Mohave County, Arizona

Annual Expenditure Limitation Report

Year Ended June 30, 2025

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CERTIFIED PUBLIC ACCOUNTANTS AND ADVISORS

Independent Accountants' Report

Members of the Arizona State Legislature

The Auditor General of the State of Arizona

Board of Supervisors of
Mohave County, Arizona

We have examined the accompanying Annual Expenditure Limitation Report of Mohave County, Arizona (Mohave County) for the year ended June 30, 2025, and the related notes to the report. Mohave 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.

Walker & Armstrong, LLP

Phoenix, Arizona
June 30, 2026

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www.wa-cpas.com

Mohave County, Arizona
Annual Expenditure Limitation Report – Part I
Year ended June 30, 2025

1.	Economic Estimates Commission expenditure limitation	$ 253,249,504
2.	Amount subject to the expenditure limitation (total amount from part II, line C)	121,745,378
3.	Amount under the expenditure limitation	$ 131,504,126

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: Linda Green

Name and Title: Linda Green, Chief Financial Officer

Telephone Number: (928) 753-0735 x4110 Date: June 30, 2026

Mohave County, Arizona
Annual Expenditure Limitation Report – Part II
Year ended June 30, 2025

	Description	Governmental Funds	Enterprise Funds	Internal Service Funds	Fiduciary Funds	Total
A.	Amounts reported on the reconciliation, line D	$ 195,738,444	$ 10,200,269	$ 34,437,158	$ 563,832,357	$ 804,208,228
B.	Less exclusions claimed:					
	Debt service requirements (Note 2)	79,501	4,513	-	-	84,014
	Dividends, interest, and gains on the sale or redemption of investment securities (Note 3)	13,357,059	-	-	-	13,357,059
	Trustee or custodian (Note 4)	1,585,583	-	-	563,832,357	565,417,940
	Grants and aid from the federal government (Note 6)	31,937,089	100,000	-	-	32,037,089
	Amounts received from the State of Arizona (Note 6)	15,209,311	932,438	-	-	16,141,749
	Quasi-external interfund transactions (Note 5)	-	-	30,754,638	-	30,754,638
	Highway user revenues in excess of those received in fiscal year 1979-80 (Note 6)	16,704,314	-	-	-	16,704,314
	Contracts with other political subdivisions (Note 7)	2,759,275	-	90,321	-	2,849,596
	Refunds, reimbursements, and other recoveries (Note 8)	370,736	-	3,048,952	-	3,419,688
	Prior years carryforward (Note 9)	1,696,763	-	-	-	1,696,763
	Total exclusions claimed	83,699,631	1,036,951	33,893,911	563,832,357	682,462,850
C.	Amounts subject to the expenditure limitation	$ 112,038,813	$ 9,163,318	$ 543,247	$ -	$ 121,745,378

See accompanying notes to report

Mohave County, Arizona
Annual Expenditure Limitation Report – Reconciliation
Year ended June 30, 2025

	Description	Governmental Funds	Enterprise Funds	Internal Service Funds	Fiduciary Funds	Total
A.	Total expenditures/expenses/deductions and applicable other financing uses, special items, and extraordinary items reported within the fund financial statements	$ 208,624,109	$ 10,930,044	$ 34,239,078	$ 563,832,357	$ 817,625,588
B.	Subtractions:					
	Items not requiring use of current financial resources:					
	Depreciation and amortization	-	2,072,850	2,901,344	-	4,974,194
	Loss on disposal of capital assets	-	14,776	-	-	14,776
	Pension and other postemployment benefits (OPEB) expense (Note 10)	-	189,704	198,322	-	388,026
	Claims incurred but not reported (IBNR) (Note 15)	-	-	17,026,104	-	17,026,104
	Landfill closure and postclosure care costs and pollution remediation (Note 11)	-	408,204	-	-	408,204
	Total expenditures of separate legal entities established under Arizona Revised Statutes (A.R.S.) (Note 12)	1,533,995	-	-	-	1,533,995
	Long-term care contributions the State Treasurer withheld (Note 13)	10,749,201	-	-	-	10,749,201
	Fees/reimbursements State law required the County to pay (Note 16)	7,769	-	-	-	7,769
	Present value of net minimum lease, financed purchase, and subscription-based information technology arrangement (SBITA) contract payments recorded as expenditures at the agreements' inception (Note 17)	594,700	-	-	-	594,700
	Total subtractions	12,885,665	2,685,534	20,125,770	-	35,696,969
C.	Additions:					
	Principal payments on long-term debt (Note 14)	-	4,513	1,195,386	-	1,199,899
	Capital asset acquisitions	-	1,614,385	2,037,795	-	3,652,180
	Amounts paid in the current year but reported as expenses in previous years:					
	Claims previously recognized as IBNR (Note 15)	-	-	16,658,535	-	16,658,535
	Compensated absences	-	19,535	13,760	-	33,295
	Pension and OPEB contributions paid in the current year (Note 10)	-	317,326	418,374	-	735,700
	Total additions	-	1,955,759	20,323,850	-	22,279,609
D.	Amounts reported on part II, line A	$ 195,738,444	$ 10,200,269	$ 34,437,158	$ 563,832,357	$ 804,208,228

