

Greenlee County

Annual Expenditure
Limitation Report

Year Ended June 30, 2024

A Report to the Arizona Legislature

Lindsey A. Perry
Auditor General





The Arizona Auditor General's mission is to provide independent and impartial information and specific recommendations to improve the operations of State and local government entities. To this end, the Office provides financial audits and accounting services to the State and political subdivisions, investigates possible misuse of public monies, and conducts performance audits and special reviews of school districts, State agencies, and the programs they administer.

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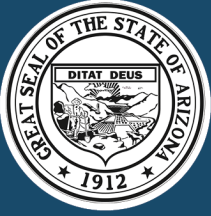
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**ARIZONA
AUDITOR
GENERAL**

Lindsey A. Perry, Auditor General

Independent accountants' report

Members of the Arizona State Legislature

The Board of Supervisors of
Greenlee County, Arizona

We have examined the accompanying Annual Expenditure Limitation Report (report) of Greenlee County for the year ended June 30, 2024, and the related notes to the report. The County's management is responsible for presenting this report in accordance with the Uniform Expenditure Reporting System as described in Note 1. Our responsibility is to express an opinion on this report based on our examination.

We conducted our examination in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether this report is presented in accordance with the Uniform Expenditure Reporting System in all material respects. An examination involves performing procedures to obtain evidence about the amounts and disclosures in the report. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of the report, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

In our opinion, the Annual Expenditure Limitation Report referred to above is presented in accordance with the Uniform Expenditure Reporting System as described in Note 1 in all material respects.

Lindsey A. Perry


Lindsey A. Perry, CPA, CFE
Auditor General

April 15, 2026

Greenlee County
Annual Expenditure Limitation Report—Part I
Year ended June 30, 2024

1. Economic Estimates Commission expenditure limitation	\$ 27,037,090
2. Amount subject to the expenditure limitation (total amount from Part II, line C)	<u>10,058,058</u>
3. Amount under the expenditure limitation	<u>\$ 16,979,032</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: Rene Ontiveros, Chief Finance Officer

Telephone number: (928) 865-2702 Date: April 15, 2026

See accompanying notes to report.

Greenlee County

Annual Expenditure Limitation Report—Part II

Year ended June 30, 2024

Description	<u>Governmental funds</u>	<u>Fiduciary funds</u>	<u>Total</u>
A. Amounts reported on the reconciliation, line C	\$ 22,100,008	\$ 28,660,504	\$ 50,760,512
B. Less exclusions claimed:			
Debt service requirements (Note 2)	420,928		420,928
Trustee or custodian (Note 4)	211,900	28,660,504	28,872,404
Grants and aid from the federal government (Note 5)	3,518,882		3,518,882
Dividends, interest, and gains on the sale or redemption of investment securities (Note 3)	966,299		966,299
Grants, aid, contributions, or gifts from a private agency, organization, or individual, except amounts received in lieu of taxes (Note 6)	1,803,274		1,803,274
Amounts received from the State of Arizona (Note 5)	3,831,529		3,831,529
Highway user revenues in excess of those received in fiscal year 1979-80 (Note 5)	1,219,232		1,219,232
Contracts with other political subdivisions (Notes 5 and 7)	<u>69,906</u>		<u>69,906</u>
Total exclusions claimed	<u>12,041,950</u>	<u>28,660,504</u>	<u>40,702,454</u>
C. Amounts subject to the expenditure limitation	<u>\$ 10,058,058</u>	<u>\$ -</u>	<u>\$ 10,058,058</u>

See accompanying notes to report.

Greenlee County
Annual Expenditure Limitation Report—Reconciliation
Year ended June 30, 2024

Description	<u>Governmental funds</u>	<u>Fiduciary funds</u>	<u>Total</u>
A. Total expenditures/expenses/deductions and applicable other financing uses, special items, and extraordinary items reported within the fund financial statements	\$ 25,427,441	\$ 28,660,504	\$ 54,087,945
B. Subtractions:			
Expenditures of separate legal entities established under Arizona Revised Statutes (A.R.S) (Note 8)	1,360,857		1,360,857
Community college reimbursement payments pursuant to A.R.S.§15-1469.01 (Note 9)	592,400		592,400
Present value of net minimum lease, financed purchase, and subscription-based information technology arrangement (SBITA) contract payments recorded as expenditures at the agreements' inception	<u>1,374,176</u>		<u>1,374,176</u>
Total subtractions	<u>3,327,433</u>		<u>3,327,433</u>
C. Amounts reported on Part II, line A	<u>\$ 22,100,008</u>	<u>\$ 28,660,504</u>	<u>\$ 50,760,512</u>

See accompanying notes to report.

