revenues.

Purpose	Interest Rate	Maturity	Outstanding Principal June 30, 2016
Business-type activities	4.00%	7/1/2033	\$ 6,580,000
Total			<u>\$ 6,580,000</u>

	Business-Type Activities		
	Principal	Interest	Total
Year Ending June 30:			
2017	\$ 260,000	\$ 245,100	\$ 505,100
2018	270,000	235,030	505,030
2019	280,000	224,580	504,580
2020	295,000	213,655	508,655
2021	305,000	202,255	507,255
2022-26	1,695,000	826,025	2,521,025
2027-31	2,050,000	471,200	2,521,200
2032-34	1,425,000	82,745	1,507,745
Total	<u>\$ 6,580,000</u>	<u>\$ 2,500,590</u>	<u>\$ 9,080,590</u>

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 8- REVENUE BONDS PAYABLE (CONTINUED)

DISCRETELY PRESENTED COMPONENT UNIT

In October 2005, the San Luis Facility Development Corporation (SLFDC) issued Senior Lien Project Revenue Bonds Series 2005 totaling \$27,795,000 to finance the construction of a regional detention facility. The principal and interest on the bonds are not a general obligation of the Corporation and City, but the issuer entered into agreements to house prisoners and the revenues there from are to be pledged to secure payment of the bonds. Again, in February 2011, the SLFDC issued Senior Lien Project Revenue Bonds Series 2011 totaling \$20,165,000 to finance the construction for an expansion of the existing regional detention facility. The bonds were issued with the same terms and conditions as the previous issues. Subsequently, during April 2014 and July 2014 the Corporation refunded both issues following an IRS audit in which the issues were found to be taxable as opposed to the non-taxable status at time of issuance. The refunding amounts were \$26,090,000 and \$20,835,000 respectively.

Purpose	Interest Rate	Maturity	Outstanding Principal June 30, 2016
Business activities	6.00-7.25%	4/1/2030	\$ 24,590,000
Business activities	6.00-7.25%	11/1/2027	<u>18,695,000</u>
Total			<u><u>\$43,285,000</u></u>

Future debt service requirements for the SLCFDC revenue bonds are as follows:

Year Ending June 30:	Principal		Interest	
	2014 Series	2014 Series A	2014 Series	2014 Series A
	<u>Principal</u>	<u>Principal</u>	<u>Interest</u>	<u>Interest</u>
2017	\$ 795,000	\$ 1,130,000	\$ 1,677,636	\$ 1,185,088
2018	835,000	1,180,000	1,640,270	1,132,542
2019	880,000	1,240,000	1,597,686	1,072,952
2020	925,000	1,310,000	1,550,166	1,006,612
2021	980,000	1,380,000	1,497,440	933,252
2022-26	5,915,000	8,340,000	6,458,770	3,232,546
2027-30	14,260,000	4,115,000	3,116,052	285,992
Total	<u>\$ 24,590,000</u>	<u>\$ 18,695,000</u>	<u>\$ 17,538,020</u>	<u>\$ 8,848,984</u>

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 9- NOTE OBLIGATIONS

Outstanding long-term debt and current portions are summarized as follows:

<u>Governmental activities</u>	<u>CURRENT PORTION</u>	<u>LONG TERM PORTION</u>	<u>TOTAL</u>
Notes payable to the Walmart Store for \$376,000 dated October 4, 2006 for road extension. Note is due in quarterly installments of the first 1% of City Sales Tax collected on retail sales from the Walmart Store until fully paid.	\$-	\$222,972	\$222,972
Notes payable to the Greater Arizona Development Authority (GADA) organization for 3,025,000 dated February 1, 2009 for other municipal projects. Note requires monthly interest payments with an annual variable interest rate averaging 6% per year. Principal is paid once a year starting on July 2036 until the loan expires on July 2038.	-	3,025,000	3,025,000
Converted a line of credit received from 1st Bank Yuma on June 11, 2015 for equipment purchase to a note payable in the amount of \$554,453 with an interest rate of 3.75% payable in five years.	66,967	160,286	227,253
Total Notes Payable	<u>\$66,967</u>	<u>\$3,408,258</u>	<u>\$3,475,225</u>

Debt service requirements on all debt to maturity are shown below.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending June 30:			
2017	\$66,967	\$173,859	\$240,826
2018	69,558	171,268	240,826
2019	72,250	168,577	240,827
2020	18,495	166,492	184,987
2021	-	166,375	166,375
Thereafter	3,247,955	2,932,463	6,180,418
Total Payments	<u>\$3,475,225</u>	<u>\$3,779,034</u>	<u>\$7,254,259</u>

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 9- NOTE OBLIGATIONS (CONTINUED)

<u>Business-type activities</u>	<u>CURRENT PORTION</u>	<u>LONG TERM PORTION</u>	<u>TOTAL</u>
Notes payable to the Greater Arizona Development Authority (GADA) organization for \$10,725,000 dated February 1, 2009 for refinancing of Call Center development debt and for other municipal projects. Note requires monthly interest payments with an annual variable interest rate averaging 8% per year. Principal is paid once a year starting on July 2015 until the loan expires on July 2036.	\$230,000	\$10,070,000	\$10,300,000
Converted a line of credit received from 1st Bank Yuma, on June 11, 2015 for equipment purchase to a note payable in the amount of \$554,453 with an interest rate of 3.75% payable in five years.	42,671	102,172	144,843
Total Notes Payable	<u>\$272,671</u>	<u>\$10,172,172</u>	<u>\$10,444,843</u>

Debt service requirements on all debt to maturity are shown below.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending June 30:			
2017	\$272,671	\$798,127	\$1,070,798
2018	294,322	780,041	1,074,363
2019	311,037	760,693	1,071,730
2020	296,813	740,533	1,037,346
2021	305,000	719,060	1,024,060
Thereafter	8,965,000	7,233,008	16,198,008
Total Payments	<u>\$10,444,843</u>	<u>\$11,031,462</u>	<u>\$21,476,305</u>

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 10 - CHANGE IN LONG-TERM LIABILITIES

Compensated Absences

The City's policy relating to compensated absences is described in Note 1-N. As shown in the table below, the long-term portion of this debt, amounting to \$533,389 for governmental activities and \$81,683 for business-type activities at June 30, 2016 is expected to be paid in future years from future resources. Compensated absences for governmental activities have been liquidated primarily by the General Fund.

Long-term liability activity for all categories for the year ended June 30, 2016 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Compensated absences	\$ 572,710	\$ 426,727	\$ 466,048	\$ 533,389	\$ 420,310
Revenue bonds payable	12,085,699	-	572,819	11,512,880	298,100
Revenue bonds premium	1,264,630	-	54,984	1,209,646	-
Revenue Bonds / GADA Loans	3,025,000	-	-	3,025,000	-
Note Payable	537,910	-	87,686	450,224	66,967
Pension	9,549,692	592,903	-	10,142,595	-
Governmental activities long-term liabilities	<u>\$ 27,035,641</u>	<u>\$1,019,630</u>	<u>\$1,181,537</u>	<u>\$26,873,734</u>	<u>\$ 785,377</u>
Business-type activities:					
Compensated absences	\$ 81,001	\$ 77,049	\$ 76,367	\$ 81,683	\$ 64,367
Revenue bonds payable	25,509,301	-	897,181	24,612,120	726,900
Revenue bonds premium	1,980,735	-	86,119	1,894,616	-
Revenue Bonds / GADA Loans	10,520,000	-	220,000	10,300,000	230,000
Note Payable	185,909	-	41,066	144,843	42,671
Pension	2,058,413	72,056	-	2,130,469	-
Business-type activities long-term liabilities	<u>\$ 40,335,359</u>	<u>\$ 149,105</u>	<u>\$1,320,733</u>	<u>\$39,163,731</u>	<u>\$1,063,938</u>
Discretely presented units					
Revenue bonds payable	\$ 45,135,000	\$ -	\$1,850,000	\$43,285,000	\$1,925,000
Revenue bonds discount	(1,036,628)	-	(74,952)	(961,676)	-
Discretely presented component unit long-term liabilities	<u>\$ 44,098,372</u>	<u>\$ -</u>	<u>\$1,775,048</u>	<u>\$42,323,324</u>	<u>\$1,925,000</u>

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 11- COMMITMENTS AND CONTINGENCIES

Federal and State grants and loans – The City has received a number of grants from both Federal and State governments. Although the programs have been audited by the respective agencies, not all audits have been approved as of June 30, 2016; however, the City expects no material disallowance of expenditures.

Lawsuits – The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

NOTE 12 – CONTESTED TAXES

As of June 30, 2016 there was an estimate of over \$1.3 million of assessment filed by the City against one or more tax payers that as of the issuance of the financial statements was in the predetermination hearing process. Collectability of this assessment is dependent upon the decision of administrative Judges. The assessment will not meet the revenue recognition criteria as tax revenue until the administrative hearing is final. Therefore, this amount is not included in the receivables reported in the financial statements.

NOTE 13- STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Individual Deficit /Net Position – At June 30, 2016, the following individual funds reported deficits in Net Position.

Enterprise Fund:	<u>Deficit</u>
Business Center	\$ 5,979,740
Sanitation	\$ 642,605
 Discretely Presented Component Un	
Detention Facility	\$ 13,389,633

The net position deficit of the Business Center is expected to be subsidized through future rent revenues of unoccupied building space.

The net position deficit of the Sanitation is expected to be subsidized through future rate increases.

The net position deficit of the Detention Facility is expected to improve after several lawsuits that were settled, one of which included payment to the IRS for the original bonds issues of 2005 and 2011 forcing the refinancing of said bonds. Seconded by the lawsuit involving disputes with the previous and current operators of the facility. As of October 20, 2016, the San Luis Facility Development Corporation (SLFCD) and the operator of the Detention Facility have entered into an interim forbearance agreement with the Trustee, which calls for a restructuring period followed by a change in the order of distributions of funds received to stabilize operations. As a result, Trustee's fees were to be paid first followed by bond interest payments then the operator and lastly the principal on the bonds.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 14- RISK MANAGEMENT

The City of San Luis, Arizona is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; natural disasters; and potential workers-related accidents. The City's insurance protection is provided by the Arizona Municipal Risk Retention Pool, of which the City is a participating member.

The Arizona Municipal Risk Retention Pool is structured such that member premiums are based on an actuarial review that will provide adequate reserves to allow the pool to meet its expected financial obligations. The pool has the authority to assess its members' additional premiums should reserves and annual premiums be insufficient to meet the pool's obligations. There were no settlements in excess of insurance coverage in any of the prior three fiscal years.

The City established an Insurance Fund (an Internal Service Fund) during FY2012 to account for and finance its uninsured risks of loss related to health and dental claims. The Fund provides annual coverage per individual for up to a maximum of \$50,000 for each claim. There were no claims that have exceeded this coverage in the current fiscal year.

NOTE 15- RETIREMENT PLANS

A. Pensions and Other Postemployment Benefits

The City has adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, which requires the following disclosures.

Plan Descriptions - The City contributes to four plans, three of which are described below. The Arizona Elected Officials Retirement Plan is not described because of its relative insignificance to the City's financial statements. The plans are component units of the State of Arizona.

At June 30, 2016, 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
Net pension liabilities	\$10,142,595	\$2,130,469
Deferred outflows of resources	\$2,395,595	\$283,989
Deferred inflows of resources	\$1,424,166	\$187,973
Pension expense	\$1,020,410	\$165,335

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 15- RETIREMENT PLANS (CONTINUED)

Arizona State Retirement System

Plan Description – City employees not covered by the other pension plans described below or the Elected Official Retirement Plan 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 on the basis of age, average monthly compensation, and service credit as follows:

ASRS

	ASRS Retirement Initial membership date:	
	Before July 1, 2011	On or after July 1, 2011
Years of service and age required to receive benefit	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 months of last 120 months	Highest 60 months of last 120 months
Benefit percent per year of service	2.1% to 2.3%	2.1% to 2.3%

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.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 15- RETIREMENT PLANS (CONTINUED)

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, 2016, active ASRS members were required by statute to contribute at the actuarially determined rate of 11.47 percent (11.35 percent for retirement and 0.12 percent 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 11.47 percent (10.85 percent for retirement, 0.50 percent for health insurance premium benefit, and 0.12 percent 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 9.36 percent (9.17 percent for retirement, 0.13 percent for health insurance premium benefit, and 0.06 percent 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.

Contributions – The City's contributions to the pension plan for the year ended June 30, 2016 were \$650,874. The City's contributions for the current and two preceding years for OPEB, all of which were equal to the required contributions, were as follows:

<u>Year ended June 30:</u>	<u>Health Benefit Supplement Fund</u>	<u>Long-Term Disability Fun</u>
2016	\$ 29,994	\$ 7,199
2015	33,719	7,097
2014	32,754	13,250

During fiscal year 2016, the City paid for ASRS pension and OPEB contributions as follows: 66 percent from the General Fund, 12 percent from Special Revenue funds, and 22 percent from Enterprise funds.

Pension Liability – At June 30, 2016, the City reported a liability of \$9,932,851 for its proportionate share of the ASRS' net pension liability. The net pension liability was measured as of June 30, 2015. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2014, to the measurement date of June 30, 2015.

The City's reported liability at June 30, 2016, increased by \$686,453 from the City's prior year liability of \$9,246,398 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 \$15,576,438,487 total ASRS employer's pension liability. The City's proportion measured as of June 30, 2015, was 0.063770 percent, which was an increase of 0.00128 from its proportion measured as of June 30, 2014.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 15- RETIREMENT PLANS (CONTINUED)

Pension Expense and Deferred Outflows/Inflows of Resources – For the year ended June 30, 2016, the City recognized pension expense for ASRS of \$755,049. At June 30, 2016, the City reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

<u>ASRS</u>	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Difference between expected and actual experience	\$271,046	\$520,491
Changes of assumptions or other inputs		
Net difference between projected and actual earnings on pension plan investments	-	318,326
Changes in proportion and differences between City contributions and proportionate share of contributions	345,134	-
City contribution subsequent to the measurement date	650,874	-
Total	<u>\$1,267,054</u>	<u>\$838,817</u>

The \$650,874 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, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ASRS pension will be recognized in pension expense as follows:

Year ended June 30:	<u>Amount</u>
2017	\$ 8,927
2018	\$ (244,554)
2019	\$ (216,802)
2019	\$ 229,792

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

<u>ASRS</u>	
Actuarial valuation date	June 30, 2014
Actuarial roll forward date	June 30, 2015
Actuarial cost method	Entry age normal
Investment rate of return	8%
Projected salary increases	3-6.75%
Inflation	3%
Permanent base increase	Included
Mortality rate	1994 GAM Scale BB

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 15- RETIREMENT PLANS (CONTINUED)

Actuarial assumptions used in the June 30, 2014, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2012. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The Board adopted the experience study recommended changes which were applied to June 30, 2014, actuarial valuation. The study did not include an analysis of the assumed investment rate of return.

The long-term expected rate of return on ASRS pension plan investments was determined to be 8.79 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>ASRS</u>	Expected Return Arithmetic Basis		
	Target	Real Return	Long-Term
Asset Class	Allocation	Arithmetic Basis	Expected Real Rate of Return
Equity	58%	6.79%	3.94%
Fixed Income	25%	3.70%	0.93%
Real estate	10%	4.25%	0.42%
Commodities	2%	3.93%	0.08%
Multi-asset	5%	3.41%	0.17%
Total	100%		5.54%
Inflation			3.25%
Expected Arithmetic nominal return			8.79%

Discount Rate – The discount rate used to measure the ASRS total pension liability was 8.0 percent, which is less than the long-term expected rate of return of 8.79 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board's funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 15- RETIREMENT PLANS (CONTINUED)

Sensitivity of the City's Proportionate Share of the ASRS Net pension Liability to Changes in the Discount Rate – The following table presents the City's proportionate share of the net pension liability calculated using the discount rate of 8.0 percent, 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 (7 percent) or 1 percentage point higher (9.0 percent) than the current rate.

<u>ASRS</u>	1% Decrease (7%)	Current Discount Rate (8%)	1% Increase (9%)
City's proportionate share of the net pension liability	\$ 13,015,429	\$ 9,932,851	\$ 7,820,275

Pension Plan Fiduciary Net Position – Detailed information about the pension plan's fiduciary net position is available in a separately issued ASRS financial report.

Public Safety Personnel Retirement System

Plan Description – City public safety personnel who are regularly assigned hazardous duty 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 seven-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 supplemental information. The reports are available on the PSPRS Web site at www.psprs.com.

Benefits Provided – The PSPRS provides retirement, health insurance premium supplement, disability, and survivor benefits. State statute establishes benefits terms. Retirement, disability, and survivor benefits are calculated on the basis of age, average monthly compensation, and service credit as follows. See the publicly available PSPRS financial report for additional benefits information.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 15- RETIREMENT PLANS (CONTINUED)

PSPRS	Initial Membership Date:	
	Before January 1, 2012	On or After January 1, 2012
Retirement and Disability:		
Years of services and age required to receive benefit	20 years any age 15 years age 62	25 years and age 52.5
Final average salary is based on	Highest 36 months of last 20 years	Highest 60 months of last 20 years
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%	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% of retired member's pension benefit	
Active Members	80% of accidental disability retirement or 100% of average monthly compensation if death was the result of injuries received on the job	

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 15- RETIREMENT PLANS (CONTINUED)

Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on excess investment earning. In addition, from and after December 31, 2015, the Legislature may enact permanent one-time benefit increases after a Joint Legislative Budget Committee analysis of the increases effects on the plan. PSPRS also provides temporary disability benefits of 50 percent of the member's compensation for up to 12 months.

Employees Covered by Benefit Terms – At June 30, 2016, the following employees were covered by the agent pension plans' benefit terms:

	PSPRS	
	<u>Police</u>	<u>Fire</u>
Inactive employees or beneficiaries currently receiving benefits	5	2
Inactive employees entitled to but not yet receiving benefits	8	4
Active employees	29	30
Total	42	36

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. Contributions rates for the year ended June 30, 2016, are indicated below. Rates are a percentage of active members' annual covered payroll.

	PSPRS	
	<u>Police</u>	<u>Fire</u>
Active members--Pension	11.65%	11.65%
City		
Pension	19.23%	13.11%
Health insurance premium benefit	0.18%	0.37%

In addition, the City of San Luis was required by statute to contribute at the actuarially determined rate of 28.62 percent for the PSPRS and 11.33 percent for the CORP of annual covered payroll of retired members who worked in positions that would typically be filled by an employee who contributes to PSPRS or CORP.

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 15- RETIREMENT PLANS (CONTINUED)

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, 2016, were:

FY2016	PSPRS	
	<u>Police</u>	<u>Fire</u>
Pension		
Contributions made	\$352,801	\$203,572
Health Insurance Premium benefit		
Annual OPEB cost	5,358	7,073
Contributions made	5,358	7,073

During fiscal year 2016, the City paid for PSPRS pension and OPEB contributions as follows: 98.67 percent from the General Fund, 1.33 percent from other funds.

Pension Liability – At June 30, 2016, the City reported the following net pension liabilities

	<u>Net Pension Liability</u>
PSPRS Police	\$ 2,028,281
PSPRS Fire	311,932

The net pension liabilities (and asset) were measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liabilities as of June 30, 2015, reflect the following changes of benefit terms and actuarial assumptions.

- In February 2014, the Arizona Supreme Court affirmed a Superior Court ruling that a 2011 law that changed the mechanism for funding permanent benefit increases was unconstitutional. As a result, CORP plans changed benefit terms to reflect the prior mechanism for funding permanent benefit increases and revised actuarial assumptions to explicitly value future permanent benefit increases.
- The wage growth actuarial assumption was 4.5 percent.

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

PSPRS - Pension

Actuarial valuation date	June 30, 2015
Actuarial cost method	Entry age normal
Investment rate of return	7.85%
Projected salary increases	4.5%- 8.0%
Inflation	4.00%
Permanent benefit increase	Included
Mortality rates	RP-2000 mortality table projected to 2015 using projection scale AA (adjusted by 105% for both males and females).

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 15- RETIREMENT PLANS (CONTINUED)

Actuarial assumptions used in the June 30, 2015, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2011.

The long-term expected rate of return on PSPRS pension plan investments was determined to be 7.85 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

PSPRS Long-Term		
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Short term investments	2%	.75%
Absolute return	5%	4.11%
Risk parity	4%	5.13%
Fixed income	7%	2.92%
Real assets	8%	4.77%
GTAA	10%	4.38%
Private equity	11%	9.50%
Real estate	10%	4.48%
Credit opportunities	13%	7.08%
Non-U.S. equity	14%	8.25%
U.S. equity	16%	6.23%
Total	100%	

Pension Discount Rates – The following discount rates were used to measure the total pension liabilities:

	PSPRS	
	<u>Police</u>	<u>Fire</u>
Discount rate:	7.85%	7.85%

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 that 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.

CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016

NOTE 15- RETIREMENT PLANS (CONTINUED)

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (Asset) (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
<u>PSPRS - Police Department</u>			
Balances at June 30, 2015	\$7,123,712	\$4,931,458	\$2,192,254
Changes for the year:			
Service cost	306,944	-	306,944
Interest on the total pension liability	555,140	-	555,140
Changes of benefit terms			
Differences between expected and actual experience	(423,441)	-	(423,441)
Changes of assumptions or other inputs	-	-	-
Contributions-employer	-	248,515	(248,515)
Contributions-employee	-	182,813	(182,813)
Net investment income	-	179,881	(179,881)
Benefit payments, including refunds of employee contributions	(410,680)	(410,680)	-
Administrative expense	-	(4,770)	4,770
Other changes	-	(3,823)	3,823
Net changes	27,963	191,936	(163,973)
Balances at June 30, 2016	\$7,151,675	\$5,123,394	\$2,028,281

	Increase (Decrease)		
	Total Pension Liability (Asset) (a)	Total Pension Liability (Asset) (a)	Total Pension Liability (Asset) (a)
<u>PSPRS - Fire Department</u>			
Balances at June 30, 2015	\$3,801,840	\$3,632,387	\$169,453
Changes for the year:			
Service cost	296,352	-	296,352
Interest on the total pension liability	308,046	-	308,046
Changes of benefit terms	-	-	-
Differences between expected and actual experience	51,216	-	51,216
Changes of assumptions or other inputs	-	-	-
Contributions-employer	-	208,243	(208,243)
Contributions-employee	-	173,223	(173,223)
Net investment income	-	138,174	(138,174)
Benefit payments, including refunds of employee contributions	(51,738)	(51,738)	-
Administrative expense	-	(3,755)	3,755
Other changes	-	(2,750)	2,750
Net changes	603,876	461,397	142,479
Balances at June 30, 2016	\$4,405,716	\$4,093,784	\$311,932

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 15- RETIREMENT PLANS (CONTINUED)

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.

	1% Decrease	Current Discount Rate	1% Increase
<u>PSPRS Police</u>			
Rate	6.85%	7.85%	8.85%
Net pension liability (asset)	\$ 3,022,892	\$ 2,028,281	\$ 1,215,195
<u>PSPRS Fire</u>			
Rate	6.85%	7.85%	8.85%
Net pension liability (asset)	\$ 1,030,876	\$ 311,932	\$ (271,859)

Pension Plan Fiduciary Net Position - Detailed information about the pension plans' fiduciary net position is available in the separately issued PSPRS financial report. The reports are available on the PSPRS website at: www.psprs.com.

Pension Expense-For the year ended June 30, 2016, the City recognized the following pension expense:

	<u>Pension Expense</u>
PSPRS Police	\$ 315,473
PSPRS Fire	132,476

Pension Deferred Outflows/Inflows of Resources-At June 30, 2016, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>PSPRS Police</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$376,172
Changes of assumptions or other inputs	452,108	-
Net difference between projected and actual earnings on pension plan investments	166,170	143,591
City contributions subsequent to the measurement date	352,800	-
Total	<u>\$971,078</u>	<u>\$519,763</u>

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 15- RETIREMENT PLANS (CONTINUED)

<u>PSPRS Fire</u>	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$46,565	\$150,653
Changes of assumptions or other inputs	63,541	-
Net difference between projected and actual earnings on pension plan investments	127,724	102,906
City contributions subsequent to the measurement date	203,572	-
Total	<u>\$441,402</u>	<u>\$253,559</u>

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, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Deferred outflow / inflow amortization

Year ending June 30	PSPRS Police	PSPRS Fire
2016	\$ 15,202	\$ (7,375)
2017	15,202	(7,375)
2018	15,200	(7,375)
2019	63,067	26,927
2020	21,523	(5,004)
Thereafter	(31,679)	(15,527)
Total	\$ 98,515	\$ (15,729)

Agent Plan OPEB Trend Information-The table below presents the annual OPEB cost information for the health insurance premium benefit for the current and preceding years:

Year Ended June 30	Annual OPEB Cost	Percentage of Annual Cost Contributed	Net OPEB Obligation
PSPRS Police			
2016	5,358	100%	-
2015	20,633	100%	-
2014	18,205	100%	-
PSPRS Fire			
2016	7,073	100%	-
2015	15,806	100%	-
2014	14,476	100%	-

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 15- RETIREMENT PLANS (CONTINUED)

OPEB Agent Plan Actuarial Assumptions - Actuarial valuations involve estimates of the reported amounts value and assumptions about the probability of events in the future. Amounts determined regarding the funded status of the plans and the annual required contributions are subject to continual revision as actual results are compared to past expectations and new estimates are made. The required schedule of funding progress for the health insurance premium benefit presented as required supplementary information provides multiyear trend information that shows whether the actuarial value of the plans' assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Projections of benefits are based on (1) the plans as understood by the City and plans' members and include the types of benefits in force at the valuation date, and (2) the pattern of sharing benefit costs between the City and plans' members to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. The significant actuarial methods and assumptions used are the same for all PSPRS plans and related benefits (unless noted), and the actuarial methods and assumptions used to establish the fiscal year 2016 contribution requirements are as follows:

PSPRS - OPEB Contribution Requirements

Actuarial valuation date	June 30, 2014
Actuarial cost method	Entry age normal
Amortization method	Level of percent closed for unfunded actuarial accrued liability, open for excess
Remaining amortization period	22 years for unfunded actuarial accrued liability, 20 years for excess
Asset valuation method	7-year smoothed market value; 80% / 120% Market
Actuarial assumptions:	
Investment rate of return	7.85%
Projected salary increases	4%-8%
Includes inflation	4%

The funded status of the PSPRS health insurance premium benefit plans in the June 30, 2015, actuarial valuation was determined using the following actuarial methods and assumptions, applied to all periods included in the measurement.

PSPRS - OPEB Funded Status

Actuarial valuation date	June 30, 2015
Actuarial cost method	Entry age normal
Amortization method	Level of percent closed for unfunded actuarial accrued liability, open for excess
Remaining amortization period	23 years for unfunded actuarial accrued liability, 20 years for excess
Asset valuation method	7-year smoothed market value; 20% corridor
Actuarial assumptions:	
Investment rate of return	7.85%
Projected salary increases	4.5%-8.5%
Wage growth	4%

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 15- RETIREMENT PLANS (CONTINUED)

Agent Plan OPEB Funded Status — The following table presents the funded status of the health insurance premium benefit plans as of the most recent valuation date, June 30, 2015.

	<u>PSPRS Police</u>	<u>PSPRS Fire</u>
Actuarial value of Assets (a)	\$266,015	\$178,355
Actuarial accrued liability (b)	\$208,325	\$163,562
Unfunded actuarial accrued liability (funding excess) (b) - (a)	(\$57,690)	(\$14,793)
Funded ratio (a)/(b)	127.69%	109.04%
Annual covered payroll(c)	\$1,539,290	\$1,561,322
Unfunded actuarial accrued liability (funding excess) as a percentag of covered payroll (b) - (a) / (c)	0.0%	0.0%

NOTE 16- RELATED PARTY TRANSACTIONS

The City contracted with a company owned by a City employee for bee removal services. The City also entered into contract with another employee for providing a wellness program to interested employees at a designated local Gym. Total payments for the contracts during the fiscal year were \$3,740 and \$8,850 respectively.

NOTE 17- RESTATEMENT OF NET POSITION

Per GASB Statement No. 65, the City has revenue for fines and receivable amounts in the Governmental Funds reflected as Deferred Inflows of Resources that originally should have been recorded as additions to net position on the Statement of Net Position, Governmental Activities.

For the fiscal year ended June 30, 2016, prior year balances have been restated as follows:

	<u>Statement of Activities</u> <u>Governmental Activities</u>
Net position, June 30, 2015	\$ 39,199,596
Change in accounting estimates	1,683,233
Net position, July 1 2015	<u>\$ 40,882,829</u>

**CITY OF SAN LUIS, ARIZONA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE 18- PLEDGED REVENUES

Due to an increase in services caused by a growing population, the City needed to expand its facilities to better serve its citizens. Since the funding for such expansion was not readily available, the City decided to issue the 2005 series Civic Improvement Corporation bonds in the amount of \$40 million. The bonds were issued for a term of 33 years. The proceeds were used to finance its public buildings such as: City Hall, Police and Fire stations as well as infrastructure for Water and Sewer storage capacities. These bonds were funded with pledged revenues payable solely from Excise taxes and the revenues directly or indirectly derived from the operation and use of the water system. Those bonds were refunded during fiscal year 2015 to take advantage of substantial savings during the same remaining period (see note 8 for further review). One of the requirements of the original bonds, which was also a condition of the refunding bonds, called for the City to pledge certain revenues until the debt is fully paid. Therefore, the City pledged all excise taxes, franchise, privilege and business taxes, State-shared sales and income taxes, fees or licenses and permits for a total amount of \$15,766,957 in governmental activities and \$7,506,930 in business-type activities for the current year. More in depth disclosures can be referenced from the statistical section, Table XII and XIII.

NOTE 19- SUBSEQUENT EVENTS

The City evaluated subsequent events through December 14,, 2016, the date of the audit report. There are no significant events that would materially impact the financial statements were identified.

During December 2016, the City had an IRS audit to review compliance for payroll taxes and disbursements to vendors. As of the report date no results had been issued from the review. The City anticipates no adverse findings.



REQUIRED SUPPLEMENTARY INFORMATION

City of San Luis, Arizona
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability
Cost-Sharing Pension Plans
June 30, 2016

<u>Arizona State Retirement System</u>	Reporting Fiscal Year		
	(Measurement Date)		
	2015-2016	2014-2015	2014 through 2006 Information is not available
City's proportion of the net pension liability	0.063770%	0.062490%	
City's proportionate share of the net pension liability	\$9,932,851	\$9,246,398	
City's covered-employee payroll	10,080,810	9,456,971	
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	98.53%	97.77%	
Plan fiduciary net position as a percentage of the total pension liability	68.35%	69.49%	

Note: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

City of San Luis, Arizona
Required Supplementary Information
Schedule of Changes in the City's
Net Pension Liability (Asset) and Related Ratios
Agent Pension Plans
June 30, 2016

<u>PSPRS Police</u>	Reporting Fiscal Year		
	(Measurement Date)		
	2016 (2015)	2015 (2014)	2014 through 2007 information not available
Total pension liability			
Service cost	\$ 306,944	\$ 282,241	
Interest on the total pension liability	555,140	466,641	
Changes of benefit terms	-	91,936	
Differences between expected and actual experience in the measurement of the pension liability	(423,441)	(9,596)	
Changes of assumptions or other inputs	-	606,442	
Benefit payments, including refunds of employee contributions	(410,680)	(234,608)	
Net change in total pension liability	27,963	1,203,056	
Total pension liability - beginning	7,123,712	5,920,656	
Total pension liability - ending (a)	<u>\$ 7,151,675</u>	<u>\$ 7,123,712</u>	
Plan fiduciary net position			
Contributions - employer	\$ 248,515	\$ 264,741	
Contributions - employee	182,813	165,787	
Net investment income	179,881	580,609	
Benefit payments, including refunds of employee contributions	(410,680)	(234,608)	
Administrative expense	(4,770)	(4,714)	
Other changes	(3,823)	2,155	
Net change in plan fiduciary net position	191,936	773,970	
Plan fiduciary net position - beginning	4,931,458	4,157,488	
Plan fiduciary net position - ending (b)	<u>\$ 5,123,394</u>	<u>\$ 4,931,458</u>	
City's net pension liability (asset) - ending (a) - (b)	\$ 2,028,281	\$ 2,192,254	
Plan fiduciary net position as a percentage of the total pension liability	71.64%	69.23%	
Covered-employee payroll	\$ 1,539,290	\$ 1,651,331	
City's net pension liability (asset) as a percentage of covered employee payroll	131.77%	132.76%	

Note: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

City of San Luis, Arizona
Required Supplementary Information
Schedule of Changes in the City's
Net Pension Liability (Asset) and Related Ratios
Agent Pension Plans
June 30, 2016

PSPRS Fire	Reporting Fiscal Year		
	(Measurement Date)		2014 through 2006 information not available
	2016 (2015)	2015 (2014)	
Total pension liability			
Service cost	\$ 296,352	\$ 294,507	
Interest on the total pension liability	308,046	275,282	
Changes of benefit terms	-	(8,383)	
Differences between expected and actual experience in the measurement of the pension liability	51,216	(184,049)	
Changes of assumptions or other inputs	-	77,627	
Benefit payments, including refunds of employee contributions	(51,738)	(25,329)	
Net change in total pension liability	603,876	429,655	
Total pension liability – beginning	3,801,840	3,372,185	
Total pension liability - ending (a)	\$ 4,405,716	\$ 3,801,840	
Plan fiduciary net position			
Contributions – employer	\$ 208,243	\$ 199,532	
Contributions – employee	173,223	157,403	
Net investment income	138,174	416,103	
Benefit payments, including refunds of employee contributions	(51,738)	(25,329)	
Administrative expense	(3,755)	(3,378)	
Other changes	(2,750)	8,528	
Net change in plan fiduciary net position	461,397	752,859	
Plan fiduciary net position – beginning	3,632,387	2,879,528	
Plan fiduciary net position - ending (b)	\$ 4,093,784	\$ 3,632,387	
City's net pension liability (asset) - ending (a) - (b)	\$ 311,932	\$ 169,453	
Plan fiduciary net position as a percentage of the total pension liability	92.92%	95.54%	
Covered-employee payroll	\$ 1,561,322	\$ 1,520,803	
City's net pension liability (asset) as a percentage of covered employee payroll	19.98%	11.14%	

Note: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

City of San Luis, Arizona
Required Supplementary Information
Schedule of City Pension Contributions
June 30, 2016

<u>Arizona State Retirement System</u>	<u>Reporting Fiscal Year</u>				2012 through 2006 information not available
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	
Statutorily required contribution	\$ 650,874	\$644,042	\$584,114	\$543,219	
City's contributions in relation to the statutorily required contribution	650,874	644,042	584,114	543,219	
City's contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	
City's covered-employee payroll	9,781,656	5,914,065	5,299,698	5,209,366	
City's contributions as a percentage of covered-employee payroll	6.65%	10.89%	11.02%	10.43%	

<u>PSPRS Police</u>	<u>Reporting Fiscal Year</u>				2012 through 2006 information not available
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	
Statutorily required contribution	\$352,801	\$281,218	\$272,789	\$242,295	
City's contributions in relation to the statutorily required contribution	352,801	281,218	272,789	242,295	
City's contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	
City's covered-employee payroll	\$1,539,290	\$1,725,228	\$1,622,173	\$1,482,708	
City's contributions as a percentage of covered- employee payroll	22.92%	16.30%	16.82%	16.34%	

<u>PSPRS Fire</u>	<u>Reporting Fiscal Year</u>				2012 through 2006 information not available
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	
Statutorily required contribution	\$203,572	\$188,635	\$180,241	\$169,598	
City's contributions in relation to the statutorily required contribution	203,572	188,635	180,241	169,598	
City's contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	
City's covered-employee payroll	\$1,561,322	\$1,431,223	\$1,372,575	\$1,356,910	
City's contributions as a percentage of covered- employee payroll	13.04%	13.18%	13.13%	12.50%	

Note: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

City of San Luis, Arizona
Required Supplementary Information
Schedule of Agent OPEB Plans' Funding Progress
June 30, 2016

Health Insurance Premium Benefit

Actuarial Valuation Date	Actuarial value of assets	Actuarial accrued liability	Unfunded actuarial accrued liability (UAAL) (funding excess)	Funded ratio	Annual covered payroll	UAAL (funding excess) as a percentage of covered payroll
	(a)	(b)	(b) - (a)	(a)/(b)	(c)	((b) - (a)/c)
PSPRS Police						
6/30/2016	\$266,015	\$208,325	(\$57,690)	127.69%	\$1,539,290	0.00%
6/30/2015	238,401	213,629	(24,772)	111.60%	1,651,332	0.00%
6/30/2014	-	200,483	200,483	0.00%	1,487,720	13.48%
PSPRS Fire						
6/30/2016	178,355	163,562	(14,793)	109.04%	1,561,322	0.00%
6/30/2015	155,510	158,388	2,878	98.18%	1,520,802	0.19%
6/30/2014	-	139,348	139,348	0.00%	1,492,179	9.34%

City of San Luis, Arizona
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2016

A. Pension Plan Schedule Note

1. Actuarially Determined Contribution Rates

Actuarial determined contribution rates for PSPRS are calculated as of June 30 two years prior to the end of the fiscal year in which contributions are made. The actuarial methods and assumptions used to establish the contribution requirements are as follows:

Actuarial cost method	Entry age normal
Amortization method	Level of percent closed for unfunded actuarial accrued liability open for excess
Remaining amortization period as of the 2014 actuarial valuation	23 years for unfunded actuarial accrued liability. 20 years for excess
Asset valuation method	7-year smoothed market value, 20% corridor
Actuarial assumptions:	
Investment rate of return	In the 2014 actuarial valuation, the investment rate of return as decreased from 8.0% to 7.85%
Projected salary increases	In the 2014 actuarial valuation, projected salary increased were decreased from 5.0% - 9.0% to 4.5% - 8.5% for PSPRS
Wage growth	In the 2014 actuarial valuation, wage growth was decreased from 5.0% to 4.5% for PSPRS
Retirement age	Experience-based table rates that is specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period July 1, 2006- June 30,2011
Mortality	RP-2000 mortality table (adjusted by 105% for both males and females)

B. Schedule of Agent OPEB Plans' Funding Progress Note

1. Factors That Affect the Identification of Trends

Beginning in fiscal year 2014, PSPRS established separate funds for pension benefits and health insurance premium benefits. Previously, the plans recorded both pension and health insurance premium contributions in the same Pension Fund. During fiscal year 2014, the plans transferred prior-year health insurance premium benefit contributions that exceeded benefit payments from each plan's Pension Fund to the new Health Insurance Fund.