See accompanying notes to report

Mohave County, Arizona
Notes to Annual Expenditure Limitation Report
Year ended June 30, 2025

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; statement of revenues, expenses, and changes in fund net position for the proprietary funds; statement of cash flows for the proprietary funds; and the statement of changes in fiduciary net position for the fiduciary funds.

Note 2 - The exclusion claimed for debt service requirements consists of principal retirement and interest expenditures on financed purchases of $84,014, including $79,501 of expenditures in the governmental funds and $4,513 of expenditures in the enterprise funds.

Note 3 - The $13,357,059 exclusion claimed for dividends, interest, and gains on the sale or redemption of investment securities in the governmental funds includes investment earnings of $10,793,851 and interest on delinquent taxes expended of $2,563,208 which was recorded as tax revenue. Remaining unspent, excludable revenues of $426,940 for dividends, interest and gains on the sale or redemption of investment securities have been carried forward to future years.

Note 4 - The exclusion claimed for trustee or custodian in the governmental funds consists of $1,585,583 in County contributions to the Arizona Health Care Cost Containment System for acute care, uncompensated care, and administrative costs. In the fiduciary funds, the exclusion of $563,832,357 consists of distributions to pool participants, benefit payments to individuals, payments to inmates, property tax distributions to other governments, and other deductions.

Note 5 - The exclusion claimed for quasi-external interfund transactions in the internal service funds of $30,754,638 consists of charges for services revenues paid from other County funds to the internal service funds. The remaining amount of $1,711,078 from the Vehicle Replacement Fund and Self Insurance Fund are being carried forward.

Note 6 - 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:

Description	
Grants and aid from the federal government	$ 31,937,089
Amounts received from the State of Arizona	15,209,311
Highway user revenues in excess of those received in fiscal year 1979-80	16,704,314
Other revenues-(nonexcludable)	59,154,749
Unspent, excludable, revenues carried forward	640,155
Total intergovernmental revenues as reported in the fund financial statements	$ 123,645,618

The exclusion claimed for amounts received from the State of Arizona in the enterprise funds consists of grant revenues of $711,168 in the landfill fund and $221,270 in the fairgrounds fund.

The exclusion claimed for grants and aid from federal government of $100,000 in the enterprise funds consists of federal in lieu revenues.

Note 7 - The exclusion claimed for contracts with other political subdivisions of $2,849,596 includes $2,849,596 of charges for services ($2,759,275 in the governmental funds and $90,321 in the internal service funds).

Note 8 - The exclusion claimed for refunds, reimbursements, and other recoveries of $3,419,688, includes $3,297,676 of charges for services broken down as follows: the governmental funds had $149,270 of Private Health Insurance reimbursements, and $99,557 in miscellaneous reimbursements; the internal service funds had $1,089,031 in charges for services of health insurance reimbursements and $1,959,818 in charges for services for other insurance reimbursements. The remaining miscellaneous income of $122,012 was refunds expended in the governmental funds of $121,909 for road projects of $45,985 and $75,924 in other funds, and the internal service funds of $103 for refunds related to vehicle parts.

