

# CITY OF BULLHEAD CITY, ARIZONA



## ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**CITY OF BULLHEAD CITY, ARIZONA**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**



**Prepared by the Finance Department**  
**Rudy Vera, Finance Director**

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City of Bullhead City, Arizona

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# Introductory Section

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# CITY OF BULLHEAD CITY

## FINANCE DEPARTMENT

2355 Trane Road

Bullhead City, AZ 86442

(928) 763-9400 TDD (928) 763-9400

February 9, 2023

TO: The Honorable Mayor, Members of the City Council,  
and Citizens of the City of Bullhead City, Arizona

The Annual Comprehensive Financial Report (ACFR) of the City of Bullhead City, Arizona (the City) for the fiscal year ended June 30, 2022 is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City.

Baker Tilly US, LLP, has audited the City of Bullhead City financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Bullhead City for the fiscal year ended June 30, 2022 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial presentation. The independent auditors' report is presented as the first component of the financial section of this report.

The City is required to undergo an annual single audit in conformity with the provisions requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to this single audit, including the schedule of expenditure of federal awards, findings and recommendations, and the auditors' reports on the internal control over financial reporting and compliance with applicable laws and regulations are included in a separately issued report.

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Bullhead City's MD&A can be found immediately following the report of the independent auditors.

## GENERAL INFORMATION - CITY OF BULLHEAD CITY

Bullhead City is located in west-central Mohave County on the east side of the Colorado River in the tri-state area of Arizona, California and Nevada. Among Arizona's fastest growing communities, it is the sister city to Laughlin, Nevada and just 90 minutes south of Las Vegas.

The early human settlement of the Bullhead City area began with the Mojave Indians and then transitioned to the American soldiers who inhabited Fort Mohave in the 1850-60's.

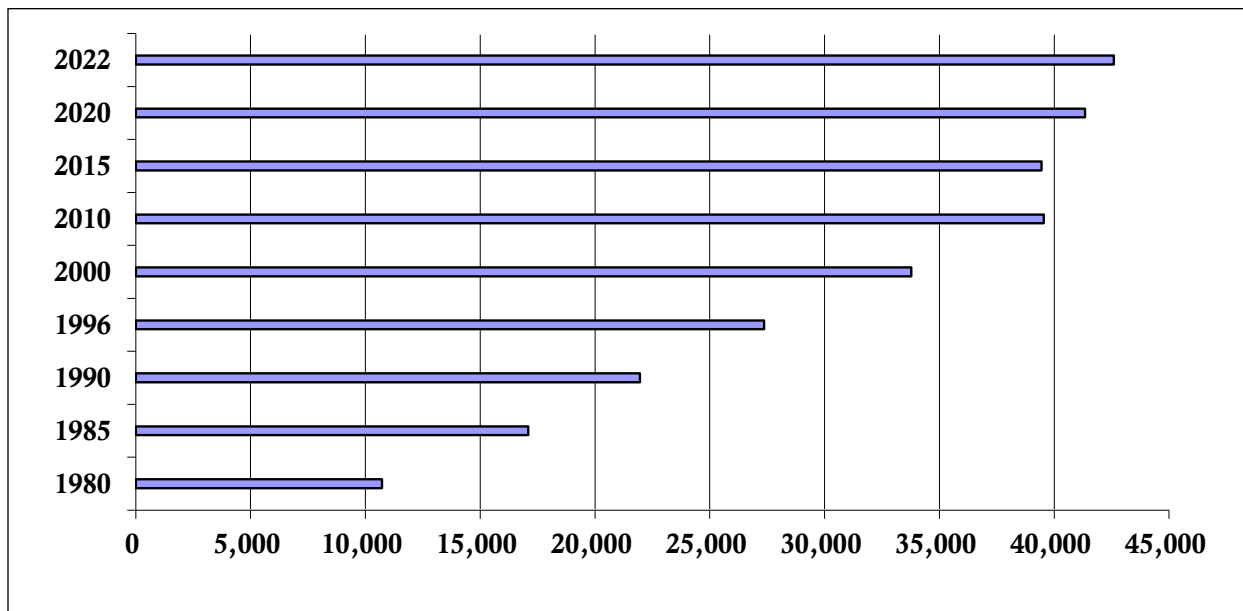
In 1945 Bullhead City was the headquarters for the construction of Davis Dam. The city name was derived from its proximity to Bullhead Rock, now largely concealed by Lake Mohave.

Bullhead City was incorporated in August 1984. Since then, it has operated under a Council/Manager form of government with a seven-member City Council.