**SUPPLEMENTARY INFORMATION
COMBINING FUND FINANCIAL STATEMENTS**

**CITY OF SAN LUIS, ARIZONA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2016**

SPECIAL REVENUES

ASSETS

	Police Grants and Special Revenues	Judicial Collection Enhancement	Assessment Districts	SL Community Facilities District
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Accounts Receivable	-	1,625	4,382	
Due from governmental entities	76,699	-		
Due from other funds	152,368	309,132	368,168	25,000
Prepaid items	-	-	-	
Total assets	\$ 229,067	\$ 310,757	\$ 372,550	\$ 25,000

LIABILITIES AND FUND BALANCES

Liabilities:

Accounts payable	\$52,353	\$438	\$18,629	\$ -
Retainage payable		-	-	
Total liabilities	52,353	438	18,629	-

Fund balances:

Non-spendable assigned for:

Prepaid items	-	-	-	-
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Restricted for:

Capital outlay	-	-	-	-
Special revenue funds	176,714	310,319	353,921	25,000

Total fund balances	176,714	310,319	353,921	25,000
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Total liabilities and fund balances	\$ 229,067	\$ 310,757	\$ 372,550	\$ 25,000
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CAPITAL PROJECTS

Capital Outlay Reserve	Cultural Center	Totals
\$ 713,559	\$ -	\$ 713,559
-	-	6,007
-	1,568	78,267
4,238	75,436	934,342
	143,742	143,742
<u>\$ 717,797</u>	<u>\$ 220,746</u>	<u>\$ 1,875,917</u>

\$ -	\$69,460	\$140,880
	7,544	7,544
<u>-</u>	<u>77,004</u>	<u>148,424</u>

-	143,742	143,742
717,797	-	717,797
-	-	865,954
<u>717,797</u>	<u>143,742</u>	<u>1,727,493</u>
<u>\$ 717,797</u>	<u>\$ 220,746</u>	<u>\$ 1,875,917</u>

CITY OF SAN LUIS, ARIZONA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES- NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	SPECIAL REVENUES			
	Public Safety Grants & Special Revenues	Judicial Collection Enhancement	Assessment Districts	SL Community Facilities District
Revenues:				
Special assessments	\$ -	\$ -	\$ 302,865	\$ -
Intergovernmental	464,475	5,388		-
Charges for services				
Fines and forfeitures	131,234	190,688		-
Investment earnings				-
Other				2,500
Total revenues	<u>595,709</u>	<u>196,076</u>	<u>302,865</u>	<u>2,500</u>
Expenditures:				
Current				
General government		237,513		-
Public safety	436,829	-		-
Public works and streets	-	-	62,642	-
Community development	-	-	241,143	
Capital Outlay	79,707	22,968		
Total expenditures	<u>516,536</u>	<u>260,481</u>	<u>303,785</u>	
Excess (deficiency) of revenues over expenditures	<u>79,173</u>	<u>(64,405)</u>	<u>(920)</u>	<u>2,500</u>
Other financing sources (uses):				
Transfers in	2,254	-		-
Total other financing sources (uses)	<u>2,254</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balances	<u>81,427</u>	<u>(64,405)</u>	<u>(920)</u>	<u>2,500</u>
Fund balances - beginning	<u>95,287</u>	<u>374,724</u>	<u>354,841</u>	<u>22,500</u>
Fund balances - ending	<u>\$ 176,714</u>	<u>\$ 310,319</u>	<u>\$ 353,921</u>	<u>\$ 25,000</u>

CAPITAL PROJECTS

Capital Outlay Reserve	Cultural Center	Totals
\$ -	\$ -	\$ 302,865
	326,468	796,331
355,978	-	355,978
		321,922
2,378	-	2,378
		2,500
<u>358,356</u>	<u>326,468</u>	<u>1,781,974</u>
-		237,513
		436,829
		62,642
-	-	241,143
263,408	436,306	802,389
<u>263,408</u>	<u>436,306</u>	<u>1,780,516</u>
94,948	(109,838)	1,458
-	109,838	112,092
-	109,838	112,092
94,948	-	113,550
622,849	143,742	1,613,943
<u>\$ 717,797</u>	<u>\$ 143,742</u>	<u>\$ 1,727,493</u>

CITY OF SAN LUIS, ARIZONA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MUNICIPAL PROJECTS BOND FUND
YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment earnings	\$600	\$600	\$84	(\$516)
Total revenues	<u>600</u>	<u>600</u>	<u>84</u>	<u>(516)</u>
Expenditures:				
Current				
Community development	6,000	6,000	1,103	4,897
Debt service				
Interest and fiscal changes	772,500	772,500	712,751	59,749
Principal retirement	573,000	573,000	572,819	181
Total expenditures	<u>1,351,500</u>	<u>1,351,500</u>	<u>1,286,673</u>	<u>64,827</u>
Excess (deficiency) of revenues over expenditures	<u>(1,350,900)</u>	<u>(1,350,900)</u>	<u>(1,286,589)</u>	<u>64,311</u>
Other financing sources (uses):				
Transfers in	1,350,900	1,350,900	1,350,900	-
Total other financing sources (uses)	<u>1,350,900</u>	<u>1,350,900</u>	<u>1,350,900</u>	<u>-</u>
Change in fund balances	<u>-</u>	<u>-</u>	<u>64,311</u>	<u>64,311</u>
Fund balances - beginning	<u>227,595</u>	<u>227,595</u>	<u>227,595</u>	<u>-</u>
Fund Balances - ending	<u>\$227,595</u>	<u>\$227,595</u>	<u>\$291,906</u>	<u>\$64,311</u>

CITY OF SAN LUIS, ARIZONA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PUBLIC SAFETY GRANTS & SPECIAL REVENUES
YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$834,760	\$1,126,270	\$464,475	(\$398,822)
Other	-	-	131,234	131,234
Total revenues	<u>834,760</u>	<u>1,126,270</u>	<u>595,709</u>	<u>(267,588)</u>
Expenditures:				
Current				
Public safety	525,760	812,350	436,829	375,521
Capital outlay	330,010	337,380	79,707	257,673
Total expenditures	<u>855,770</u>	<u>1,149,730</u>	<u>516,536</u>	<u>633,194</u>
Excess (deficiency) of revenues over expenditures	<u>(21,010)</u>	<u>(23,460)</u>	<u>79,173</u>	<u>102,633</u>
Other financing sources (uses):				
Transfers in/(out)	21,010	21,010	2,254	(18,756)
Total other financing sources (uses)	<u>21,010</u>	<u>21,010</u>	<u>2,254</u>	<u>(18,756)</u>
Change in fund balances	<u>-</u>	<u>(2,450)</u>	<u>81,427</u>	<u>83,877</u>
Fund balances - beginning	<u>95,287</u>	<u>95,287</u>	<u>95,287</u>	<u>-</u>
Fund Balances - ending	<u>\$95,287</u>	<u>\$92,837</u>	<u>\$176,714</u>	<u>\$83,877</u>

CITY OF SAN LUIS, ARIZONA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
JUDICIAL COLLECTION ENHANCEMENT
YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$6,800	\$6,800	\$5,388	(\$1,412)
Fines and Forfeitures	<u>224,000</u>	<u>224,000</u>	<u>190,688</u>	<u>(33,312)</u>
TOTAL REVENUES	<u>230,800</u>	<u>230,800</u>	<u>196,076</u>	<u>(34,724)</u>
Expenditures:				
Current				
General Government	280,320	302,320	237,513	64,807
Capital Outlay	<u>60,000</u>	<u>38,000</u>	<u>22,968</u>	<u>15,032</u>
Total Expenditures	<u>340,320</u>	<u>340,320</u>	<u>260,481</u>	<u>79,839</u>
Excess (deficiency) of revenues over expenditures	<u>(109,520)</u>	<u>(109,520)</u>	<u>(64,405)</u>	<u>45,115</u>
Change in fund balances	<u>(109,520)</u>	<u>(109,520)</u>	<u>(64,405)</u>	<u>45,115</u>
Fund balances - beginning	<u>374,724</u>	<u>374,724</u>	<u>374,724</u>	<u>-</u>
Fund Balances - ending	<u><u>\$265,204</u></u>	<u><u>\$265,204</u></u>	<u><u>\$310,319</u></u>	<u><u>\$45,115</u></u>

CITY OF SAN LUIS, ARIZONA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ASSESSMENT DISTRICTS
YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Revenues:				
Special Assessments	\$310,465	\$310,465	\$302,865	(\$7,600)
Total revenues	<u>310,465</u>	<u>310,465</u>	<u>302,865</u>	<u>(7,600)</u>
Expenditures:				
Current				
Public works and streets	62,640	62,640	62,640	-
Community Development	<u>247,825</u>	<u>247,825</u>	<u>241,145</u>	<u>6,680</u>
Total expenditures	<u>310,465</u>	<u>310,465</u>	<u>303,785</u>	<u>6,680</u>
Change in fund balances	-	-	(920)	(920)
Fund balances - beginning	<u>354,841</u>	<u>354,841</u>	<u>354,841</u>	<u>-</u>
Fund Balances - ending	<u><u>\$354,841</u></u>	<u><u>\$354,841</u></u>	<u><u>\$353,921</u></u>	<u><u>(\$920)</u></u>

CITY OF SAN LUIS, ARIZONA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CAPITAL OUTLAY RESERVE
YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$300,200	\$300,200	\$355,978	\$55,778
Investment earnings	800	800	2,378	1,578
Total revenues	<u>301,000</u>	<u>301,000</u>	<u>358,356</u>	<u>57,356</u>
Expenditures:				
Capital Outlay	431,430	431,430	263,408	168,022
Total expenditures	<u>431,430</u>	<u>431,430</u>	<u>263,408</u>	<u>168,022</u>
Change in fund balances	(130,430)	(130,430)	94,948	110,666
Fund balances - beginning	<u>622,849</u>	<u>622,849</u>	<u>622,849</u>	<u>-</u>
Fund Balances - ending	<u><u>\$492,419</u></u>	<u><u>\$492,419</u></u>	<u><u>\$717,797</u></u>	<u><u>\$225,378</u></u>

CITY OF SAN LUIS, ARIZONA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CULTURAL CENTER
YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	<u>\$694,000</u>	<u>\$992,470</u>	<u>\$326,468</u>	<u>(\$666,002)</u>
Total Revenue	<u>694,000</u>	<u>992,470</u>	<u>326,468</u>	<u>(666,002)</u>
Expenditures:				
Capital Outlay	<u>786,000</u>	<u>1,100,470</u>	<u>436,306</u>	<u>664,164</u>
Total Expenditures	<u>786,000</u>	<u>1,100,470</u>	<u>436,306</u>	<u>664,164</u>
Excess (deficiency) of revenues over expenditures	<u>(92,000)</u>	<u>(108,000)</u>	<u>(109,838)</u>	<u>(1,838)</u>
Other financing sources (uses):				
Transfers in	<u>92,000</u>	<u>108,000</u>	<u>109,838</u>	<u>1,838</u>
Total other financing sources (uses)	<u>92,000</u>	<u>108,000</u>	<u>109,838</u>	<u>1,838</u>
Change in fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - beginning	<u>143,742</u>	<u>143,742</u>	<u>143,742</u>	<u>-</u>
Fund Balances - ending	<u><u>\$143,742</u></u>	<u><u>\$143,742</u></u>	<u><u>\$143,742</u></u>	<u><u>\$ -</u></u>

**CITY OF SAN LUIS, AZ
COMPONENT UNIT
STATEMENT OF NET POSITION
JUNE 30, 2016**

<u>ASSETS</u>	<u>Detention Facility</u>
Current assets:	
Accounts receivable (net)	\$244
Non-current assets:	
Restricted cash and cash equivalents	5,902,903
Land	661,359
Buildings and improvements	34,129,886
Machinery and equipment	329,194
Accumulated depreciation	(12,223,622)
Total assets	28,799,964
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Deferred Outflow on Refundings	610,848
Total deferred outflow of resources	610,848
<u>LIABILITIES</u>	
Current Liabilities	
Accrued interest	477,121
Current portion of Long Term Debt	1,925,000
Total current liabilities	2,402,121
Non current liabilities	
Non current portion of long term debt	40,398,324
Total non current liabilities	40,398,324
Total Liabilities	42,800,445
<u>NET POSITION</u>	
Net Investment in Capital assets	(18,815,659)
Restricted for debt service	4,788,030
Unrestricted	637,996
Total Net Position	(\$13,389,633)

**CITY OF SAN LUIS, AZ
COMPONENT UNIT
STATEMENT OF ACTIVITIES - ALL FUND TYPES
FOR THE YEAR ENDED JUNE 30,2016**

	<u>Detention Facility</u>
Operating Revenues	
Charges for Services	\$14,918,330
Total Operating Revenues	<u>14,918,330</u>
Operating Expenses	
General Operations	10,794,219
Depreciation	<u>1,740,564</u>
Total Operating Expenses	<u>12,534,783</u>
Operating Income (loss)	<u>2,383,547</u>
Non operating Revenues (expenses)	
Investment Earnings	3,788
Interest Expense	<u>(3,056,867)</u>
Total Non Operating Revenue (Expenses)	<u>(3,053,079)</u>
Change in Net Position	<u>(669,532)</u>
Net Position- Beginning	<u>(12,720,101)</u>
Net Position - Ending	<u><u>\$ (13,389,633)</u></u>

CITY OF SAN LUIS, ARIZONA
COMPONENT UNIT
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2016

<u>(Decrease) In Cash and Cash Equivalents</u>	<u>Detention Facility</u>
Cash flows from operating activities:	
Cash received from customers	\$ 14,918,188
Cash payments to suppliers for goods and services	<u>(10,800,219)</u>
Net cash provided by (used for) operating activities	<u>4,117,969</u>
Cash flows from capital and related financing activities:	
Principal paid on long-term debt	(1,775,049)
Interest paid on long-term debt	<u>(3,012,982)</u>
Net cash (used for) capital and related financing activities	<u>(4,788,031)</u>
Cash flows from investing activities:	
Investment income	<u>3,788</u>
Net cash provided by investing activities	<u>3,788</u>
Net decrease in cash and cash equivalents	(666,274)
Cash and cash equivalents, beginning of year	6,569,177
Cash and cash equivalents, end of year	<u><u>\$ 5,902,903</u></u>
Cash received from customers:	
Charges for services	14,918,330
(Increase)/ decrease in accounts receivable	<u>(142)</u>
	<u>14,918,188</u>
Cash payments to suppliers for goods and services	
Cost of sales and services (non-payroll)	(10,794,219)
Increase/ (decrease) in accounts payable	<u>(6,000)</u>
	<u>(10,800,219)</u>
<u>Reconciliation of Operating Income to</u>	
<u>Operating Activities</u>	
Operating income	\$ 2,383,547
Adjustments to reconcile operating income	
to net cash provided by operating activities:	
Depreciation	1,740,564
Change in assets and liabilities:	
(Increase)/ decrease in accounts receivable	(142)
Increase/ (decrease) in accounts payable	<u>(6,000)</u>
Total adjustments	<u>1,734,422</u>
Net cash provided by operating activities	<u><u>\$ 4,117,969</u></u>



STATISTICAL SECTION

CITY OF SAN LUIS, ARIZONA

Statistical Section

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

Contents	Page
Financial Trends	75
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	
Revenue Capacity	80
These schedules contain information to help the reader assess the government's most significant local revenue source.	
Debt Capacity	86
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.	
Demographic and Economic Information	90
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	
Operating Information	93
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	

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

CITY OF SAN LUIS, ARIZONA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Governmental Activities										
Net investment in capital assets	\$43,224,321	\$35,443,285	\$33,724,834	\$34,204,009	\$33,670,959	\$33,676,211	\$33,561,001	\$20,863,383	\$22,096,036	\$17,025,677
Restricted	1,785,917	2,383,498	2,479,675	2,517,103	1,775,967	1,671,594	1,427,157	4,592,820	4,605,445	10,865,480
Unrestricted	2,061,627	3,056,046	11,368,513	10,918,683	9,812,934	10,053,672	9,610,455	12,608,868	6,428,171	(3,115,598)
Total governmental activities net position	<u>\$47,071,865</u>	<u>\$40,882,829</u>	<u>\$47,573,022</u>	<u>\$47,639,795</u>	<u>\$45,259,860</u>	<u>\$45,401,477</u>	<u>\$44,598,613</u>	<u>\$38,065,071</u>	<u>\$33,129,652</u>	<u>\$24,775,559</u>
Business-type Activities										
Net investment in capital assets	\$15,188,424	\$13,550,172	\$11,403,309	\$9,916,229	\$10,549,845	\$11,335,286	\$12,641,773	\$17,754,682	\$14,094,461	\$9,535,191
Restricted	7,214,146	8,444,571	9,905,406	4,052,098	3,872,154	3,741,669	3,785,623	2,645,628	2,183,356	1,547,955
Unrestricted	(3,637,294)	(6,706,347)	(5,047,319)	2,101,534	1,908,868	2,045,658	2,509,079	2,506,053	2,947,426	3,884,099
Total business-type activities net position	<u>\$18,765,276</u>	<u>\$15,288,396</u>	<u>\$16,261,396</u>	<u>\$16,069,861</u>	<u>\$16,330,867</u>	<u>\$17,122,613</u>	<u>\$18,936,475</u>	<u>\$22,906,363</u>	<u>\$19,225,243</u>	<u>\$14,967,245</u>
Primary Government										
Net investment in capital assets	\$58,412,745	\$48,993,457	\$45,128,143	\$44,120,238	\$44,220,804	\$45,011,497	\$46,202,774	\$38,618,065	\$36,190,497	\$26,560,868
Restricted	9,000,063	10,828,069	12,385,081	6,569,201	5,648,121	5,413,263	5,212,780	7,238,448	6,788,801	12,413,435
Unrestricted	(1,575,667)	(3,650,301)	6,321,194	13,020,217	11,721,802	12,099,330	12,119,534	15,114,921	9,375,597	768,501
Total primary government net position	<u>\$65,837,141</u>	<u>\$56,171,225</u>	<u>\$63,834,418</u>	<u>\$63,709,656</u>	<u>\$61,590,727</u>	<u>\$62,524,090</u>	<u>\$63,535,088</u>	<u>\$60,971,434</u>	<u>\$52,354,895</u>	<u>\$39,742,804</u>

Source: Statement of Net Position
City financial records and reports

CITY OF SAN LUIS, ARIZONA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

Table II

	Fiscal Year									
Expenses:	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Governmental Activities:										
General Government	\$8,228,000	\$7,694,562	\$7,322,938	\$6,458,869	\$4,703,849	\$4,096,333	\$4,250,328	\$5,631,037	\$5,640,433	\$2,535,787
Public Safety	7,905,663	7,483,604	6,949,558	6,519,936	6,399,600	6,086,718	6,054,459	12,326,527	9,233,750	6,394,239
Health and Welfare	235,413	226,788	168,499	168,025	197,462	213,814	235,594	329,290	545,081	620,257
Culture and Recreation	2,467,238	2,509,450	2,285,536	2,043,985	1,949,400	1,855,966	2,192,471	2,180,227	2,314,793	1,740,916
Community Development	906,408	703,901	691,362	550,348	585,843	698,776	751,305	976,797	718,941	800,806
Public Works & Streets	3,270,282	2,591,698	2,427,548	2,174,454	2,121,419	2,270,980	2,552,573	2,699,630	2,678,498	2,314,026
Interest on Long-Term Debt	658,670	1,367,055	830,808	891,737	912,848	970,092	989,460	3,480,809	3,234,265	3,012,814
<i>Total Governmental activities</i>	\$23,671,674	\$22,577,058	\$20,676,249	\$18,807,354	\$16,870,421	\$16,192,679	\$17,026,190	\$27,624,317	\$24,365,761	\$17,418,845
Business-type activities										
Water	\$2,741,022	\$3,218,848	\$2,672,415	\$2,699,661	\$2,578,057	\$2,642,458	\$2,799,088	\$2,847,656	\$2,587,707	\$2,367,415
Wastewater	2,944,122	3,395,825	2,849,798	2,781,638	2,715,388	2,544,486	2,721,154	2,644,682	2,551,794	1,564,941
Business Center	1,215,501	1,197,456	1,263,313	1,282,395	1,357,589	1,390,561	1,450,087	1,181,660	-	-
Sanitation	1,105,078	1,117,567	1,010,243	939,596	1,060,828	1,008,757	1,206,998	1,177,957	1,189,520	1,237,948
Business Incubator	144,578	56,534	-	-	-	-	-	-	-	-
Industrial Park									78,097	132,065
<i>Total business-type activities</i>	\$8,150,301	\$8,986,230	\$7,795,769	\$7,703,290	\$7,711,862	\$7,586,262	\$8,177,327	\$7,851,955	\$6,407,118	\$5,302,369
Total expenses	\$31,821,975	\$31,563,288	\$28,472,018	\$26,510,644	\$24,582,283	\$23,778,941	\$25,203,517	\$35,476,272	\$30,772,879	\$22,721,214
Program revenues										
Governmental activities										
Charges for services										
General Government	\$3,021,700	\$2,780,190	\$2,494,028	\$2,226,528	\$1,002,249	\$531,031	\$587,365	\$578,509	\$713,179	\$604,973
Public Safety	315,098	1,007,465	980,528	867,899	677,226	686,632	374,162	363,882	216,217	61,832
Health and Welfare	-	-	-	-	-	-	-	-	-	4,640
Culture and Recreation	74,395	373,194	288,009	219,142	284,797	264,622	176,077	66,070	74,558	47,877
Community Development	594,182	385,797	432,936	497,921	334,557	318,051	407,927	395,856	584,126	911,345
Public Works & Streets	62,642	62,640	51,595	50,530	49,978	49,368	33,432	169,935	341,947	153,609
Operating Grants and Contributions	2,709,123	2,989,656	2,564,023	3,343,398	2,601,626	2,715,700	2,251,704	2,471,619	2,875,139	2,625,838
Capital Grants and Contributions	7,816,499	612,897	157,458	947,390	122,614	1,314,549	547,555	6,312,084	9,693,641	421,405
<i>Total Governmental activities</i>	\$14,593,639	\$8,211,839	\$6,968,577	\$8,152,808	\$5,073,047	\$5,879,953	\$4,378,222	\$10,357,955	\$14,498,807	\$4,831,519
	0	0	0							
Business-type activities										
Charges for services										
Water	\$3,796,031	\$3,592,820	\$3,369,477	\$3,056,742	\$2,884,311	\$2,547,790	\$2,409,843	\$2,253,608	\$2,167,833	\$1,963,730
Wastewater	3,686,360	3,397,094	2,663,176	2,156,201	1,975,447	1,537,835	1,456,616	1,354,541	1,244,636	1,309,580
Business Center	629,265	629,265	629,265	629,265	629,265	629,265	629,268	618,777	629,265	115,365
Sanitation	1,205,279	1,159,196	1,142,822	1,117,185	1,056,628	1,047,317	1,146,276	1,092,549	1,059,287	983,383
Industrial Park	-	-	-	-	-	-	-	-	27,618	88,065
Operating Grants and Contributions	-	-	-	-	-	-	-	30,000	22,400	76,360
Capital Grants and Contributions	1,941,586	1,177,792	1,322,452	481,955	361,918	-	-	2,512,240	5,707,191	10,865
<i>Total business activities</i>	\$11,258,521	\$9,956,167	\$9,127,192	\$7,441,348	\$6,907,569	\$5,762,207	\$5,642,003	\$7,861,715	\$10,858,230	\$4,547,348
Total program revenues	\$25,852,160	\$18,168,006	\$16,095,769	\$15,594,156	\$11,980,616	\$11,642,160	\$10,020,225	\$18,219,670	\$25,357,037	\$9,378,867