Greenlee County

Notes to Annual Expenditure Limitation Report

Year ended June 30, 2024

Note 1 - Summary of significant accounting policies

The Annual Expenditure Limitation Report (AELR) is presented as prescribed by the Uniform Expenditure Reporting System (UERS), as required by Arizona Revised Statutes (A.R.S.) §41-1279.07. The AELR excludes expenditures, expenses, or deductions 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, 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 Position for the Fiduciary Funds.

Note 2

The exclusion claimed for debt service requirements in the Governmental Funds consists of principal retirement of \$341,556 and interest expenditures of \$79,372.

Note 3

The exclusion of \$966,299 claimed for dividends, interest, and gains on the sale or redemption of investment securities consists of investment earnings expended and reported in the Governmental Funds. Remaining unspent, excludable revenues of \$204,041 of interest on investments have been carried forward to future years.

Note 4

The exclusion claimed for trustee or custodian in the Governmental Funds consists of \$211,900 in contributions by the County to the Arizona Health Care Cost Containment System for acute care, uncompensated care, and administrative costs; and in the Fiduciary Funds, the exclusion consists of \$119,537 in distributions for private purpose trust funds, \$15,471,620 in distributions to investment pool participants, and \$13,069,347 in distributions for other governments, individuals, or other custodial activity.

Note 5

The following schedule presents revenues from which exclusions have been claimed for federal grants and aid, amounts received from the State of Arizona, and highway user revenues in the Governmental Funds.

Greenlee County
Notes to Annual Expenditure Limitation Report
Year ended June 30, 2024

Description	
Grants and aid from the federal government	\$ 3,518,882
Amounts received from the State of Arizona	3,831,529
Highway user revenues in excess of those received in fiscal year 1979-80	1,219,232
Revenue from contracts with other political subdivisions	60,000
Other revenues (nonexcludable)	<u>6,570,623</u>
Total intergovernmental revenues as reported in the fund financial statements	<u>\$15,200,266</u>

Note 6

The exclusion of \$1,803,274 claimed for grants, aid, contributions, or gifts from a private agency, organization, or individual, consists of contributions revenue expended.

Note 7

The exclusion claimed for contracts with other political subdivisions in the Governmental Funds includes \$60,000 of IGA revenue expended, which is reported in Note 5, and \$9,906 of charges for services expended.

Note 8

The subtraction of \$1,360,857 for separate legal entities established under Arizona Revised Statutes consists of expenditures of the Health Services District included within the County’s reporting entity, but not included in the Economic Estimates Commission base limit calculations, and are reported in the Governmental Funds category in the fund financial statements. Total expenditures of the Health Services District of \$2,357,246 have been reduced by the following: \$619,411 in expenditures of grants and aid received from the federal and state governments, which is reported in Note 5, and \$376,978 in statutorily required maintenance of effort payments transferred from the General Fund to the Health Services Fund.

Note 9

The subtraction for community college reimbursement payments of \$592,400 is included in the Governmental Funds as general government expenditures.

Note 10

Revenues that are constitutionally excludable that were not spent in the year of receipt may be accumulated and excluded in future years when spent. A summary of the revenue sources and the changes in their balances is shown in the table below:

Greenlee County
Notes to Annual Expenditure Limitation Report
Year ended June 30, 2024

Description	Balance June 30, 2023	Additions	Reductions	Balance June 30, 2024
Dividends, interest, and gains on the sale or redemption of investment securities	\$ 1,205,570	\$ 204,041	\$	\$ 1,409,611
Grants, aid, contributions, or gifts from a private agency, organization, or individual, except amounts received in lieu of taxes	18,589,768			18,589,768
Amounts received from the State of Arizona	3,576,256			3,576,256
Refunds, reimbursements, and other recoveries	550,908			550,908
Total carryforward	<u>\$ 23,922,502</u>	<u>\$ 204,041</u>	<u>\$</u>	<u>\$ 24,126,543</u>