Note 9 - Prior years' carryforward consists of constitutionally excludable revenues unexpended in the year of receipt that have been accumulated and were expended in the current year as follows:

Description	Governmental Funds
Dividends, interest and gains on the sale of redemption of investment securities	$ 455,711
Grants and aid from the federal government	111,106
Amounts received from the State of Arizona	1,129,946
Total	$ 1,696,763

Note 10 - The subtraction for pension and other postemployment benefit (OPEB) expenses consist of the change in the net pension and OPEB liability recognized in the current year of $189,704 from the enterprise funds and $198,322 from the internal service funds. The addition for pension and OPEB contributions paid in the current year consists of the required pension and OPEB contributions made to the Arizona State Retirement System of $317,326 from the enterprise funds and $418,374 from the internal service funds.

The schedule below reconciles the net effect the subtraction and addition have on the expenditures subject to the limitation to the amounts reported on the statement of cash flows' net effect on cash.

Statement of Cash Flows	Enterprise Funds	Internal Service Funds
Change in net pension and OPEB asset	$ (2,101)	$ 3,416
Change in deferred inflows related to pensions and OPEB	222,232	286,579
Change in deferred outflows related to pensions and OPEB	(45,756)	(47,871)
Change in net pension and OPEB liability	(301,997)	(462,176)
Total	$ (127,622)	$ (220,052)
Annual Expenditure Limitation Report		
Pension/OPEB contributions − addition	$ 317,326	$ 418,374
Pension/OPEB expense(income) − subtraction	189,704	198,322
Total	$ 127,622	$ 220,052

Note 11 - The subtraction of $408,204 for landfill closure and postclosure care costs consists of the portion of the total estimated liability reported as expenses in the current year but not yet paid in the enterprise funds.

Note 12 - The subtraction of $1,533,995 for separate legal entities, established under Arizona Revised Statutes consists of expenditures of the Television District reported in the general government function in the governmental funds financial statements. These are included within the County's reporting entity but not included in the Economic Estimates Commission base limit calculations.

Note 13 - The subtraction for long-term care contributions the State Treasurer withheld consists of transaction privilege taxes the State Treasurer withheld to meet the County's share of long-term care costs that was reported as a revenue and an offsetting expenditure in the County's governmental funds. Consequently, this expenditure has been subtracted on the reconciliation.

Note 14 - The addition of $1,199,899 for principal payments on long-term debt includes $1,195,386 in the internal service fund for leased computers, leased copiers and subscription payments; and $4,513 in the enterprise funds for payments on financed equipment.

Note 15 - The subtraction of $17,026,104 for claims incurred but not reported consists of estimated costs of claims incurred and expensed in the current year but not yet paid in the internal service funds. The addition of $16,658,535 for claims paid consists of cash payments in the current year for claims recognized as an expense in previous years.

Note 16 - The $7,769 subtraction for required fees and reimbursements State law required the County to pay that are excluded from the county expenditure limitation consists of amounts paid pursuant to A.R.S. §13-4512, for inpatient competency restoration treatment, which were recorded as general government expenditures.

Note 17 - The subtraction of $594,700 of the present value of net minimum lease and subscription-based information technology arrangement (SBITA) contract payments that were recorded as expenditures at the agreements' inception consists of the County's agreements for the lease of buildings and equipment and subscription arrangements.

Note 18 – Revenues that are constitutionally excludable that were not spent in the year of receipt may be accumulated and excludable in future years when spent. A summary of the revenue sources and the changes in their balances is shown in the table below:

Description	Balance July 1, 2024	Additions	Reductions	Balance June 30, 2025
Dividends, interest, and gains on the sale or redemption of investment securities	$ 864,137	$ 426,940	$ 455,711	$ 835,366
Grants and aid from the federal government	704,293	62,205	111,106	655,392
Amounts received from the State of Arizona	5,326,662	577,950	1,129,946	4,774,666
Quasi-external interfund transactions	11,064,657	1,711,078	-	12,775,735
Total carryforward	$ 17,959,749	$ 2,778,173	$ 1,696,763	$ 19,041,159