Source: City financial records and reports

CITY OF SAN LUIS, ARIZONA
CHANGES IN NET POSITION (continued)
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Net (Expense)/Revenue										
Governmental Activities:	(\$9,078,035)	(\$14,365,219)	(\$13,707,672)	(\$10,654,546)	(\$11,797,374)	(\$10,312,726)	(\$12,647,968)	(\$17,266,362)	(\$9,866,954)	(\$12,587,326)
Business-type activities	3,108,220	969,937	1,331,423	(261,942)	(804,293)	(1,824,055)	(2,535,324)	9,760	4,451,112	(755,021)
Total primary government net (expense) revenue	<u>(\$5,969,815)</u>	<u>(\$13,395,282)</u>	<u>(\$12,376,249)</u>	<u>(\$10,916,488)</u>	<u>(\$12,601,667)</u>	<u>(\$12,136,781)</u>	<u>(\$15,183,292)</u>	<u>(\$17,256,602)</u>	<u>(\$5,415,842)</u>	<u>(\$13,342,347)</u>
General Revenues and Other Changes in net Position										
Governmental Activities										
Taxes										
Sales and use taxes	\$7,448,887	\$7,324,294	\$6,750,517	\$6,531,779	\$6,073,811	\$5,659,566	\$7,498,691	\$7,125,840	\$4,621,222	\$3,901,795
Franchise taxes	435,822	439,034	427,800	432,371	397,532	381,836	351,505	346,429	337,757	269,360
Other taxes	-	122,163	(69,355)	1,296	95,172	32,715	76,342	12,347	34,274	186,530
State shared Revenues	7,123,544	6,936,337	7,331,517	5,725,447	4,997,430	4,840,064	5,491,122	6,126,141	6,239,750	5,680,860
Investment Earnings	26,179	19,300	16,064	28,197	12,341	12,032	10,072	13,748	240,139	694,606
Miscellaneous	624,606	246,626	213,640	321,613	79,471	189,377	41,593	222,292	-	568,107
Transfer in (out)	(391,967)	(100,841)	-	-	-	-	(169,525)	-	-	-
Total general revenues and transfers	<u>\$15,267,071</u>	<u>\$14,986,913</u>	<u>\$14,670,183</u>	<u>\$13,040,703</u>	<u>\$11,655,757</u>	<u>\$11,115,590</u>	<u>\$13,299,800</u>	<u>\$13,846,797</u>	<u>\$11,473,142</u>	<u>\$11,301,258</u>
Business-type activities										
Investment Earnings	\$24,708	\$21,667	\$13,909	\$20,935	\$10,130	\$10,194	\$17,994	\$32,580	\$191,587	\$813,066
Miscellaneous	(48,015)	-	-	(\$19,999)	\$2,417	-	-	-	-	-
Transfer in (out)	391,967	100,841	-	-	-	-	169,525	-	-	-
Total Business-type activities	<u>\$368,660</u>	<u>\$122,508</u>	<u>\$13,909</u>	<u>\$936</u>	<u>\$12,547</u>	<u>\$10,194</u>	<u>\$187,519</u>	<u>\$32,580</u>	<u>\$191,587</u>	<u>\$813,066</u>
<i>Total primary government</i>	<u>\$15,635,731</u>	<u>\$15,109,421</u>	<u>\$14,684,092</u>	<u>\$13,041,639</u>	<u>\$11,668,304</u>	<u>\$11,125,784</u>	<u>\$13,487,319</u>	<u>\$13,879,377</u>	<u>\$11,664,729</u>	<u>\$12,114,324</u>
Change in net Position										
Governmental Activities	\$6,189,036	\$621,694	\$962,511	\$2,386,157	(\$141,617)	\$802,864	\$651,832	(\$3,419,565)	\$1,606,188	(\$1,286,068)
Business-type activities	3,476,880	1,092,445	1,345,332	(261,006)	(791,746)	(1,813,861)	(2,347,805)	42,340	4,642,699	58,045
Total Changes in Net Position	<u>\$9,665,916</u>	<u>\$1,714,139</u>	<u>\$2,307,843</u>	<u>\$2,125,151</u>	<u>(\$933,363)</u>	<u>(\$1,010,997)</u>	<u>(\$1,695,973)</u>	<u>(\$3,377,225)</u>	<u>\$6,248,887</u>	<u>(\$1,228,023)</u>

Source: City financial records and reports

CITY OF SAN LUIS, ARIZONA
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General Fund										
Nonspendable	\$128,035	\$42,831	\$56,719	\$99,774	\$211,131	\$1,218,352	- \$	- \$	- \$	- \$
Committed	106,785	106,624	106,465	106,250	106,250	-	-	-	-	-
Unassigned	9,207,428	10,005,982	9,061,328	7,139,348	5,599,699	5,314,536	-	-	-	-
Total General Fund	<u>\$9,442,248</u>	<u>\$10,155,437</u>	<u>\$9,224,512</u>	<u>\$7,345,372</u>	<u>\$5,917,080</u>	<u>\$6,532,888</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
All other governmental funds										
Nonspendable	\$168,175	\$167,914	\$190,319	\$147,511	\$65,677	\$31,625	- \$	- \$	- \$	- \$
Restricted	754,165	1,181,060	1,461,661	1,223,913	488,962	383,351	-	-	-	-
Assigned	2,591,330	2,648,759	2,776,109	3,158,888	3,227,193	3,532,974	-	-	-	-
Unassigned	(715,933)	(951,255)	272,948	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$2,797,737</u>	<u>\$3,046,478</u>	<u>\$4,701,037</u>	<u>\$4,530,312</u>	<u>\$3,781,832</u>	<u>\$3,947,950</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
General Fund										
Unreserved	\$0	\$0	\$0	\$0	\$0	\$0	\$6,244,397	\$3,554,287	\$823,410	\$748,003
Total General Fund	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$6,244,397</u>	<u>\$3,554,287</u>	<u>\$823,410</u>	<u>\$748,003</u>
All other governmental funds										
Reserved	- \$	- \$	- \$	- \$	- \$	- \$	\$1,320,251	\$4,426,742	\$3,441,745	\$7,779,313
Unreserved, reported in:										
Undesignated	-	-	-	-	-	-	43,273	1,581,519	667,614	744,443
Special revenue funds	-	-	-	-	-	-	1,163,015	1,057,942	980,483	690,345
Capital projects funds	-	-	-	-	-	-	946,543	1,555,997	50	(114,244)
Total all other governmental funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$3,473,082</u>	<u>\$8,622,200</u>	<u>\$5,089,892</u>	<u>\$9,099,857</u>
TOTAL GOVERNMENTAL FUNDS	<u>\$12,239,985</u>	<u>\$13,201,915</u>	<u>\$13,925,549</u>	<u>\$11,875,684</u>	<u>\$9,698,912</u>	<u>\$10,480,838</u>	<u>\$9,717,479</u>	<u>\$12,176,487</u>	<u>\$5,913,302</u>	<u>\$9,847,860</u>

NOTE: GASB Statement 54 (Fund Balance Reporting) established new fund balance classifications. The first section shows the fund balance information after the implementation of GASB Statement 54 and the second section shows the fund balance information prior to the implementation of GASB Statement 54.

CITY OF SAN LUIS, ARIZONA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

Table IV

	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Revenues:										
Taxes	\$7,884,709	\$7,885,491	\$7,108,962	\$6,965,446	\$6,566,515	\$6,074,117	\$7,926,538	\$7,484,617	\$4,993,254	\$4,357,685
Special Assessments	302,865	374,470	282,484	218,171	290,987	267,579	156,102	169,935	341,947	153,609
Licenses and permits	528,034	483,218	431,909	389,295	349,777	355,759	393,365	458,802	555,409	673,105
Interest earnings	24,445	17,057	13,322	24,266	11,437	12,032	10,072	13749	166,878	694,607
Fines and forfeits	541,336	611,178	687,319	792,994	523,053	491,230	553,262	549,231	592,197	445,553
Intergovernmental	10,159,135	10,098,225	9,895,694	9,030,736	7,605,264	8,763,843	7,846,596	9,191,793	9,134,943	8,708,833
Charges for user services	432,193	376,938	218,807	214,180	160,919	151,474	304,930	358,428	514,023	640,635
Rents	339,119	761,335	811,666	674,019	659,222	712,121	384,118	358,520	240,935	22,498
Others	624,606	529,759	418,940	577,687	140,909	167,388	103,039	230,842	210,196	99,902
Total revenues	\$20,836,442	\$21,137,671	\$19,869,103	\$18,886,794	\$16,308,083	\$16,995,543	\$17,678,022	\$18,815,917	\$16,749,781	\$15,796,427
Expenditures:										
General government	\$5,037,910	\$4,652,111	\$4,546,198	\$4,251,259	\$4,032,759	\$3,636,045	\$3,775,913	\$3,889,489	\$3,826,844	\$2,729,881
Public safety	7,328,654	6,688,960	6,519,780	6,194,930	6,089,036	5,695,080	5,701,487	5,562,706	5,561,179	5,463,125
Public works	1,673,193	1,636,602	1,506,770	1,276,486	1,238,738	1,403,846	1,679,798	1,867,333	2,100,147	1,800,433
Community, recreational, and cultural	3,001,225	2,768,148	2,615,816	2,254,791	2,198,001	2,239,756	2,648,083	3,339,382	2,624,039	2,044,387
Health and welfare	210,378	205,049	149,367	141,225	165,387	187,211	201,555	288,465	512,345	586,007
Capital outlay	2,771,769	3,843,180	1,348,004	1,280,367	921,671	1,649,441	1,289,406	2,058,853	6,854,982	9,617,830
Debt service/authorities:										
Interest	722,772	1,168,906	839,755	859,513	880,623	928,920	948,289	839,906	791,882	786,950
Principal	660,504	391,834	331,242	445,229	477,261	492,044	542,425	408,910	319,375	481,962
Bond issue costs	-	238,101	-	-	-	-	-	-	-	-
Total expenditures	\$21,406,405	\$21,592,891	\$17,856,932	\$16,703,800	\$16,003,476	\$16,232,343	\$16,786,956	\$18,255,044	\$22,590,793	\$23,510,575
Excess (Deficiency) of Revenues Over Expenditures	<u>(\$569,963)</u>	<u>(\$455,220)</u>	<u>\$2,012,171</u>	<u>\$2,182,994</u>	<u>\$304,607</u>	<u>\$763,200</u>	<u>\$891,066</u>	<u>\$560,873</u>	<u>(\$5,841,012)</u>	<u>(\$7,714,148)</u>
OTHER FINANCING SOURCES (USES)										
Premium on debt issued	\$0	\$1,296,704	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt issued	-	12,085,699	-	-	-	-	-	-	-	-
Payment to Refunded Bond Escrow Agt	-	(13,850,916)	-	-	-	-	-	-	-	-
Notes Issued	-	300,939	37,693	-	-	-	-	3,025,000	375,628	40,000
capital leases	-	-	-	-	-	-	-	-	1,115,798	9,871
Transfer from Other Funds	1,462,992	1,426,905	1,739,361	1,359,172	1,198,137	1,153,242	18,537	43,605	612,201	161,193
Transfer to Other Funds	(1,854,959)	(1,527,746)	(1,739,361)	(1,359,172)	(2,284,670)	(1,153,242)	(188,062)	(43,605)	(612,201)	(161,193)
Total other financing sources (Uses)	<u>(\$391,967)</u>	<u>(\$268,415)</u>	<u>\$37,693</u>	<u>\$0</u>	<u>(\$1,086,533)</u>	<u>\$0</u>	<u>(\$169,525)</u>	<u>\$3,025,000</u>	<u>\$1,491,426</u>	<u>\$49,871</u>
NET CHANGE IN FUND BALANCES	<u>(\$961,930)</u>	<u>(\$723,635)</u>	<u>\$2,049,864</u>	<u>\$2,182,994</u>	<u>(\$781,926)</u>	<u>\$763,200</u>	<u>\$721,541</u>	<u>\$3,585,873</u>	<u>(\$4,349,586)</u>	<u>(\$7,664,277)</u>
Debt Services as a percentage of noncapital expenditures	7.16%	8.55%	6.56%	8.42%	8.95%	9.68%	9.62%	7.61%	7.23%	9.00%

Source: City financial records and reports

CITY OF SAN LUIS, ARIZONA
PROGRAM REVENUES
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Governmental Activities:										
Charges for service										
General Government	\$3,021,700	\$2,780,190	\$2,494,028	\$2,226,528	\$1,002,249	\$531,031	\$587,365	\$648,751	\$713,179	\$604,973
Public Safety	315,098	1,007,465	980,528	867,899	677,226	686,632	356,262	363,882	216,217	61,832
Health and Welfare	-	-	-	-	-	-	-	-	-	4,640
Culture and Recreation	74,395	373,194	288,009	219,142	284,797	264,622	176,077	66,070	74,558	47,877
Community Development	594,182	385,797	432,936	497,921	334,557	318,051	407,927	395,856	584,126	911,345
Public Works & Streets	62,642	62,640	51,595	50,530	49,978	49,368	33,432	169,935	341,947	153,609
Operating grants and contributions	2,709,123	2,989,656	2,564,023	3,343,398	2,601,626	2,715,700	2,269,604	2,471,619	2,875,139	2,625,839
Capital grants and contributions	7,816,499	612,897	157,458	947,390	122,614	1,314,549	547,555	6,241,842	9,693,641	421,404
<i>Total governmental activities</i>	<i>\$14,593,639</i>	<i>\$8,211,839</i>	<i>\$6,968,577</i>	<i>\$8,152,808</i>	<i>\$5,073,047</i>	<i>\$5,879,953</i>	<i>\$4,378,222</i>	<i>\$10,357,955</i>	<i>\$14,498,807</i>	<i>\$4,831,519</i>
Business-type activities										
Charges for service										
Water	\$3,796,031	\$3,592,820	\$3,369,477	\$3,056,742	\$2,884,311	\$2,547,790	\$2,409,843	\$2,253,608	\$2,167,833	\$1,963,730
Wastewater	3,686,360	3,397,094	2,663,176	2,156,201	1,975,447	1,537,835	1,456,616	1,354,541	1,244,636	1,309,580
Business Center	629,265	629,265	629,265	629,265	629,265	629,265	629,268	618,777	629,265	115,365
Sanitation	1,205,279	1,159,196	1,142,822	1,117,185	1,056,628	1,047,317	1,146,276	1,092,549	1,059,287	983,383
Industrial Park	-	-	-	-	-	-	-	-	27,618	88,065
Operating grants and contributions	-	-	-	-	-	-	-	30,000	22,400	76,360
Capital grants and contributions	1,941,586	1,177,792	1,322,452	481,955	361,918	-	-	2,512,240	5,707,191	10,865
<i>Total business-type activities</i>	<i>\$11,258,521</i>	<i>\$9,956,167</i>	<i>\$9,127,192</i>	<i>\$7,441,348</i>	<i>\$6,907,569</i>	<i>\$5,762,207</i>	<i>\$5,642,003</i>	<i>\$7,861,715</i>	<i>\$10,858,230</i>	<i>\$4,547,348</i>
Total primary government	<u>\$25,852,160</u>	<u>\$18,168,006</u>	<u>\$16,095,769</u>	<u>\$15,594,156</u>	<u>\$11,980,616</u>	<u>\$11,642,160</u>	<u>\$10,020,225</u>	<u>\$18,219,670</u>	<u>\$25,357,037</u>	<u>\$9,378,867</u>

Source: City financial records and reports

CITY OF SAN LUIS, ARIZONA
GOVERNMENT-WIDE REVENUES BY FUNCTION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Governmental Activities										
General Government	3,107,233	2,856,516	2,531,262	2,288,465	\$1,029,723	\$554,389	\$640,571	\$722,004	\$719,519	\$608,191
Public Safety	932,208	1,990,965	1,653,703	2,184,656	1,746,600	1,746,918	910,540	9,589,253	779,629	403,758
Health and Welfare	-	-	-	-	-	-	-	-	-	8,420
Culture and Recreation	197,593	489,099	368,966	302,596	343,483	320,814	198,810	273,942	108,843	178,001
Community Development	594,182	385,797	432,936	497,921	334,557	1,529,630	527,822	1,025,956	693,867	960,408
Public Works & Streets	9,762,423	2,489,462	1,981,710	2,879,170	1,618,684	1,728,202	2,100,479	7,343,275	2,553,786	2,672,742
Unallocated General Revenues	15,267,071	14,986,913	14,670,183	13,040,703	11,655,757	11,115,590	13,299,800	13,846,797	11,473,142	11,301,258
Total Governmental Activities	<u>\$29,860,710</u>	<u>\$23,198,752</u>	<u>\$21,638,760</u>	<u>\$21,193,511</u>	<u>\$16,728,804</u>	<u>\$16,995,543</u>	<u>\$17,678,022</u>	<u>\$32,801,227</u>	<u>\$16,328,786</u>	<u>\$16,132,778</u>
Business-type activities										
Water	\$3,796,031	\$3,592,820	\$3,869,477	\$3,106,217	\$2,894,971	\$2,547,790	\$2,409,843	\$2,472,311	\$2,167,833	\$2,027,490
Wastewater	5,627,946	3,418,093	2,663,176	2,588,681	2,326,705	1,537,835	1,456,616	1,092,549	1,244,636	1,322,180
Business Center	629,265	629,265	629,265	629,265	629,265	629,265	-	-	-	-
Business Incubator	-	1,156,793	-	-	-	-	-	-	-	-
Sanitation	1,205,279	1,159,196	822,452	1,117,185	1,056,628	1,047,317	1,146,276	1,553,236	1,081,687	983,383
Industrial Park	-	-	-	-	-	-	169,525	-	27,618	98,930
Unallocated General Revenues	368,660	122,508	13,909	936	12,547	10,194	187,519	32,580	191,587	813,066
Total Business Activities	<u>\$11,627,181</u>	<u>\$10,078,675</u>	<u>\$7,998,279</u>	<u>\$7,442,284</u>	<u>\$6,920,116</u>	<u>\$5,772,401</u>	<u>\$5,369,779</u>	<u>\$5,150,676</u>	<u>\$4,713,361</u>	<u>\$5,245,049</u>

Source: Statement of Activities.
City financial Records and reports

CITY OF SAN LUIS, ARIZONA
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
City Sales Tax	\$7,508,359	\$7,324,294	\$6,750,517	\$6,531,779	\$6,073,811	\$5,659,566	\$7,498,691	\$7,125,840	\$4,621,222	\$3,901,795
State Sales taxes	2,659,098	2,550,568	2,812,693	2,104,763	1,992,968	1,771,253	1,682,728	1,824,384	2,107,358	2,179,431
Franchise Tax	435,822	439,034	427,800	432,371	397,532	381,836	351,505	346,429	337,757	269,360
Special Districts*	302,865	374,470	282,484	218,171	290,987	267,579	156,102	169,935	341,947	153,609
Others	-	122,163	(69,355)	1,296	95,172	32,715	76,342	12,347	34,274	170,120
Total tax revenues	<u>\$10,906,144</u>	<u>\$10,810,529</u>	<u>\$10,204,139</u>	<u>\$9,288,380</u>	<u>\$8,850,470</u>	<u>\$8,112,949</u>	<u>\$9,765,367</u>	<u>\$9,478,935</u>	<u>\$7,442,559</u>	<u>\$6,674,315</u>

Note: Includes Governmental Fund Types

Special Districts include Street Light Improvement Districts (SLIDs), Maintenance Improvement Districts (MIDs); both are levy as secondary property taxes.

