

Greenlee County, Arizona

Report on Audit of
Annual Expenditure Limitation Report

Year Ended June 30, 2004

Greenlee County
Report on Audit of Annual Expenditure Limitation Report
Year Ended June 30, 2004

Table of Contents

Independent Auditor's Report.....	1
Annual Expenditure Limitation Report - Part I	2
Annual Expenditure Limitation Report - Part II	3
Annual Expenditure Limitation Report - Reconciliation.....	4
Notes to Annual Expenditure Limitation Report.....	5

Independent Auditor's Report

The Auditor General of the State of Arizona

The Board of Supervisors of
Greenlee County, Arizona

We have audited the accompanying Annual Expenditure Limitation Report of Greenlee County for the year ended June 30, 2004. This report is the responsibility of the County's management. Our responsibility is to express an opinion on this report based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the report is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the report. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall report presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying Annual Expenditure Limitation Report was prepared for the purpose of complying with the uniform expenditure reporting system as discussed in Note 1, and is not intended to be a presentation in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the Annual Expenditure Limitation Report of Greenlee County for the year ended June 30, 2004, referred to above presents fairly, in all material respects, the information required by the uniform expenditure reporting system on the basis of accounting described in Note 1.

This report is intended solely for the information and use of the members of the Arizona State Legislature and the Board of Supervisors, and for filing with the Auditor General of the State of Arizona, and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Miller, Allen & Co., P.C.

November 24, 2008

Greenlee County
Annual Expenditure Limitation Report - Part I
Year Ended June 30, 2004

1. Economic Estimates Commission expenditure limitation	\$ 4,867,097
2. Amount subject to the expenditure limitation (total amount from Part II, Line C)	3,731,991
3. Amount under the expenditure limitation	<u>\$ 1,135,106</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 _____

Name and Title: Deborah K. Gale, County Administrator

Telephone Number: (928) 865-2310

Date: November 24, 2008

See accompanying notes to report.

Greenlee County
Annual Expenditure Limitation Report - Part II
Year Ended June 30, 2004

Description	Governmental Funds	Fiduciary Fund	Total
A. Amounts reported on the Reconciliation, Line C	\$ 10,236,199	\$ 13,464,869	\$ 23,701,068
B. Less exclusions claimed:			
Debt service requirements on other long-term obligations	638,460		638,460
Dividends, interest, and gains on sale or redemption of investment securities (Note 2)	43,890		43,890
Trustee or custodian (Note 3)	190,871	13,464,869	13,655,740
Grants and aid from the federal government (Note 4)	1,659,859		1,659,859
Grants, aid contributions, or gifts, from a private agency, organization, or individual except amounts received in lieu of taxes	20,100		20,100
Amounts received from the State of Arizona (Note 4)	3,045,831		3,045,831
Highway user revenues in excess of those received in fiscal year 1979-80 (Note 4)	765,011		765,011
Contracts with other political subdivisions (Notes 4)	74,391		74,391
Refunds, reimbursements, and other recoveries (Note 5)	65,795		65,795
Total exclusions claimed	6,504,208	13,464,869	19,969,077
C. Amounts subject to the expenditure limitation	\$ 3,731,991	\$ 0	\$ 3,731,991

See accompanying notes to report.

Greenlee County
Annual Expenditure Limitation Report - Reconciliation
Year Ended June 30, 2004

Description	Governmental Funds	Fiduciary Fund	Total
A. Total expenditures/expenses/ deductions and applicable other financing uses, special items, and extraordinary items reported within the fund financial statements.	\$ 11,216,569	\$ 13,464,869	\$ 24,681,438
B. Subtractions:			
Community college reimbursement payments pursuant to A.R.S §15-1469.01 (Note 6)	426,466		426,466
Long-term care contributions withheld by the State Treasurer (Note 7)	172,300		172,300
Present value of net minimum capital lease payments recorded as expenditures at inception of the agreements	381,604		381,604
Total subtractions	980,370		980,370
C. Amounts reported on Part II, Line A	\$ 10,236,199	\$ 13,464,869	\$ 23,701,068

See accompanying notes to report.

Greenlee County
Notes to Annual Expenditure Limitation Report
Year Ended June 30, 2004

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, which excludes expenditures or expenses of certain revenues specified in the Arizona Constitution, Article IX, §20 from the total expenditures, expenses or deductions reported in the fund financial statements.

In accordance with the UERS requirements, a note to the AELR is presented below for any exclusion claimed on Part II and each subtraction or addition in the Reconciliation that cannot be traced directly to an amount reported in the fund financial statements. All references to financial statement amounts in the following notes refer to the Statement of Revenues, Expenditures, and Changes in Fund Balances for the Governmental Funds and the Statement of Changes in Fiduciary Net Assets for the Fiduciary Fund.

Note 2 - The exclusion claimed for dividends, interest and gains on the sale or redemption of investment securities of \$43,890 in the Governmental Funds includes interest on investments expensed of \$14,911 and interest on delinquent taxes expensed of \$28,979, which were recorded as tax revenue.

Note 3 - The exclusion claimed for trustee or custodian in the Governmental Funds consists of \$190,871 in contributions by the County to the Arizona Health Care Cost Containment System for acute care and was recorded in welfare expenditures. The exclusion claimed for trustee or custodian in the Fiduciary Funds consists of \$13,464,869 in distributions to investment pool participants.

Note 4 - The following schedule presents revenues from which exclusions have been claimed for federal grants and aid, amounts received from the state of Arizona, highway user revenues, and contracts with other political subdivisions in the Governmental Funds.

Description	
Grants and aid from the federal government	\$1,659,859
Amounts received from the State of Arizona	3,045,831
Highway user revenues in excess of those received in fiscal year 1979-80	765,011
Contracts with other political subdivisions	74,391
Other Revenues - (nonexcludable)	1,252,597
Total intergovernmental revenues as reported in the fund financial statements	\$6,797,689

Greenlee County
Notes to Annual Expenditure Limitation Report
Year Ended June 30, 2004

- Note 5-** The exclusion claimed for refunds, reimbursements and other recoveries in the Governmental Funds consists of amounts that were reported in miscellaneous revenue in the fund financial statements.
- Note 6-** The deduction shown for community college reimbursement payments in the Governmental Funds is included in general government expenditures.
- Note 7 -** The amount of transaction privilege taxes withheld by the State Treasurer to meet the County's share of long-term care costs was reported as revenue and offsetting expenditure in the County's Governmental Funds. Consequently, this expenditure has been subtracted on the Reconciliation.