

**TOWN OF ORO VALLEY, ARIZONA
REPORT ON AUDIT OF ANNUAL EXPENDITURE
LIMITATION REPORT
YEAR ENDED JUNE 30, 2013**

**TOWN OF ORO VALLEY, ARIZONA
ANNUAL EXPENDITURE LIMITATION REPORT
YEAR ENDED JUNE 30, 2013**

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INDEPENDENT ACCOUNTANT'S REPORT

The Auditor General of the State of Arizona and
The Honorable Mayor and Town Council
of the Town of Oro Valley, Arizona

We have examined the accompanying Annual Expenditure Limitation Report of Town of Oro Valley, Arizona for the year ended June 30, 2013. This report is the responsibility of the Town of Oro Valley, Arizona management. Our responsibility is to express an opinion on this report based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the amounts and disclosures in the report and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the Annual Expenditure Limitation Report of Town of Oro Valley, Arizona referred to above presents, in all material respects, the information prescribed by the uniform expenditure reporting system as described in Note 1.

Heinfeld, Meech & Co., P.C.

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January 20, 2014

**TOWN OF ORO VALLEY, ARIZONA
ANNUAL EXPENDITURE LIMITATION REPORT – PART I
YEAR ENDED JUNE 30, 2013**

1. Economic Estimates Commission expenditure limitation	\$21,313,522
2. Voter-approved alternative expenditure limitation (approved March 9, 2010) See Note 1	<u>95,422,156</u>
3. Enter amount applicable from line 1 or line 2	<u>95,422,156</u>
4. Amount subject to the expenditure limitation (total amount from Part II, Line C)	<u>58,746,398</u>
5. Amount under the expenditure limitation	<u>36,675,758</u>

I hereby certify, to the best of my knowledge and belief, that the information contained in this report is accurate and in accordance with the requirements of the uniform expenditure reporting system.

Signature of Chief Fiscal Officer: Stacey Lemos

Name and Title: Stacey Lemos, CPA – Finance Director

Telephone Number: (520) 229-4732

Date: 1/27/2014

See accompanying note to report.

**TOWN OF ORO VALLEY, ARIZONA
ANNUAL EXPENDITURE LIMITATION REPORT - PART II
YEAR ENDED JUNE 30, 2013**

<u>Description</u>	<u>Governmental Funds</u>	<u>Enterprise Funds</u>	<u>Internal Service Funds</u>	<u>Total</u>
A. Amounts reported on the Reconciliation, Line D	\$ 39,738,106	\$ 16,479,060	\$ 2,529,232	\$ 58,746,398
B. Less exclusions claimed:*	_____	_____	_____	_____
C. Amount subject to the expenditure limitation	<u>\$ 39,738,106</u>	<u>\$ 16,479,060</u>	<u>\$ 2,529,232</u>	<u>\$ 58,746,398</u>

* Exclusions do not apply to the Town of Oro Valley, Arizona's annual expenditure limitation report due to the voter-approved alternative expenditure limitation adopted March 9, 2010.

See accompanying note to report.

**TOWN OF ORO VALLEY, ARIZONA
ANNUAL EXPENDITURE LIMITATION REPORT - RECONCILIATION
YEAR ENDED JUNE 30, 2013**

<u>Description</u>	<u>Governmental Funds</u>	<u>Enterprise Funds</u>	<u>Internal Service Funds</u>	<u>Total</u>
A. Total expenditures/expenses/deductions and applicable other financing uses, special items and extraordinary items reported in the basic financial statements	\$ 39,738,106	\$ 14,031,348	\$ 2,529,232	\$ 56,298,686
B. Subtractions:				
1. Items not requiring use of working capital - Depreciation and amortization	<u> </u>	<u>3,038,090</u>	<u> </u>	<u>3,038,090</u>
2. Total subtractions	<u> </u>	<u>3,038,090</u>	<u> </u>	<u>3,038,090</u>
C. Additions:				
1. Principal payments on long-term debt	<u> </u>	<u>2,632,352</u>	<u> </u>	<u>2,632,352</u>
2. Acquisition of capital assets	<u> </u>	<u>2,853,450</u>	<u> </u>	<u>2,853,450</u>
3. Total additions	<u> </u>	<u>5,485,802</u>	<u> </u>	<u>5,485,802</u>
D. Amounts reported on Part II, Line A	<u>\$ 39,738,106</u>	<u>\$ 16,479,060</u>	<u>\$ 2,529,232</u>	<u>\$ 58,746,398</u>

See accompanying note to report.

TOWN OF ORO VALLEY, ARIZONA
NOTE TO ANNUAL EXPENDITURE LIMITATION REPORT
YEAR ENDED JUNE 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Annual Expenditure Limitation Report (AELR) is presented on the basis of accounting prescribed by the *Uniform Expenditure Reporting System* (UERS), as required by Arizona Revised Statutes §41-1279.07, and in accordance with the voter approved alternative expenditure limitation adopted March 9, 2010, as authorized by the Arizona Constitution Article IX, §20(9). This plan provides for the Town to allow the Mayor and Council to adopt an annual expenditure limitation each year, which for fiscal 2012-13 equaled the budget of \$95,422,156. This budget was formally adopted on May 16, 2012.