CITY OF SAN LUIS, ARIZONA
INTERGOVERNMENTAL REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
State Shared Sales Tax	\$2,659,098	\$2,550,568	\$2,812,693	\$2,104,763	\$1,992,968	\$1,771,253	\$1,682,728	\$1,824,384	\$2,107,358	\$2,179,431
Urban Revenue Sharing	3,360,240	3,378,557	3,559,275	2,605,281	2,152,641	2,231,840	2,960,504	3,417,109	3,226,939	2,603,373
Highway Users	2,239,260	2,126,238	1,929,961	2,041,357	1,562,498	1,678,834	1,700,626	1,804,058	2,093,904	2,098,587
Auto-in-lieu	1,104,206	1,007,212	959,549	1,015,403	851,821	836,971	847,890	884,648	905,453	898,056
Local Transportation Aid	-	-	-	-	-	-	35,312	104,499	108,840	109,993
Federal	673,284	615,896	634,216	1,130,716	1,004,693	2,177,538	565,787	1,152,596	679,861	819,393
Others	123,047	419,754	-	133,216	40,643	67,407	53,749	4,499	12,588	-
Total tax revenues	<u>\$10,159,135</u>	<u>\$10,098,225</u>	<u>\$9,895,694</u>	<u>\$9,030,736</u>	<u>\$7,605,264</u>	<u>\$8,763,843</u>	<u>\$7,846,596</u>	<u>\$9,191,793</u>	<u>\$9,134,943</u>	<u>\$8,708,833</u>
	-	-	-							

Note: Includes governmental fund types
Includes all governmental revenues, including revenues from federal government

CITY OF SAN LUIS, ARIZONA
CITY TRANSACTION PRIVILEGE TAXES BY CATEGORY
LAST TEN FISCAL YEARS

	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Retail Sales	\$3,731,819	\$3,719,366	\$3,498,869	\$3,288,946	\$3,046,645	\$2,901,155	\$2,813,146	\$3,069,240	\$1,846,807	\$1,396,322
Contracting	1,573,668	1,654,681	1,336,456	1,468,887	1,574,491	1,413,388	3,354,443	2,776,939	1,815,150	1,635,271
Rentals	407,570	356,150	324,795	297,456	280,163	244,048	274,975	301,065	197,161	150,024
Communications/Utilities	1,174,550	1,044,285	1,053,760	959,929	624,166	570,915	584,850	560,704	402,304	357,975
Restaurant/Bar	422,284	417,278	363,027	371,107	342,810	309,338	294,048	249,331	235,140	206,264
Use	129,156	121,091	109,195	84,108	131,100	83,071	110,978	58,856	45,286	42,343
Other	69,312	45,339	64,415	61,346	74,436	137,650	66,250	109,705	79,374	113,595
	<u>\$7,508,359</u>	<u>\$7,358,190</u>	<u>\$6,750,517</u>	<u>\$6,531,779</u>	<u>\$6,073,811</u>	<u>\$5,659,566</u>	<u>\$7,498,691</u>	<u>\$7,125,840</u>	<u>\$4,621,222</u>	<u>\$3,901,795</u>
% Growth by year										
Retail Sales	0.3%	6.3%	6.4%	8.0%	5.0%	3.1%	-8.3%	66.2%	32.3%	-4.4%
Contracting	-4.9%	23.8%	-9.0%	-6.7%	11.4%	-57.9%	20.8%	53.0%	11.0%	-1.0%
Rentals	14.4%	9.7%	9.2%	6.2%	14.8%	-11.2%	-8.7%	52.7%	31.4%	2.0%
Utilities	12.5%	-0.9%	9.8%	53.8%	9.3%	-2.4%	4.3%	39.4%	12.4%	9.6%
Restaurant/Bar	1.2%	14.9%	-2.2%	8.3%	10.8%	5.2%	17.9%	6.0%	14.0%	-1.3%
Use	6.7%	10.9%	29.8%	-35.8%	57.8%	-25.1%	88.6%	30.0%	7.0%	-28.8%
Other	52.9%	-29.6%	5.0%	-17.6%	-45.9%	107.8%	-39.6%	38.2%	-30.1%	164.8%
	<u>83.1%</u>	<u>96.6%</u>	<u>60.2%</u>	<u>16.0%</u>	<u>63.3%</u>	<u>19.5%</u>	<u>75.0%</u>	<u>285.5%</u>	<u>77.9%</u>	<u>141.0%</u>

Note: Includes governmental fund types
Information is unavailable prior to FY05 due to limits of tax software.

Source: AZ Department of Revenues
City of San Luis Finance Department

**CITY OF SAN LUIS, ARIZONA
SALES TAX PAYERS - BY CATEGORY
CURRENT YEAR AND TEN YEARS AGO**

	2016				2007			
	Number of Payers	Percentage of Total Payers	Sales Tax Paid	Percentage of Total City Sales Tax Revenue	Number of Payers	Percentage of Total Payers	Sales Tax Paid	Percentage of Total City Sales Tax Revenue
Retail Sales	662	30.39%	\$3,731,819	49.70%	338	31.18%	\$1,396,322	35.79%
Construction, MFG & Wholesale	772	35.45%	1,573,668	20.96%	370	34.13%	1,635,271	41.91%
Rentals	144	6.61%	407,570	5.43%	118	10.89%	150,024	3.84%
Communications/Utilities	73	3.35%	1,174,550	15.64%	51	4.70%	357,975	9.17%
Restaurant/Bar	35	1.61%	422,284	5.62%	31	2.86%	206,264	5.29%
Use/Services	285	13.09%	129,156	1.72%	95	8.76%	42,343	1.09%
Other	207	9.50%	69,312	0.92%	81	7.47%	113,595	2.91%
	2,178	100%	\$7,508,359	100%	1,084	100%	\$3,901,795	100%

Note: Includes governmental fund types

Source: AZ Department of Revenues
City financial Records and reports

CITY OF SAN LUIS, ARIZONA
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	Municipal Bonds	Notes Payable	Capital Leases	Municipal Bonds/Loans	Notes Payable	Capital Leases			
2016	\$13,350,329	\$3,562,910	\$0	\$38,010,036	\$185,909	\$0	\$55,109,184	4.86%	\$1,621
2015	13,350,329	3,562,910	-	38,010,036	185,909	-	55,109,184	6.64%	1,660
2014	14,383,209	3,336,222	-	39,733,576	127,693	-	57,580,700	8.26%	1,847
2013	14,698,048	3,323,879	-	33,642,562	834,330	-	52,498,819	5.61%	1,602
2012	15,001,198	3,347,536	133,235	34,113,235	844,703	54,246	53,494,153	7.65%	2,057
2011	15,292,656	3,970,481	305,037	34,565,602	866,495	173,673	54,653,849	6.40%	2,102
2010	15,574,373	3,992,005	582,176	24,277,708	864,211	350,649	55,839,041	6.06%	2,148
2009	15,846,348	4,013,134	945,566	24,699,558	866,495	524,699	57,074,895	6.25%	2,238
2008	15,855,295	1,009,406	1,507,405	24,709,436	-	432,321	50,449,133	6.05%	1,964
2007	15,864,241	43,087	1,379,787	24,719,314	-	518,948	47,441,822	7.47%	1,924

Note; See Table XIV for Personal Income and Population

Source: (1) Based on data provided by the Greater Yuma Economic Development
City financial Records and reports

**CITY OF SAN LUIS, ARIZONA
 PLEDGED REVENUE COVERAGE -CIVIC IMPROVEMENT CORPORATION
 GOVERNMENTAL PORTION
 LAST TEN FISCAL YEARS**

	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Pledged revenues (1)	\$15,766,957	\$15,379,657	\$15,052,446	\$13,283,180	\$11,781,918	\$11,341,493	\$12,882,852	\$13,168,416	\$10,790,053	\$9,624,486
Debt service requirements (2)										
Principal	\$572,820	\$317,583	\$305,893	\$294,203	\$282,513	\$272,771	\$263,029	-	-	-
Interest	605,739	1,158,269	679,338	691,906	703,624	714,730	725,117	730,049	730,049	730,049
Total Annual Requirements	\$1,178,559	\$1,475,852	\$985,231	\$986,109	\$986,137	\$987,501	\$988,146	\$730,049	\$730,049	\$730,049
Estimated Coverage	13.38	10.42	15.28	13.47	11.95	11.49	13.04	18.04	14.78	13.18

Note:

Civic Improvement Corporation (CIC) Bonds issued by the City of San Luis in 2005

(1) Pledged revenues on the Civic Improvement Corporation (CIC) bonds are the "Excise Taxes", "State Shared Revenues", Licenses and Permit Fees, and Franchise fees. Excise Taxes are defined to include the transaction privilege and business taxes, which the City imposes.

State Shared Revenues are defined as any excise tax, transaction privilege and use taxes and income taxes imposed by the State of Arizona and allocated or apportioned to the City, except the City's share of any such taxes which by State law, rule or regulation must be expended for other purposes.

(2) Debt service requirements reflect the governmental portion of outstanding CIC issues.

Water and Wastewater allocations of CIC issues are excluded. Those portions are serviced by the Water Utility, Wasterwater Utility funds.

Source: Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds Debt service schedules - City financial records

**CITY OF SAN LUIS, ARIZONA
PLEDGED REVENUE COVERAGE - CIVIC IMPROVEMENT CORPORATION
ENTERPRISE PORTION
LAST EIGHT FISCAL YEARS**

		Fiscal Year									
		<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Gross Revenues	(1)	\$7,506,930	\$7,011,185	\$6,045,693	\$5,232,580	\$4,869,271	\$4,095,810	\$3,866,459	\$4,025,548	\$3,412,469	\$3,273,310
Operating Expenses	(2)	4,388,160	5,387,500	4,315,552	4,259,081	4,042,114	3,954,072	3,061,620	3,222,085	3,069,232	3,052,599
Net Revenues available		\$3,118,770	\$1,623,685	\$1,730,141	\$973,499	\$827,157	\$141,738	\$804,839	\$803,463	\$343,237	\$220,711
Debt Service Requirements											
Principal	(3)	\$497,416	\$497,416	\$479,107	\$460,797	\$442,487	\$427,229	\$411,971	- \$	- \$	- \$
Interest	(4)	1,514,082	1,514,082	1,064,017	1,083,702	1,102,056	1,119,450	1,135,719	1,143,444	1,143,444	1,143,444
Total debt Expense		\$2,011,498	\$2,011,498	\$1,543,124	\$1,544,499	\$1,544,543	\$1,546,679	\$1,547,690	\$1,143,444	\$1,143,444	\$1,143,444
Ratio of Total Revenue/debt Expense		1.550	0.807	1.121	0.630	0.536	0.092	0.520	0.703	0.300	0.193

Note: Civic Improvement Corporation (CIC) Bonds issued by the City of San Luis in 2005

- (1) Includes total operating revenues and investment income of the Water Utility and Wastewater Utility Enterprise Funds.
- (2) Includes total operating expenses of the Water Utility and Wastewater Utility Enterprise Funds less depreciation and amortization.
- (3) Includes principal for Water and Sewer Revenue bonds, Water Infrastructure Finance Authority bonds, and the utility portion of the Municipal Development Authority bonds.
- (4) Bond interest payments only. Does not include amortization of loss on refunding, capitalized interest, agent fees or amortization of bond issuance costs that are included in interest expense on the statement of revenues, expenses, and changes in net assets.

Source: Statement of Revenues, Expenses and Changes in Fund Net Assets - Proprietary Funds Repayment schedules for debt serviced by the Water and Sewer Utility Enterprise Funds

CITY OF SAN LUIS
Computation of Direct and Overlapping Debt*
June 30, 2016

<u>Jurisdiction</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Yuma County	\$6,930,000	5.34% (1)	\$369,862
Yuma County Library	37,210,000	5.34% (4)	1,985,941
Yuma Union High School District No 70	48,706,472	5.34% (2)	<u>2,599,521</u>
Subtotal Overlapping Debt			4,955,324
City of San Luis	16,197,751	100.00% (3)	<u>16,197,751</u>
Total Direct and Overlapping Debt			21,153,075

Sources: YUMA County Finance Department

Note: (1) Based on State and County abstract of the assessment Roll, Arizona Department of Revenue

(2) School District valuation applicable percentage based on attendees

(3) City Records

**CITY OF SAN LUIS, ARIZONA
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	(1) Population	(3) Personal Income	(2) Labor force	(2) Employment	(2) Unemployment	(2) Unemployment rate percentage
2016	34,001	\$33,376	18,632	9,998	8,633	46.3%
2015	33,190	25,000	18,662	9,822	8,840	47.4%
2014	31,180	22,368	19,824	9,689	10,134	65.8%
2013	32,763	28,548	17,965	6,000	11,965	66.6%
2012	26,000	26,889	17,249	5,614	11,635	67.5%
2011	26,000	32,828	15,896	5,489	10,407	65.5%
2010	25,505	36,103	8,466	4,109	4,357	51.5%
2009	25,682	35,584	7,986	4,175	3,811	47.7%
2008	24,654	33,838	7,176	4,267	2,909	40.5%
2007	23,680	26,804	6,150	5,057	2,093	34.0%

Data Sources:

(1) Census Bureau

(2) AZ. Department of Economic Security

(3) Greater Yuma Economic Development Corporation

**CITY OF SAN LUIS, ARIZONA
MAJOR EMPLOYERS WITHIN THE CITY
CURRENT YEAR AND SIX YEARS AGO**

Employer	2016			2011 (1)		
	# of Employees	Rank	Percentage of City Employment	# of Employees	Rank	Percentage of City Employment
Gadsen Unified School District	869	1	8.69%	448	3	8.16%
Arizona State Prison	854	2	8.54%	653	2	11.90%
ACT Call Center	820	3	8.20%	700	1	12.75%
Factor Sales	409	4	4.09%			
Walmart	333	5	3.33%	270	4	4.92%
City of San Luis	237	6	2.37%	230	5	4.19%
San Luis Detention Center	122	7	1.22%	80	7	1.46%
Basha's/Food City				100	6	1.82%
Total Employees	3,644		36.45%	2,481		45.20%

Source: Greater Yuma Economic Development Corporation

Notes:

(1) Data was tracked for City's 1st CAFR.

CITY OF SAN LUIS, ARIZONA
AUTHORIZED FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

Permanent Position by Function	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General Fund										
General Government	58	55	57	57	54	52	51	56	56	54
Public Safety	94	85	90	90	87	86	77	72	72	70
Health and Welfare	4	4	2	2	2	2	3	3	3	3
Culture and Recreation	47	37	36	36	28	22	21	26	26	20
Community Development	9	8	9	9	9	9	11	10	10	9
Sub total General Fund	212	189	194	194	180	171	163	167	167	156
General Fund	212	189	194	194	180	171	163	167	167	156
Public Works & Streets	15	16	11	11	13	15	16	20	20	20
Enterprise Funds	32	32	32	32	26	30	31	33	33	28
Total Permanent Positions	259	237	237	237	219	216	210	220	220	204

Source:

City Payroll

**CITY OF SAN LUIS, ARIZONA
UTILITY STATISTICAL DATA - BILLINGS
LAST TEN FISCAL YEARS**

	Utility Rate Increases & Average Bill									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Water										
Average bill	\$48.03	\$46.59	\$45.05	\$41.72	\$38.31	\$36.56	\$33.92	\$35.70	\$33.58	\$31.24
% Increase	3.09%	3.41%	7.98%	8.89%	4.80%	7.78%	-5.00%	6.31%	7.48%	4.69%
Wastewater										
Average bill	\$48.40	\$46.30	\$37.33	\$31.57	\$29.41	\$23.24	\$22.10	\$24.58	\$21.30	\$22.41
% Increase	4.52%	24.03%	18.25%	7.34%	26.53%	5.19%	-10.11%	15.40%	-4.96%	1.83%
Residential Solid Waste										
Average bill	\$16.95	\$16.86	\$16.89	\$17.11	\$16.45	\$15.89	\$17.60	\$17.66	\$17.96	\$17.24
% Increase	0.52%	-0.15%	-1.32%	4.07%	3.51%	-9.74%	-0.34%	-1.67%	4.16%	-6.09%

Source: City Customer Service and Billing records

**CITY OF SAN LUIS, ARIZONA
UTILITY STATISTICAL DATA - ACCOUNTS
LAST TEN FISCAL YEARS**

		Utility Accounts									
		<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Water											
	Number of Accounts	6,384	6,190	6,023	5,890	6,036	5,701	5,865	5,722	5,316	5,105
	% Increase	3.13%	2.77%	2.26%	-2.42%	5.88%	-2.80%	2.50%	7.64%	4.13%	6.24%
Wastewater											
	Number of Accounts	6,216	5,990	5,827	5,688	5,597	5,514	5,491	5,264	4,869	4,683
	% Increase	3.77%	2.80%	2.44%	1.63%	1.51%	0.42%	4.31%	8.11%	3.97%	5.52%
Residential Solid Waste											
	Number of Accounts	5,825	5,643	5,549	5,366	5,249	5,172	5,330	5,082	4,857	4,679
	% Increase	3.23%	1.69%	3.41%	2.23%	1.49%	-2.96%	4.88%	4.63%	3.80%	5.41%

Source: City Customer Service and Billing records

**CITY OF SAN LUIS, ARIZONA
UTILITY STATISTICAL DATA - RATES**

**Charges for Water Services
Based Minimum Monthly Bill**

<u>Meter Size</u>	-----Service Fees-----				
	<u>Residential</u>		<u>Commercial/Government/School</u>		
	1st 2,000 G	Excess/000's	1st 2,000 G	Commercial /	School
				Gov't Excess/000's	
5/8" - 3/4"	\$13.27	\$2.03	\$33.74	\$2.61	\$2.84
1"	N/A	N/A	56.34	2.61	2.84
1 ½"	N/A	N/A	112.35	2.61	2.84
2"	N/A	N/A	179.83	2.61	2.84
3"	N/A	N/A	393.73	2.61	2.84
4"	N/A	N/A	1,349.55	2.61	2.84
6"	N/A	N/A	2,811.57	2.61	2.84
8"	N/A	N/A	4,048.66	2.61	2.84

**Charges for Waste-Water Services
Based Minimum Monthly Bill**

<u>Meter Size</u>	-----Service Fees-----			
	<u>Residential</u>		<u>Commercial / Gadsden school</u>	
	Base	Excess/000's	Base	Volume/000's
Senior 60+ yrs	\$19.45	N/A	N/A	N/A
5/8" - 3/4"	\$38.44	N/A	\$23.55	\$2.37
1" - 8"	N/A	N/A		Varies
2" School			197.82	N/A
Gadsden	53.12	N/A	73	

Source: City Customer Service and Billing records

**CITY OF SAN LUIS, ARIZONA
UTILITY STATISTICAL DATA
LAST TEN FISCAL YEARS**

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Miscellaneous data on water utility										
Annual Consumption (000's gal)	1,041,105	1,023,995	1,080,987	962,719	1,025,510	1,122,644	1,052,673	1,030,064	1,089,127	1,118,302
Avg gallons/account/month	13,590	13,786	14,956	13,621	14,158	16,410	15,387	14,636	15,862	17,530
Avg gallons/account/year	163,080	165,427	179,477	163,452	169,899	196,920	184,647	175,629	190,340	210,365
Avg. daily demand (MGD)	453	460	499	454	472	547	513	488	529	584
Peak demand (MGD)	3.43	3.43	3.43	3.43	3.43	3.43	3.33	3.23	3.23	3.23
Number of wells in system	12	12	12	12	12	12	12	12	12	12
Available storage capacity (million Gallons)	4,025	4,025	4,025	4,025	4,025	4,025	4,025	4,025	4,025	4,025
Miscellaneous data on wastewater utility										
Treatment plant capacity (000's)	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500
Annual wastewater treated (000's)	465,867	471,403	463,767	457,864	437,574	445,704	437,715	433,508	418,973	467,808
Average daily flow (000's)	1,340	1,340	1,340	1,340	1,340	1,340	1,340	1,340	1,340	1,340
Miscellaneous data on solid waste service										
Tons of waste collected and disposed	10,306	9,681	10,610	9,013	9,523	9,066	13,053	10,952	N/A	N/A

Source: City Customer Service and Billing records
Public Works records

CITY OF SAN LUIS, ARIZONA
BUILDING PERMITS AND HOME SALES
LAST TEN FISCAL YEARS
(\$'s in 000's)

		Building Permits									
		Fiscal Year									
		<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Commercial											
	Number of Permits	16	16	16	16	16	13	12	12	16	11
	Value	\$51	\$128	\$2,181	\$204	\$5,773	\$7,560	\$1,048	\$3,629	\$3,059	\$13,879
Residential											
	Number of Dwelling Units	169	159	112	120	85	68	182	245	193	259
	Value	\$24,850	\$24,530	\$16,908	\$20,166	\$13,147	\$11,078	\$20,338	\$24,754	\$21,041	\$25,324
Other											
	Number of Permits	523	318	200	138	161	134	127	162	216	268
	Value	\$10,652	\$2,146	\$19,089	\$3,649	\$1,157	\$1,554	\$1,165	\$2,652	\$2,736	\$2,941
		Single Family Housing Sales									
		Calendar Year									
		<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
New units sold		-	88	56	118	114	63	85	218	231	215

Source: City Development Services

CITY OF SAN LUIS, ARIZONA
Operating Indicator by Function
LAST TEN FISCAL YEARS

	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
GENERAL GOVERNMENT										
<i>Court</i>										
Charges filed/ Charges adjudicated(resolved)	3,734	3,989	4,630	7,214	4,449	3,385	4,225	3,248	4,621	4,496
Charges dismissed	841	938	1,019	8,469	690	847	835	798	1,501	791
<i>Human Resources</i>										
# of employment Applications Processed	1,643	750	530	601	44*	40*	306	**	**	**
<i>Finance</i>										
# of Accounts Payable checks issued	4,264	4,201	3,848	3,739	3,723	3,929	4,329	3,901	**	**
# of Claims filed, injured or ill workers	13	29	27	18	16	**	**	**	**	**
# of electrical inspections performed	3	1	8	10	6	1	**	**	**	**
Notice of claims	2	4	1	6	6	**	**	**	**	**
PUBLIC SAFETY										
<i>Police</i>										
# of 911 Emergency and Animal Calls	5,920	5,483	5,694	5,046	**	**	**	**	**	**
# of Traffic Stops	4,681	6,393	6,834	9,439	**	**	**	**	**	**
# of Arrests	439	**	**	**	**	**	**	**	**	**
<i>Fire</i>										
# of Ambulance Transport Services	2,665	2,476	2,318	2,169	1,912	1,620	1,415	1,494	**	**
# of Fire & Hazmat Incidents	57	28	78	62	69	72	76	89	**	**
HEALTH AND WELFARE										
# of Meals served - Food Assistance	8,869	7,963	9,604	9,296	7,677	9,239	7,528	7,077	**	**
# of citywide transit ridership	10,661	8,136	9,243	8,378	6,323	5,190	4,096	3,699	**	**

Note: (*) Hiring Freeze
 (**) Information is not available
 Source: Various Departments:

**CITY OF SAN LUIS, ARIZONA
CAPITAL ASSETS BY FUNCTION
LAST TEN FISCAL YEARS**

	Fiscal Year									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General Government										
City Hall										
Building	1	1	1	1	1	1	1	1	1	1
Vehicle	26	26	18	18	18	17	19	18	17	13
Public Safety										
Building	2	2	2	2	2	2	2	2	2	2
Vehicle	70	70	57	57	53	50	56	52	50	43
Culture & Recreation										
Building	3	3	3	3	3	3	3	3	3	3
Equipment	33	33	23	23	22	19	19	14	13	11
Health and Welfare										
Building	2	2	2	2	2	2	2	2	2	2
Vehicle	3	3	5	5	6	6	6	6	6	6
Public Works and streets										
Building	1	1	1	1	1	1	1	-	-	-
Equipment	26	26	18	18	17	17	20	20	20	20
Enterprise										
Building	4	4	3	3	3	3	3	3	3	3
Equipment	51	51	44	44	49	47	48	49	47	46

Source: City records Finance Department





AGENDA ITEM REVIEW FORM

Regular City Council Meeting

6.B.

Meeting Date: 03/08/2017

Department Head: Hank Green, Fire Chief, Fire Department

Submitted By: Hank Green, Fire Chief, Fire Department

Action Requested: Motion

ITEM:

Discussion and possible action on any and all matters regarding personnel necessary for ambulance service operations. **(Hank Green, Fire Chief)**

SUMMARY:

The original staffing model of the ambulance operations of the City of San Luis Fire Department was based on the hiring and availability of 18 part-time Firefighter/Emergency Medical Technicians (EMTs). Our optimism to recruit enough personnel to staff our ambulances proved to be problematic and vacant part-time positions have been staffed with full-time firefighters and has resulted in overtime wages being incurred. Additionally, recent input and advice from Human Resources has curtailed or limited our ability to utilize (schedule) part-time firefighters for shifts. We had planned on staffing three (3) ambulances but the limited recruitment of part-time firefighters and the impacts of overtime staffing has prompted the reality that we cannot staff three (3) ambulances without incurring additional salary costs. FY17 budget allocations for part-time firefighters would have been sufficient to staff three (3) ambulances, we do not have the depth of personnel to fill the positions, without using overtime for full-time firefighters. The budgeted salary funds are sufficient to cover the overtime salaries of full-time firefighters, but will require transfer between the appropriate accounts. Additional review of these funds (part-time firefighter's salaries) has identified sufficient funds to allow the hiring of full-time firefighters to staff our ambulances. The provided spread sheet has the remaining funds in the part-time firefighter salary account and the amount needed to hire 6 full-time firefighters. We are requesting City Council approval and authority to;

- Transfer available funds from the part-time firefighter account to the overtime account to cover existing expenditures,

Recruit and hire 6 full-time Firefighter/EMTs from our existing cadre of part-time firefighters,

- Transfer available funds for the part-time firefighter salary account to the full-time firefighter salary account to pay these full-time firefighters. The full-time firefighters, being paid from the Ambulance Enterprise funds, would be allocated to the Ambulance Enterprise program. This means that should the ambulance program go away in future years, these positions would also go away, until such time as this stipulation is deemed unnecessary.

RECOMMENDATION / SUGGESTED MOTION:

I MOVE TO APPROVE THE TRANSFER OF FUNDS AS PRESENTED AND I FURTHER MOVE TO APPROVE THE HIRING OF SIX FULL-TIME FIREFIGHTERS/EMERGENCY MEDICAL TECHNICIANS.

Supporting information not attached to the Agenda Item Review Form:

N/A

Document to be Recorded?: No

N/A

Fiscal Impact

IS THERE FISCAL IMPACT ASSOCIATED WITH THIS ITEM: YES
CITY/STATE/FEDERAL FUNDS: CITY
TOTAL: \$290,000.00
BUDGETED AMOUNT: YES
AVAILABLE AMOUNT TO TRANSFER: \$421,138.00
ACCT NAME & GL#/REMAINING BALANCE BEFORE PURCHASE: 340-341-50005:\$421,138.00
FISCAL IMPACT STATEMENT (IF THIS IS A BUDGET TRANSFER, YOU MUST ATTACH THE BUDGET ADJUSTMENT FORM):
Transfer of funds from 340-341-50005 to 340-341-50010 to cover overtime expenses and,
Transfer of funds from 340-341-50005 to 340-341-50000 to hire 6 Firefighters

Attachments

Firefighter Funding
Budget Transfer Form

Account 340-341-50005 (Part-Time/Hourly) balance as of 01-26-2017	421,137.93
Transfer of 50,000 to account 340-341-50010 (overtime) to cover 49,478.59.	(50,000.00)
Account 340-341-50005 balance after transfer	371,137.93

Transfer of an additional 30,000 to cover potential OT in January and February	(30,000.00)
Account 340-341-50005 balance after transfer	341,137.93

Annual salary of Firefighter with EREs = 70,000	
6 Firefighters @ 70,000 = 420,000	
6 Firefighters for 6 months = 210,000	(210,000.00)
Transfer 210,000 from account 340-341-50005 to 340-341-50000	
Account 340-341-50005 balance after transfers	131,137.93



City of San Luis Budget Adjustment Form

Reason for Budget Adjustment:

Transfer to cover ambulance salaries for current FY.

Account Number	Account Name	Approved Budget Fiscal 16/17	Budget to be revised (Add to)	Budget to be decreased (Taken from)	Amended Budget Total
340-50010	Ambulance Service- Overtime	\$19,000.00	\$80,000.00	-	\$99,000.00
340-50000	Ambulance Service- Salaries	\$545,520.00	\$210,000.00		\$755,520.00
340-50005	Ambulance Service- Part-Time/ Hourly	\$449,220.00		\$290,000.00	\$159,220.00
Total			\$290,000.00	\$290,000.00	

Department Head [Signature] Date 2-7-2017
City Manager [Signature] Date 02/14/2017
Finance Department [Signature] Date 2-15-17



AGENDA ITEM REVIEW FORM

Regular City Council Meeting

6.C.

Meeting Date: 03/08/2017

Department Head: Jenny Torres, Community Development Director, Community Development Department

Submitted By: Dania Castillo, Economic Development Assistant, Community Development Department

Action Requested: Motion

ITEM:

Discussion and possible action on any and all matters regarding contract with James Davey and Associates, Inc. to provide design and engineering services associated with International Plaza I Improvements Project Phase I. **(Jenny Torres, Community Development Director)**

SUMMARY:

The City of San Luis intends to apply for \$300,000.00 in Community Development Block Grant funds from the State Special Projects (SSP) account from the Arizona Department of Housing for International Plaza I Improvements Project Phase I. This is a competitive round of funding in which applicants must submit engineering design and construction plans as part of the grant application. We are requesting to award an engineering contract in the amount of **\$44,880.00** to James Davey and Associates, Inc. for the design of this project.

James Davey and Associates, Inc. is a provider on the on-call engineering services list, per Resolution No. 1143.

RECOMMENDATION / SUGGESTED MOTION:

I MOVE TO APPROVE AN ENGINEERING CONTRACT WITH JAMES DAVEY AND ASSOCIATES, INC., IN THE AMOUNT OF \$44,880.00 FOR ENGINEERING, DESIGN, AND CONSTRUCTION PLANS FOR IMPROVEMENTS TO INTERNATIONAL PLAZA 1 AS PRESENTED AND AUTHORIZE APPROPRIATE STAFF TO TAKE ALL STEPS NECESSARY TO PUT THE CONTRACT INTO EFFECT.

Supporting information not attached to the Agenda Item Review Form:

N/A

Document to be Recorded?: Yes

City Clerk's Office

Fiscal Impact

IS THERE FISCAL IMPACT ASSOCIATED WITH THIS ITEM:	Yes
CITY/STATE/FEDERAL FUNDS:	City
TOTAL:	\$44,880.00
BUDGETED AMOUNT:	\$44,880.00
AVAILABLE AMOUNT TO TRANSFER:	\$546,550.00

ACCT NAME & GL#/REMAINING BALANCE BEFORE PURCHASE: C.O. Lakin Drive
255-210-90015.216 Balance
before purchase \$546,550.00

FISCAL IMPACT STATEMENT (IF THIS IS A BUDGET TRANSFER, YOU MUST ATTACH THE BUDGET ADJUSTMENT FORM):

Contract will be paid with Account No. 255-210-90010.218 upon budget transfer.

Attachments

- Engineering Contract
 - Proposal
 - Map
 - Budget Transfer
 - State of Arizona Form
-

AGREEMENT FOR ENGINEERING SERVICES

This Agreement is made on the 8th day of March, 2017, between the City of San Luis, Arizona, a municipal corporation of the State of Arizona, ("City"), and James Davey and Associates of Yuma, Arizona, having a principal being a registered engineer of the State of Arizona ("Engineer"):

Witness:

By this agreement the City hereby engages the services of Engineer for the following described project ("Project"): International Plaza I Improvements, Phase I.

This project is being undertaken by the City of San Luis, Arizona and is to implement such improvements under the general direction of the State of Arizona Department of Housing, Community Development Block Grant Program, (CDBG). The accomplishment of the work and services described in this Agreement is necessary and essential to the public works improvement program of the City; and

The City desires to engage the Engineer to render professional engineering services for the project described in this Agreement, and the Engineer is willing to perform those services.

Therefore, in consideration of the premises and agreements contained here, the parties agree as follows:

Article I. Description of Project

A. Engineering design of International Plaza I Improvements, Phase I. All for an estimated cost of \$44,880.00 ("Project"). Engineer will supply City with an estimated construction cost.

B. The term "estimated construction cost" is defined as the total estimated cost for the construction of the Project assigned to the Engineer under this Agreement for design, excluding fees or other costs for engineering, lands, and rights-of-way, and for legal and administrative procedures.

Article II. Engineer's Scope of Services

The Engineer shall perform professional engineering services relevant to the Project in accordance with the terms and conditions set forth here, and as provided in Exhibit I, which is attached to this agreement and by this reference made a part of it.

Article III. Changes in Scope

If changes occur either in the Engineer's Scope of Services or the Description of the Project, a supplemental agreement may be negotiated at the request of either party. For the purposes of such a change, the Engineer will supply to City an estimate of the cost for such change in services or project, and the amount paid for such change in services or project by City shall not exceed said estimate.

Article IV. Engineer's Fee

A. Basic Fee.

1. As compensation for Basic Services as described in Paragraph A of Exhibit I of this Agreement, and for services required in the fulfillment of Article II, the Engineer shall be paid a "Basic Fee," which shall constitute full and complete payment for those services and all expenditures that may be made and expenses incurred, except as otherwise expressly provided in this Agreement. The Basic Fee shall be the lump sum amount \$44,880.00.

2. The parties agree that the Basic Fee is based upon the Scope of Services to be provided by the Engineer and is not necessarily related to the estimated construction cost of the Project. In the event that the estimated construction cost differs from the estimated construction cost, the Engineer's compensation will not be adjusted unless the Scope of Services to be provided by the Engineer changes, and the adjustment is agreed to by the parties in writing pursuant to the provisions of Article III above.

B. Payment Schedule for Basic Fee.

The Basic Fee shall be paid in the following installments as the Engineer's work progresses:

1. Thirty percent (30%) of the Basic Fee upon completion and acceptance by the City of the necessary work in the Preliminary Design Phase. If the City terminates this Agreement after the completion and acceptance, no further fees shall be due the Engineer under Paragraph A of Article IV of this Agreement.

1. An additional sixty percent (60%) of the Basic Fee upon completion and acceptance by the City of the necessary work in the Final Design Phase. If the City terminates this Agreement after that completion and acceptance, no further fees shall be due the Engineer under Paragraph A of Article IV of this Agreement.

2. The final ten percent (10%) of the Basic Fee prorated in accordance with final design, and acceptance of the Project, and receipt of approved, reproducible mylar

drawings of the Project plans prepared in a format prescribed by the Public Works Director.

C. Payment for Special Services.

As compensation for the services rendered by the Engineer as set forth in Paragraph B of Exhibit I of this Agreement entitled "Special Services," the City shall pay the Engineer such sums as may be agreed to by written amendment to this agreement. For such Special Services, Engineer agrees to furnish to City an estimate of cost for such special service. If the City agrees to have Engineer perform that service, Engineer agrees that the amount charged shall not exceed such estimate. Any agreement for such special service shall be as a supplemental agreement pursuant to Article III above.

D. Certified Cost Records.

The Engineer shall furnish certified cost records for all billings pertaining to other than lump sum fees to substantiate all charges. For those purposes, the books of account of the Engineer shall be subject to audit by the City. The Engineer shall complete work and cost records for all billings on those forms and in that manner as will be satisfactory to the City.

E. Gross Receipts Tax.

To the fees and other payments payable under this agreement, the Engineer may add any applicable gross receipts tax.

Article V. Ownership of Plans and Documents: Records

A. The field notes, design notes, and logs of any wells drilled, as instruments of service, are and shall remain, the property of the Engineer, however, copies of such records shall be furnished to City upon its request. All drawings of the construction plans, including any "as built" drawings, shall be the property of City. The City agrees that Engineer shall retain any common law copyright and that the City will not allow copies to be reproduced in a manner inconsistent with said common law copyright. The City shall be furnished, at no additional cost, a disk of all design drawings, including any "as built" construction drawings, with one set of reproducible mylars of the original drawings of the work.

B. The City shall make copies, for the use of the Engineer, of all of its maps, records, laboratory tests, or other data pertinent to the work to be performed by the Engineer under this Agreement, and also make available any other maps, records, or other materials available to the City from any other public agency or body.

C. The Engineer shall furnish to the City, copies of all maps, records, field notes, and soil tests that were developed in the course of work for the City and for which compensation has been received by the Engineer.

Article VI. Contract Times

The Engineer's work will be completed and ready for final payment within 60 calendar days of the date in the Notice to proceed.

Article VII. Termination

A. This Agreement may be terminated by either party upon fifteen (15) days' prior written notice to the other party in the event of substantial failure by the other party to fulfill its obligations under this Agreement through no fault of the terminating party.

B. This Agreement may be terminated by the City for its convenience upon twenty (20) days' prior written notice to the Engineer.

C. In the event of termination, as provided in this Article, the Engineer shall be paid as compensation in full for services performed to the date of that termination, an amount calculated in accordance with Article IV of this Agreement. Such amount shall be paid by the City upon the Engineer's delivering or otherwise making available to the City, all data, drawings, specifications, reports, estimates, summaries, and that other information and materials as may have been accumulated by the Engineer in performing the services included in this Agreement, whether completed or in progress.

Article VIII. Assignment

This Agreement shall not be assignable except at the written consent of the parties, and if so assigned, shall be binding upon the successors and assigns of the parties.

Article IX. Conflict of Interest

This agreement is subject to the Conflict of Interest Laws of the State of Arizona. It is subject to the cancellation provisions of A.R.S. §38-511.

Article X. Indemnity

To the fullest extent permitted by law, the Engineer agrees to defend and indemnify the City and its officers, agents, and employees against any and all actions of any character brought because of any injury or damage sustained by any person, persons, or property resulting from any asserted negligent act, error, or omission of the Engineer or its agents or employees, in whole or in part. The indemnity required here shall not be limited by reason of the specification of any particular insurance coverage in this Agreement.

Article XI. Insurance

The Engineer agrees to procure and maintain at its expense until final payment by the City for services covered by this Agreement, insurance in the kinds and amounts provided below with insurance companies authorized to do business in the State of Arizona, covering all operations under this Agreement, whether performed by it or its agents. Before commencing the work, the Engineer shall furnish to the City a certificate or certificates in form satisfactory to the City, showing that it has complied with this paragraph. All certificates shall provide that the policy shall not be changed or cancelled until forty-five days' prior written notice shall have been given to the City. Kinds and amounts of insurance required are as follows:

Workmen's Compensation Insurance.

Workmen's Compensation Insurance for its employees in accordance with the provisions of the Workmen's Compensation Act of the State of Arizona.

Liability Insurance.

Professional liability insurance in an amount not less than \$1,000,000.per claim and aggregate and automobile liability insurance in an amount not less than \$1,000,000.00, for injuries to any one person and \$1,000,000.00 on account of any one accident and in an amount of not less than \$500,000.00 for property damage to protect the Engineer and its agents from claims that may arise from services rendered under this Agreement, whether those services are rendered by the Engineer or by any of its agents or by anyone employed by either.

Article XII. Discrimination Prohibited

In performing the services required under this agreement, the Engineer shall not discriminate against any person on the basis of race, color, religion, sex, national origin or ancestry, age, or physical handicap.

Article XIII. Administration of Agreement

The City Manager, or authorized representative, shall administer this Agreement for the City.

In Witness, the parties have executed this Agreement as of the day and year written first above.

The City of San Luis

James Davey and Associates

By: _____
Tadeo De La Hoya, City Manager

By: _____
James Davey

APPROVED AS TO FORM:

By: _____
Kay Macuil, City Attorney

Exhibit I. Duty of Engineer

The Engineer shall render professional engineering services as described below:

A. Basic Services.

1. Preliminary Design Phase.

a. Confer with the City to review its objectives and requirements, inspect the site of the work, review the available material assembled by the City, and discuss design criteria and scheduling.

b. Plan and make the necessary reconnaissance surveys and other field investigations, if any are required.

c. Prepare, preliminary plans, preliminary estimate of cost, and outline specifications.

(2) Preliminary engineering studies, preliminary plans, preliminary estimates of cost, and outline specifications, shall be submitted for review and comment by the City.

(3) The Engineer shall not proceed with further performance of Basic Services until receiving a written order to do so from the City.

2. Final Design Phase.

a. Confer with the City and other interested parties as required to review comments from the preliminary Design Phase submittal.

b. Prepare complete detailed working drawings and accompanying documents. All plans, specifications, documents, and layouts prepared by the Engineer shall conform to and comply with standard practice and design requirements of the City and applicable codes and ordinances. Drawings shall show existing utilities and their locations. Contract Documents shall indicate the sequence in which utilities are to be relocated, where applicable.

c. Prepare and submit a detailed Engineer's estimate of cost for the Project.

d. Detailed working drawings, specifications, and other Contract Documents to the City for review and comments.

e. Confer with the City and other interested parties or agencies as required to review comments from the preceding submission. Corrections and minor changes in the completed Contract Documents, which are required by the City, shall be made by the Engineer at no additional cost to the City.

f. After incorporation of comments, provide the City with the requested number of check sets of Contract Documents for the Project.

g. Upon final City approval of the contract documents and prior to the first Advertisement For Bids, provide the City with the requested number of sets of the approved Contract Documents for the Project

3. Other Services.

A. Special Services.

Only when directed in writing by the City, the Engineer shall furnish or acquire for the City requested professional and technical services not covered by the Basic Services.

B. Performance.

1. The Engineer agrees that, immediately upon the execution of this Agreement, it will enter upon the duties prescribed in this agreement, proceed with the work continuously, and make the various submittals on or before the schedule specified here. The City is not liable and will not pay the Engineer for any services rendered before written authorization is received by the Engineer.

2. The Engineer shall submit:

a. Preliminary engineering studies and field investigations as may be required;

b. Preliminary plans, outline specifications, and preliminary estimate of costs.

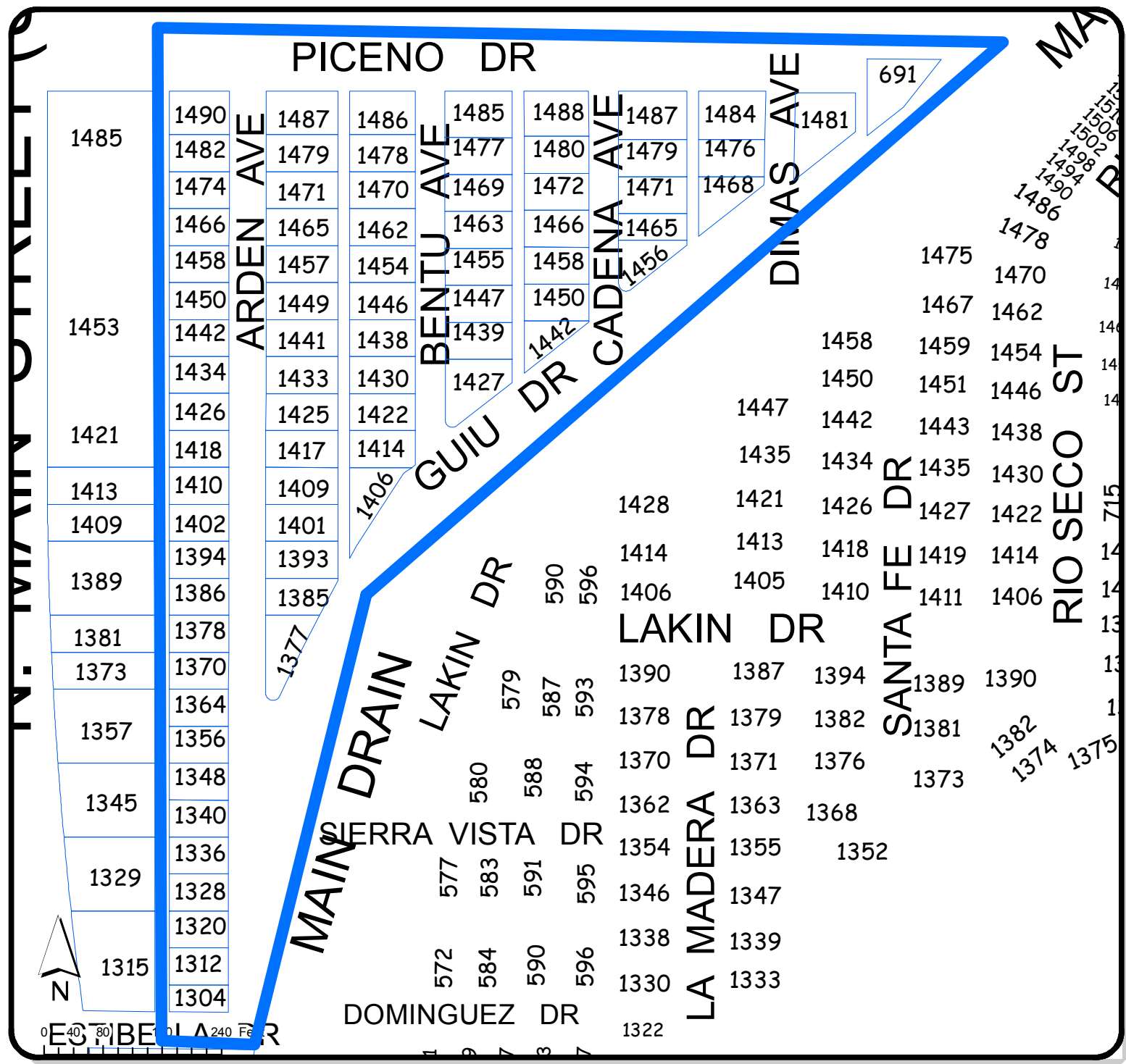
c. Final Design Phase plans, specifications, estimate of cost, and bid proposal documents for review.

d. Final construction contract documents ready for bid.

3. If any delay is caused to the Engineer by order of the City to change the design or plans; or by failure of the City to designate right-of-way, or to supply or cause to be supplied any data not otherwise available to the Engineer that is required in performing the work described; or by other delays due to causes entirely beyond the control of the Engineer; then, in that event, the time schedules will be adjusted equitably in writing, as mutually agreed between the City and the Engineer at the moment a cause for delay occurs.

4. Since the work of the Engineer must be coordinated with the activities of the City, the Engineer shall advise the City in advance, of all meetings and conferences between the Engineer and any governmental agency, political subdivision, or third party which is necessary to the performance of the work of the Engineer.

Item	Description	Principal Engineer	Project Engineer	Engineering Technician	Survey Crew	Direct Costs	Comments
<u>DESIGN PHASE SERVICES</u>							
1	Project Management	4					
2	Topographic Survey						
	Establish Control and Benchmarks	1	2		3		
	Topographic Survey of Streets - Arden, Bentu, Cadena, Dimas, Guiu and portions of Piceno and Estibella	1	2		16		Full Detail on Arden, Guiu, Estibella and part of Piceno. Slightly lesser detail on remaining streets (Curb, Sidewalk, Centerline, WV's and MH's primarily)
	Topographic Survey of Alleys	1			4		Centerline Survey Only - 50' C-C
3	Prepare Survey Base Sheets						
	Survey Base Sheets for Streets included in Grant Project	7 Sheets	9 Hrs/Sheet	3	7	56	Sheets for Arden, Guiu, Estibella and part of Piceno.
	Survey Base Sheets for Streets included in Grant Project	5 Sheets	6 Hrs/Sheet	1	4	25	Sheets for Bentu, Cadena, Dimas and remainder of Piceno - for City of San Luis for future curb and paving work.
	Survey Base Sheets for Alleys	1 Sheet	10 Hrs/Sheet	1	2	7	Single Sheet - Plan View at 40 Scale (for City of San Luis Use in Alley Grading)
4	Utility Coordination/Conflict Resolution, Submittals to Utilities	1	8				Potholing Costs Not Included - Assumed by City of San Luis Utility Crews if needed.
5	Geotechnical Report					\$3,200	To be subcontracted to GTS. Includes pavement design and trench backfill recommendations.
6	Prepare Design Plans						
	Cover Sheet	1 Sheet	5 Hrs/Sheet	1	4		
	Roadway Plan and Profile Sheets - 20 Scale	7 Sheets	20 Hrs/Sheet	14	42	84	
	Sewer Plan and Profile Sheet	2 Sheet	20 Hrs/Sheet	4	8	28	
	General Sheets/Standard Details	1 Sheet	10 Hrs/Sheet	2	2	8	
	Special Details	2 Sheet	20 Hrs/Sheet	2	14	24	
7	Prepare Special Conditions	1	10				
8	Quantities and Bid Schedule	1	10				
9	Submittal Review Meetings - 30%, 90% and Final	3	3				
Total Estimated Hours		38	115	236	23	---	
Hourly Rates		\$140	\$120	\$80	\$160	---	
Subtotals		\$5,320	\$13,800	\$18,880	\$3,680	\$3,200	
TOTAL FEE ESTIMATE - DESIGN PHASE						\$44,880	



Location Map



International Plaza - Residential

Date:

1/12/2017

Checked By:

IT



GIS DIVISION

Prepared By:

IG

APPROVED BY:

Case No.



City of San Luis Budget Adjustment Form

Reason for Budget Adjustment:

Transfer to pay for the design and engineering services associated with the improvements on International Plaza 1. Engineering contract will be presented for council approval on 3/08/17.

The City of San Luis intends to apply for \$300,000.00 in Community Development Block Grant funds from the State Special Projects (SSP) account from the Arizona Department of Housing to do improvements on International Plaza I. This is a competitive round of funding in which applicants must submit engineering design and construction plans as part of the grant application.

Account Number	Account Name	Approved Budget Fiscal 16/17	Budget to be revised (Add to)	Budget to be decreased (Taken from)	Amended Budget Total
255-210-90015.216	C. O Lakin Drive	\$546,550		\$44,880	\$501,670
255-210-90010.218	C.O. Improvement Road CDBG-SSP	\$0	\$44,880		\$44,880
Total		\$546,550	\$44,880	\$44,880	\$546,550

Department Head

Date

02/23/17

RECEIVED

City Manager

Date

02/27/2017

FEB 27 2017

Finance Department

Date

2-23-17

OFFICE OF THE CITY MANAGER

	Participation if Boycott of Israel		State of Arizona State Procurement Office 100 N.15th Ave., Suite 201 Phoenix, AZ 85007
	Solicitation No.:	PAGE	
	Description:	OF	

All materials submitted as part of a response to a solicitation are subject to Arizona public records law and will be disclosed if there is an appropriate public records request at the time of or after the award of the contract. Recently legislation has been enacted to prohibit the state from contracting with companies currently engaged in a boycott of Israel. To ensure compliance with A.R.S. §35-393.01 This form must be completed and returned with the response to the solicitation and any supporting information to assist the State in making its determination of compliance.

As defined by A.R.S. §35-393.01:

1. "Boycott" means engaging in a refusal to deal, terminating business activities or performing other actions that are intended to limit commercial relations with Israel or with persons or entities doing business in Israel or in territories controlled by Israel, if those actions are taken either:
 - (a) In compliance with or adherence to calls for a boycott of Israel other than those boycotts to which 50 United States Code section 4607(c) applies.
 - (b) In a manner that discriminates on the basis of nationality, national origin or religion and that is not based on a valid business reason.
2. "Company" means a sole proprietorship, organization, association, corporation, partnership, joint venture, limited partnership, limited liability partnership, limited liability company or other entity or business association, and includes a wholly owned subsidiary, majority-owned subsidiary, parent company or affiliate.
3. "Direct holdings" means all publicly traded securities of a company that are held directly by the state treasurer or a retirement system in an actively managed account or fund in which the retirement system owns all shares or interests.
4. "Indirect holdings" means all securities of a company that are held in an account or fund, including a mutual fund, that is managed by one or more persons who are not employed by the state treasurer or a retirement system, if the state treasurer or retirement system owns shares or interests either:
 - (a) together with other investors that are not subject to this section.
 - (b) that are held in an index fund.
5. "Public entity" means this State, a political subdivision of this STATE or an agency, board, commission or department of this state or a political subdivision of this state.
6. "Public fund" means the state treasurer or a retirement system.
7. "Restricted companies" means companies that boycott Israel.
8. "Retirement system" means a retirement plan or system that is established by or pursuant to title 38.

All offerors must select one of the following:

- _____ My company **does not** participate in, and agrees not to participate in during the term of the contract a boycott of Israel in accordance with A.R.S. §35-393.01. I understand that my entire response will become public record in accordance with A.A.C. R2-7-C317.
- _____ My company **does** participate in a boycott of Israel as defined by A.R.S. §35-393.01. :

By submitting this response, proposer agrees to indemnify and hold the State, its agents and employees, harmless from any claims or causes of action relating to the State's action based upon reliance on the above representations, including the payment of all costs and attorney fees incurred by the State in defending such an action.

Company Name	Signature of Person Authorized to Sign
Address	Printed Name
City	Title
State	
Zip	



AGENDA ITEM REVIEW FORM

Regular City Council Meeting

6.D.

Meeting Date: 03/08/2017

Department Head: Eulogio Vera, Public Works Director, Public Works Department

Submitted By: Eulogio Vera, Public Works Director, Public Works Department

Action Requested: Motion

ITEM:

Discussion and possible action on any and all matters regarding the approval of an Engineering Design Proposal for the Juan Sanchez Boulevard Reconstruction Project between Main Street and Merrill Avenue by James Davey and Associates, Inc. **(Eulogio Vera, Public Works Director)**

SUMMARY:

Staff has been working with Core Engineering on the design of the 4th Avenue and Juan Sanchez Boulevard Intersection project and simultaneously working with Arizona State Land Department and the Gadsden Elementary School District (GESD) to acquire right of way for the project as well as for the access to the elementary schools off Union Street.

The City is still working with GESD on finalizing the IGA so that together we can apply for the right of way to the Arizona State Land Department. As the right of way acquisition process is lengthy and we anticipate several months wait time before we actually have right of way for our proposed project, staff is recommending we use funds that were allocated for this project in FY 17 for the design of Juan Sanchez Boulevard Reconstruction project and the design for the paving of Union Street.

RECOMMENDATION / SUGGESTED MOTION:

I HEREBY MOVE TO AUTHORIZE AND APPROVE A CONTRACT WITH JAMES DAVEY AND ASSOCIATES FOR THE JUAN SANCHEZ BOULEVARD RECONSTRUCTION PROJECT BETWEEN MAIN STREET AND MERRILL AVE. IN THE AMOUNT OF \$57,220.00

Supporting information not attached to the Agenda Item Review Form:

N/A

Document to be Recorded?: No

N/A

Fiscal Impact

IS THERE FISCAL IMPACT ASSOCIATED WITH THIS ITEM:	Yes
CITY/STATE/FEDERAL FUNDS:	HURF
TOTAL:	\$57,220.00
BUDGETED AMOUNT:	500,000.00
AVAILABLE AMOUNT TO TRANSFER:	0
ACCT NAME & GL#/REMAINING BALANCE BEFORE PURCHASE:	\$378,662.00

FISCAL IMPACT STATEMENT (IF THIS IS A BUDGET TRANSFER, YOU MUST ATTACH THE BUDGET ADJUSTMENT FORM):

Act # 200-210-90010.806 - Capital Outlay - Improvement Roads Impact Fees

4th Avenue and JSB Intersection Improvements Project is moving forward much slower than anticipated and if approved, funds to be reassigned to different projects.

Attachments

Design Contract

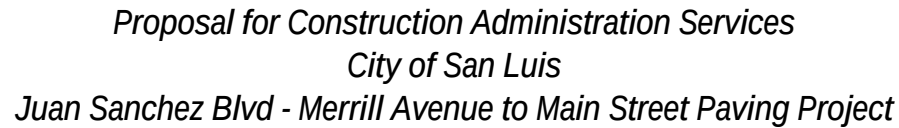
Construction Admin. Contract

*Proposal for Engineering Design Services
City of San Luis
Juan Sanchez Blvd - Merrill Avenue to Main Street Paving Project*

Prepared by: James Davey and Associates, Inc.

March 1, 2017

Item	Description	Principal Engineer	Project Engineer	Engineering Technician	Survey Crew	Direct Costs	Comments
<u>DESIGN PHASE SERVICES</u>							
1	Project Management & Meetings	9	3				
2	Establish Control and Field Topo Survey	1	2		16		Approx. 2250 LF of Roadway
3	Prepare Survey Base Sheets	5 Sheets	11 Hrs/Sheet	3	10	40	
4	Geotechnical Report					\$2,000	Subcontracted to NEI Geotechnical. 3 to 4 borings at 5' depth with pavement design.
5	Prepare Design Plans						
	Cover Sheet	1 Sheet	6 Hrs/Sheet		1	5	
	Roadway Plan and Profiles - 20 Scale	5 Sheets	22 Hrs/Sheet	5	25	80	
	Intersection Detail Sheets	2 Sheet	18 Hrs/Sheet	2	10	24	Mesa Street and SL Plaza Drive Intersections
	Sewer Force Main Sheet	1 Sheet	20 Hrs/Sheet	1	8	11	Repairs to LS #3 Force Main
	General Sheets/Standard Details	2 Sheets	9 Hrs/Sheet		2	16	
	Special Details	1 Sheet	21 Hrs/Sheet		5	16	
6	Prepare Special Conditions	1	8				
7	Prepare Quantities and Bid Schedule	1	8				
Total Estimated Hours		23	82	192	16	---	
Hourly Rates		\$140	\$120	\$80	\$160	---	
Subtotals		\$3,220	\$9,840	\$15,360	\$2,560	\$2,000	
TOTAL FEE ESTIMATE						\$32,980	



March 1, 2017

Item	Description	Principal Engineer	Project Engineer	Engineering Technician	Survey Crew	Direct Costs	Comments
<u>CONSTRUCTION PHASE SERVICES</u>							
1	Project Management	4					
2	Bidding Assistance	4	32				Includes Assisting with Advertizing Project, Pre-Bid Meeting, Answering Contractor Questions During Bidding, Bid Opening and Bid Evaluations
3	Construction Inspection and Administration	8	108				Based on 90 Calendar Day Construction Period/Approx. 64 Working Days with about 32 site inspections (2.5 hours/visit). Also includes Submittal Reviews, Preconstruction Conference, Meetings during Construction, Final Inspection, Pay Estimate Preparations, Project Closeout
4	Soils and Material Testing		6			\$3,600	To be subcontracted to NEI Geotechnical.
5	Prepare Record Drawings		2	8			Contractor to supply redlined plans. Mylar reproducible record drawings to be submitted to the City of San Luis
Total Estimated Hours		16	148	8	0	---	
Hourly Rates		\$140	\$120	\$80	\$160	---	
Subtotals		\$2,240	\$17,760	\$640	\$0	\$3,600	
TOTAL FEE ESTIMATE						\$24,240	



AGENDA ITEM REVIEW FORM

Regular City Council Meeting

6.E.

Meeting Date: 03/08/2017

Department Head: Eulogio Vera, Public Works Director, Public Works Department

Submitted By: Eulogio Vera, Public Works Director, Public Works Department

Action Requested: Motion

ITEM:

Discussion and possible action on any and all matters regarding the approval of an Engineering Design Proposal of the Union Street Paving Project by Nicklaus Engineering, Inc. **(Eulogio Vera, Public Works Director)**

SUMMARY:

Staff contacted Nicklaus Engineering, Inc. to assist with the design of a new roadway, which is Union Street between 5th and 6th Avenues. The improvements will create a better roadway loop around residential streets specially for Union Street and 6th Avenue traffic. Subject Capital Improvement Project was not approved for Fiscal Year 2017.

RECOMMENDATION / SUGGESTED MOTION:

I HEREBY MOVE TO AUTHORIZE AND APPROVE A CONTRACT WITH NICKLAUS ENGINEERING TO DESIGN THE UNION STREET PAVING PROJECT IN THE AMOUNT OF \$22,620.00.

Supporting information not attached to the Agenda Item Review Form:

N/A

Document to be Recorded?: No

N/A

Fiscal Impact

IS THERE FISCAL IMPACT ASSOCIATED WITH THIS ITEM: Yes
CITY/STATE/FEDERAL FUNDS: State
TOTAL: \$22,620.00
BUDGETED AMOUNT: \$500,000.00
AVAILABLE AMOUNT TO TRANSFER: N/A
ACCT NAME & GL#/REMAINING BALANCE BEFORE PURCHASE: \$378,662.00

FISCAL IMPACT STATEMENT (IF THIS IS A BUDGET TRANSFER, YOU MUST ATTACH THE BUDGET ADJUSTMENT FORM):

Act # 90010.806 Capital Outlay - Improvement Roads Impact Fees
4th Ave. and JSB Intersection Project is moving forward much slower than anticipated and if approved, these funds would be used this fiscal year to move forward with the design of the paving of Union Street.

Attachments

Union Street Paving



NICKLAUS ENGINEERING, INC.

8(a) ~ DBE ~ WOSB ~ SBE

• Civil • Survey • Architecture
• Environmental • Geotechnical

January 30, 2017

City of San Luis
1090 E. Union Street
San Luis, AZ 85349

Attention: Eulogio Vera, PE, Director of Public Works

Reference: **Union Street Paving Improvements between 5th & 6th Avenue (1/4 mile)**
San Luis, Arizona

Dear Mr. Vera,

Attached please find our itemized cost proposal for Professional Engineering Services related to the design of ½ width street improvements on Union Street between 5th and 6th Avenue in San Luis, Arizona. Services include Topographic Survey, Geotechnical Investigation, and Design Services (90% and 100% submittal).

Please let me know if you have any questions. We are truly looking forward to working with the City of San Luis on this new project.

Sincerely,
NICKLAUS ENGINEERING, INC.

Marisol A. Canales, PE
Project Manager



CITY OF SAN LUIS
Union Street Paving Improvements between 5th & 6th Avenue
San Luis, Arizona

	DESCRIPTION OF WORK	PROJECT MANAGER	ENGINEER / SURVEYOR	SURVEY CREW	ENGINEER TECHNICIAN	EXPENSES	TOTAL
I	DESIGN SUPPORT						
	Topographic Survey and base map for design	2	4	10	18	\$ 100.00	\$ 3,930.00
	Geotechnical Investigation/Report (3-5' boreholes)						\$ 3,500.00
	Estimated Hours	2	4	10	18		
	Rate	\$ 150.00	\$ 125.00	\$ 150.00	\$ 85.00		
	Amount	\$ 300.00	\$ 500.00	\$ 1,500.00	\$ 1,530.00	\$ 100.00	\$ 7,430.00
SUBTOTAL							\$ 7,430.00
	DESCRIPTION OF WORK	PROJECT MANAGER	CIVIL ENGINEER	ENGINEER TECHNICIAN	ADMIN	EXPENSES	TOTAL
II	DESIGN SERVICES - 90% and 100% SUBMITTAL						
	Project Meetings	1	4	4	1	\$ 50.00	\$ 1,095.00
	General notes, Abbreviations, Legend	1	2	2	1		\$ 625.00
	Horizontal Control Plan	1	8	8		\$ 100.00	\$ 1,930.00
	Grading and Drainage	1	8	16		\$ 100.00	\$ 2,610.00
	Road Cross Sections	1	2	4		\$ 25.00	\$ 765.00
	Pavement and Drainage Details	1	4	4		\$ 25.00	\$ 1,015.00
	Pavement Markings and Signage	1	2	4		\$ 25.00	\$ 765.00
	Marking Details	1	2	2		\$ 25.00	\$ 595.00
	SWPPP	1	4	8		\$ 50.00	\$ 1,380.00
	Specifications for Project Manual	1	8	8	16	\$ 100.00	\$ 2,810.00
	Preliminary Engineer's Estimate of Cost	1	4	8	4	\$ 50.00	\$ 1,600.00
	Estimated Hours	11	48	68	22		
	Rate	\$ 150.00	\$ 125.00	\$ 85.00	\$ 55.00		
	Amount	\$ 1,650.00	\$ 6,000.00	\$ 5,780.00	\$ 1,210.00	\$ 550.00	\$ 15,190.00
SUBTOTAL							\$ 15,190.00
SUMMARY OF SERVICES							
I	DESIGN SUPPORT						\$ 7,430.00
II	DESIGN SERVICES - 90% and 100% SUBMITTAL						\$ 15,190.00
TOTAL FEE PROPOSAL							\$ 22,620.00



AGENDA ITEM REVIEW FORM

Regular City Council Meeting

6.F.

Meeting Date: 03/08/2017

Department Head: Kay Macuil, City Attorney, Attorney's Office

Submitted By: Kay Macuil, City Attorney, Attorney's Office

Action Requested: Motion
Resolution

ITEM:

Discussion and possible action on any and all matters regarding Resolution No. 1177. A resolution of the Mayor and City Council of the City of San Luis, Arizona authorizing a temporary reduction in certain fees under Resolution No. 770 Parks and Recreation fee schedule. **(Lizandro Galaviz, Parks and Recreation Director)**

SUMMARY:

The sports leagues are in need of some temporary financial relief in order to adjust to the full implementation of the fee schedule in Resolution No. 770 to continue their activities in the City of San Luis playing field facilities. Staff is recommending that the fees for lining the fields and for lighting may be reduced up to a maximum of 50% at the discretion of the City Manager in consultation with the Parks and Recreation Director. Since the fee schedule has not been updated since 2007, this reduction would mean subsidy to leagues. So, staff is also recommending that the reduction be only for San Luis residents and only for non-profit groups. The proposed resolution has requirements for those seeking a fee reduction to provide addresses of the participants in the league so that residency can be shown and financial records to show non-profit status.

RECOMMENDATION / SUGGESTED MOTION:

I MOVE TO APPROVE RESOLUTION NO. 1177.

Supporting information not attached to the Agenda Item Review Form:

N/A

Document to be Recorded?: Yes

City Clerk's Office

Fiscal Impact

IS THERE FISCAL IMPACT ASSOCIATED WITH THIS ITEM:	Yes
CITY/STATE/FEDERAL FUNDS:	City
TOTAL:	N/A
BUDGETED AMOUNT:	N/A
AVAILABLE AMOUNT TO TRANSFER:	N/A
ACCT NAME & GL#/REMAINING BALANCE BEFORE PURCHASE:	N/A

FISCAL IMPACT STATEMENT (IF THIS IS A BUDGET TRANSFER, YOU MUST ATTACH THE BUDGET ADJUSTMENT FORM):

A reduction in Parks and Recreation Fees will reduce the amount of revenue for Parks activities. It is unknown how many leagues will apply for and be eligible for the reduction in fees. So, a specific dollar amount of reduction cannot be calculated at this time.

Attachments

Resolution No. 1177

Exhibit 1



Resolution

OFFICE OF THE
MAYOR
CITY OF SAN LUIS

No. 1177

A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF SAN LUIS, ARIZONA AUTHORIZING A TEMPORARY REDUCTION IN CERTAIN FEES UNDER RESOLUTION NO. 770 PARKS AND RECREATION FEE SCHEDULE.

WHEREAS, the Mayor and City Council of the City of San Luis desire to encourage recreation and physical fitness of the residents of the City of San Luis; and

WHEREAS, sports leagues are in need of some temporary financial relief in order to adjust to the full implementation of the fee schedule in Resolution No. 770 to continue their activities in the City of San Luis playing field facilities;

WHEREAS, Resolution No. 770 and its attached fee schedule are provided here as Exhibit "1" and the fees which are the subject of this resolution are highlighted in yellow.

THEREFORE, BE IT RESOLVED by the Mayor and City Council of the City of San Luis, Arizona, as follows:

Section 1. Until further direction of the Mayor and City Council of the City of San Luis, the City Manager as recommended by the Director of Parks and Recreation is hereby authorized and in the City Manager's discretion to reduce up to a maximum of fifty percent (50%) of those Athletic Parks and Recreation Facility Fees under Resolution No. 770 pursuant to the following criteria:

1. The fees are under the fee schedule for Class-B Nonprofit which are individuals, groups, or organizations using facilities whose purpose is clearly of nonprofit nature (501 C Status) or social gathering. (Receptions, religious groups, etc.); and
2. The fees are under the fee schedule for Residents of the City of San Luis, Arizona; and
3. The fees eligible for reduction shall be confined to the fees for
 - a. lining fields (a per field fee of \$10.00 under Resolution 770) and
 - b. lights (a per hour and per field fee of \$10.00 under Resolution 770).

Section 2. Those requesting a reduction in fees under this Resolution must provide to the Director of Parks and Recreation or to a designee chosen by the City Manager the following:

1. A certification of the non-profit status and purpose of the applicant and that all participants reside with the City of San Luis, Arizona;
2. The number of participants and the participants' home addresses;
3. Such financial information as may be necessary for the City to determine what fees the applicant has charged to the participants, what fees the applicant collected, revenues and expenses of the applicant for providing recreational services including bank statements and other records;

Section 3. Failure of the applicant to provide any of the required information or if the City Manager determines that the certification was false shall result in a revocation of the fee reduction and all fees shall be immediately due in full.

Section 4. The City Manager or designee of the City Manager are hereby authorized and directed to take any and all actions as may be necessary to put this resolution into effect.

PASSED AND ADOPTED by the Mayor and City Council of the City of San Luis, Arizona, this ____ day of March, 2017.

ATTEST:

Sonia Cornelio, City Clerk

Gerardo Sanchez, Mayor

APPROVED AS TO FORM:

Kay Marion Macuil, City Attorney

Exhibit 1



Resolution

OFFICE OF THE
MAYOR
CITY OF SAN LUIS

RESOLUTION NO. 770

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF SAN LUIS, ARIZONA AUTHORIZING AND APPROVING PARKS AND RECREATION FEE SCHEDULE

Whereas, the City Council of the City of San Luis desires to establish and update the fee schedule for use of city Parks and Recreation facilities;

NOW THEREFORE BE IT RESOLVED, by the Mayor and Council of the City of San Luis, State of Arizona, as follows:

Section 1: That the Parks and Recreation Fee Schedule attached hereto as Exhibit "A", is hereby authorized and approved.

Section 2: That the appropriate City officials are hereby authorized and directed to take any all actions as may be necessary to effectuate said schedule.

PASSED AND ADOPTED by the Mayor and Common Council of the City of San Luis, Arizona, this 19th day of December, 2007.


Juan Carlos Escamilla, Mayor

ATTEST:



Sonia Cuello, City Clerk

APPROVED AS TO FORM:



Glenn Gimbut
City Attorney



CITY OF SAN LUIS PARKS AND RECREATION Facility Fee Schedule

CLASS A – City Co-sponsored Groups or City of San Luis Agencies. The following organizations and/or groups are **EXEMPT** from rental fees. Other organizations may be added if the activities benefit the Community. Security deposits and set-up fees may apply.

- a) Babe Ruth Baseball League
- b) Campesinos Sin Fronteras
- c) Chicanos Por La Causa
- d) City of San Luis Program (Fire Cadets, PAL, Police Volunteers, Go-Karts)
- e) Comité de Bienestar
- f) Karate – Gembu Kyu
- g) Little League Baseball
- h) LULAC
- i) PPEP – Tech
- j) San Luis Adult Soccer League
- k) San Luis Corporation for the Arts & Humanities
- l) San Luis Dancing Girls - Ballet
- m) San Luis Gadsden School District
- n) San Luis High School
- o) San Luis Lions Club
- p) San Luis Rotary Club
- q) San Luis Youth Soccer
- r) Tahitian Dance
- s) WACOG
- t) WAHEC
- u) Media (Yuma Sun, Bajo el Sol, Sin Fronteras, San Luis News)

CLASS B – Nonprofit . Individuals, groups, or organizations using facilities whose purpose is clearly of nonprofit nature (501 C Status) or social gathering. (Receptions, religious groups, etc.)

CLASS C – Standard/Commercial. Individuals, groups, or organizations using facilities for raising money or whose purpose is clearly a profit making status.

FACILITY

GYM - Joe Orduño Park

Per Hour/Game

Per Hour/other

Special Event (4-hr. session)

All Day Event***

Set-up of tables and chairs

Maintenance

Stage (portable)

Stage Set-up

Staff Attendant

*** includes attendant

Individual/Non-Profit Groups		Standard/Commercial	
Residents	Non-Residents	Residents	Non-Residents
\$15.00	\$25.00	\$35.00	\$35.00
\$100.00	\$200.00	\$200.00	\$200.00
\$400.00	\$500.00	\$500.00	\$500.00
\$1,000.00	\$1,200.00	\$1,200.00	\$1,200.00
\$50.00	\$65.00	\$65.00	\$65.00
\$100.00	\$150.00	\$150.00	\$150.00
\$100.00	\$125.00	\$150.00	\$150.00
\$60.00	\$70.00	\$80.00	\$80.00
\$20.00	\$20.00	\$20.00	\$20.00

CULTURAL CENTER

Per Hour

Special Event (4-hr. session)

Audio Equipment use

Lights

Set-up of tables and chairs

Maintenance

Stage

Stage (portable)

Stage Set-up

Staff Attendant

Staff Technician

Individual/Non-Profit Groups		Standard/Commercial	
Residents	Non-Residents	Residents	Non-Residents
Not Available	Not Available	Not Available	Not Available
Not Available	Not Available	Not Available	Not Available
\$50.00	\$75.00	\$75.00	\$75.00
\$50.00	\$75.00	\$75.00	\$75.00
\$50.00	\$65.00	\$65.00	\$65.00
\$100.00	\$150.00	\$150.00	\$150.00
\$100.00	\$125.00	\$150.00	\$150.00
\$100.00	\$100.00	\$100.00	\$100.00
\$60.00	\$70.00	\$80.00	\$80.00
\$20.00 p/hr.	\$20.00 p/hr.	\$20.00 p/hr.	\$20.00 p/hr.
\$30.00 p/hr.	\$30.00 p/hr.	\$30.00 p/hr.	\$30.00 p/hr.

SWIMMING POOL

Daily Rates Kids

Daily Rates Adult

Swimming Lessons

Party Reservations*

Saturday & Sunday (4 hr.-session)

1-30 patrons

30-50 patrons

50-75 patrons

75-100 patrons

Deposit

* Reservation includes lifeguards

5-tables and 20-chairs

Individual/Non-Profit Groups		Standard/Commercial	
Residents	Non-Residents	Residents	Non-Residents
\$1.00	\$2.00	N/A	N/A
\$2.00	\$3.00	N/A	N/A
\$35.00	\$45.00	N/A	N/A
\$100.00	\$120.00	\$150.00	\$150.00
\$130.00	\$150.00	\$200.00	\$200.00
\$150.00	\$175.00	\$250.00	\$250.00
\$175.00	\$200.00	\$250.00	\$250.00
\$75.00	\$100.00	\$150.00	\$150.00

RAMADAS

Weekday Rates (Mon. - Thru.)

Weekend Rates (Fri. - Sun.)

Alcohol Permits**

** pending for ordinance

** no glass bottles

** Must have permit upon request

Jumps (Brinca-Brincas) must bring own generator

Individual/Non-Profit Groups		Standard/Commercial	
Residents	Non-Residents	Residents	Non-Residents
\$15.00	\$20.00	\$25.00	\$30.00
\$20.00	\$25.00	\$30.00	\$35.00
\$15.00	\$15.00	\$15.00	\$15.00

TENTS (10X20)

Per tent

1 to 5 set-up fee

5 to 10 set-up fee

10 to 15 set-up fee

Individual/Non-Profit Groups		Standard/Commercial	
Residents	Non-Residents	Residents	Non-Residents
\$20.00	\$30.00	N/A	N/A
\$50.00	\$75.00	N/A	N/A
\$100.00	\$125.00	N/A	N/A
\$150.00	\$175.00	N/A	N/A

BOOTH RENTAL*

10X10

10X20

*Special Events: 4th/7 & Founders D

Individual/Non-Profit Groups		Standard/Commercial	
Residents	Non-Residents	Residents	Non-Residents
\$30.00	\$35.00	\$35.00	\$35.00
\$45.00	\$50.00	\$50.00	\$50.00

ATHLETIC FIELDS**Fields -****Softball/Baseball/Soccer**

1 field-2hr. max (no lights)

1 field-4hr. (no lights)

1 field ALL DAY

Lining Fields (per field)**Lights (per hour/per field)**

Individual/Non-Profit Groups		Standard/Commercial	
Residents	Non-Residents	Residents	Non-Residents
\$10.00	\$15.00	\$15.00	\$15.00
\$15.00	\$20.00	\$20.00	\$20.00
\$50.00	\$60.00	\$60.00	\$60.00
\$10.00	\$15.00	\$15.00	\$15.00
\$10.00	\$15.00	\$15.00	\$15.00

ATHLETIC FIELDS**INDEPENDENT LEAGUES -****Fields**

Adult League (per team/per season)

Youth League (per team/per season)

Categories:

U-6 & U-7

U-8 & U-10

U-12, U-14, & U16

Individual/Non-Profit Groups		Standard/Commercial	
Residents	Non-Residents	Residents	Non-Residents
\$80.00	N/A	N/A	N/A
\$10.00	N/A	N/A	N/A
\$15.00	N/A	N/A	N/A
\$20.00	N/A	N/A	N/A



AGENDA ITEM REVIEW FORM

Regular City Council Meeting

6.G.

Meeting Date: 03/08/2017

Department Head: Kay Macuil, City Attorney, Attorney's Office

Submitted By: Kay Macuil, City Attorney, Attorney's Office

Action Requested: Motion
Resolution

ITEM:

Discussion and possible action on any and all matters regarding Resolution No. 1178. A resolution of the Mayor and City Council of the City of San Luis, Arizona, approving and adopting an Intergovernmental Agreement with Yuma Union High School District #70 (San Luis High School) and the City of San Luis regarding the joint development and construction of infrastructure, a wastewater utility easement and ancillary facilities located on Yuma Union High School District #70 property. (CONTINUED ITEM FROM REGULAR CITY COUNCIL MEETING HELD FEBRUARY 22, 2017) **(Kay Marion Macuil, City Attorney)**

SUMMARY:

The City of San Luis and Yuma Union High School District #70 wish to enter into an Intergovernmental Agreement in which the school will provide a utility easement which will connect to Las Quintas de San Luis 2 subdivision development and provide for connection stub-outs for the school to connect a concession stand and restroom for the recreational area. Details of the agreement will be provided at the time of the meeting because staff is still negotiating with the school at the time of the publication of this agenda.

RECOMMENDATION / SUGGESTED MOTION:

I MOVE TO APPROVE AND ADOPT RESOLUTION NO. 1178.

Supporting information not attached to the Agenda Item Review Form:

Resolution No. 1178 and IGA to be provided at the Council Meeting

Document to be Recorded?: Yes

City Clerk's Office

Fiscal Impact

IS THERE FISCAL IMPACT ASSOCIATED WITH THIS ITEM:	N/A
CITY/STATE/FEDERAL FUNDS:	N/A
TOTAL:	N/A
BUDGETED AMOUNT:	N/A
AVAILABLE AMOUNT TO TRANSFER:	N/A
ACCT NAME & GL#/REMAINING BALANCE BEFORE PURCHASE:	N/A

FISCAL IMPACT STATEMENT (IF THIS IS A BUDGET TRANSFER, YOU MUST ATTACH THE BUDGET ADJUSTMENT FORM):

It is not anticipated that there will be costs to the City.



AGENDA ITEM REVIEW FORM

Regular City Council Meeting

9.

Meeting Date: 03/08/2017

Department Head: Kay Macuil, City Attorney, Attorney's Office

Submitted By: Kay Macuil, City Attorney, Attorney's Office

Action Requested: Motion

ITEM:

EXECUTIVE SESSION

Vote to hold and Executive Session pursuant to A.R.S. §38-431.03 (A)(3), (4) and (7)

Discussion and possible action to hold an Executive Session pursuant to A.R.S. § 38-431.03 (A)(3), (4) and (7) on any and all matters regarding a letter of interest delivered to the City on March 1, 2017 regarding an interest to buy certain property owned and/or controlled by the city and/or one of its municipal property corporations, and related possible engagement of financial advisors, appraisers, and legal counsel, and to receive legal advice regarding the matters contained within said letter, advice regarding the legal steps involved in pursuing such a transaction, and instruct the Office of City Attorney or other legal counsel regarding the city's position. **(Kay Marion Macuil, City Attorney)**

(PLEASE TAKE NOTICE that the open meeting law, ARS §38-431.02.1, provides that the notice of an Executive Session need only provide a general description of the matters to be discussed and need not contain information that would defeat the purpose of the executive session. Because of the nature of the letter of interest, no specific information is being contained in this agenda item nor will be made public at this time. Any action of City Council, if it should ever occur, will be the subject of a future agenda of the City Council and specific information will be provided at that time.)

SUMMARY:

City Council can be appropriately advised by holding an executive session on the topic described in the Agenda Item.

RECOMMENDATION / SUGGESTED MOTION:

I MOVE TO HOLD AN EXECUTIVE SESSION PURSUANT TO A.R.S. SECTION 38-431.03 (A) SUBSECTIONS (3), (4) AND (7) FOR THE PURPOSE OF DISCUSSION AND CONSULTATION WITH THE ATTORNEYS OF THE CITY TO CONSIDER ITS POSITION AND INSTRUCT ITS ATTORNEYS REGARDING THE RECEIPT OF A LETTER OF INTEREST AND POSSIBLY ENTERING INTO NEGOTIATIONS FOR THE SALE OF LAND OWNED OR CONTROLLED BY THE CITY AND/OR ONE OF ITS MUNICIPAL PROPERTY CORPORATIONS, THE STEPS INVOLVED IN PURSUING SUCH A TRANSACTION, AND TO RECEIVE LEGAL ADVICE REGARDING THE SAME.

Supporting information not attached to the Agenda Item Review Form:

N/A

Document to be Recorded?: No

N/A

Fiscal Impact

IS THERE FISCAL IMPACT ASSOCIATED WITH THIS ITEM: N/A

CITY/STATE/FEDERAL FUNDS: N/A

TOTAL: N/A

BUDGETED AMOUNT: N/A

AVAILABLE AMOUNT TO TRANSFER: N/A

ACCT NAME & GL#/REMAINING BALANCE BEFORE PURCHASE: N/A

FISCAL IMPACT STATEMENT (IF THIS IS A BUDGET TRANSFER, YOU MUST ATTACH THE BUDGET ADJUSTMENT FORM):

Fiscal impact is not applicable to this agenda item because under A.R.S. Section 38-431.03(D), legal action involving a final vote or decision is not permitted to be taken at an executive session.