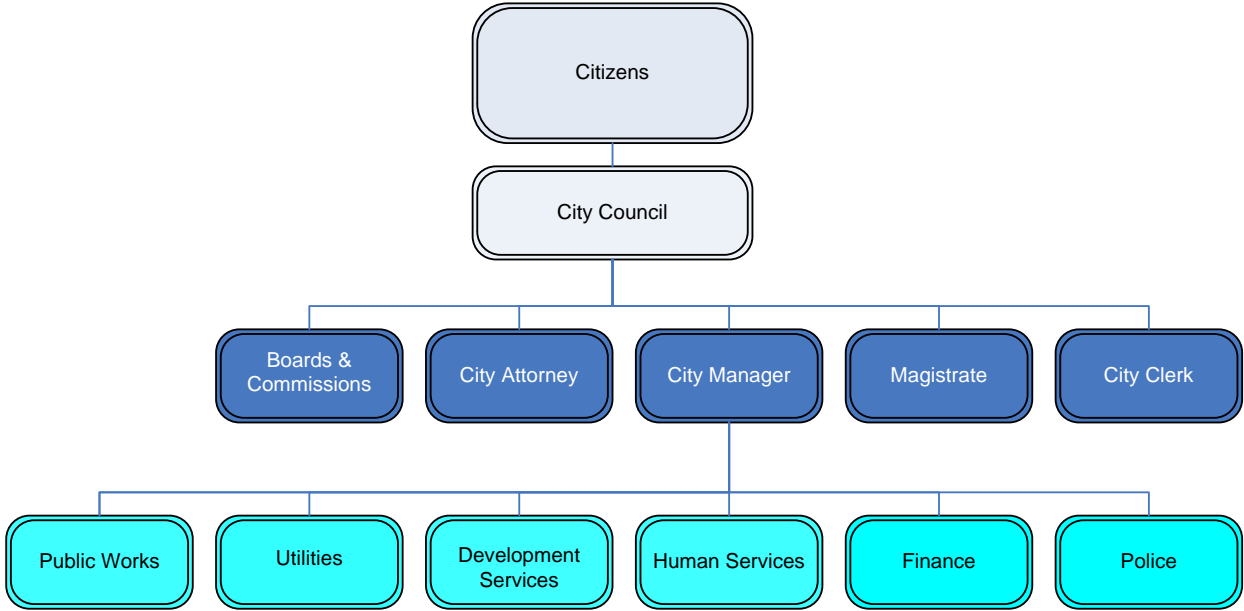
The following graph illustrates the population growth from 1980 and projected until 2022.

### Population Growth

1980	10,719
1985	17,091
1990	21,951
1996 DES Estimate	27,270
2000	33,769
2010	39,540
2015 Census Estimate	39,445
2020 Census	41,348
2022 DES Estimate	42,061



**CITY ORGANIZATIONAL CHART**



The City provides a useful range of services, which includes general government; police protection; wastewater services; the construction and maintenance of highways, streets and infrastructure; recreational activities and cultural events. In addition to general government activities, the City Council is financially accountable for the Municipal Property Corporation and special assessment districts; therefore, these activities are included in the reporting entity.

**ECONOMIC CONDITION AND OUTLOOK**

Bullhead City's economic activities are mainly related to tourism and retail sales, although recent developments are helping to diversify the economy. The City as well as community groups have been working diligently to attract visitors from throughout the United States and beyond for events being held within the community.

The City hosts many sport tournaments and special events throughout the year. The City hosts an annual youth soccer tournament in February of each year. The tournament attracts upwards of 120 teams from California, Nevada, and Arizona. Softball leagues and tournaments are held throughout the year. The largest tournaments take place in March including the annual senior softball tournament that attracts 70 teams from throughout the United States. The City estimates more than \$30 million is spent locally because of sports tourism.

There are eight casinos in Laughlin, Nevada located just across the Colorado River from Bullhead City, employing approximately 5,000 people in full-time positions. Most casino employees reside in Bullhead City. The resorts and casinos have added income and an influx of jobs to the retail, service and tourism sectors of the economy from the estimated 1.3 million annual visitors. Tourism is a primary economic activity centered on the Laughlin resort/gaming industry, area water sports, golfing and fishing. Laughlin hotels have approximately 8,634 rooms with an average occupancy rate of 53%. Bullhead City has more than 500 short term rentals and the hotels have approximately 989 rooms available for occupancy. A new Holiday Inn Express was added to the City. In addition, there are approximately 2,250 full hook-up RV spots in the Bullhead City/Laughlin area, and hundreds of homes are also available for daily rental in the community.

The City will continue to work with its community partners on both sides of the Colorado River to bring visitors from all over the United States and beyond to Bullhead City for these events and more. The economic impact from these events and future events assist the entire region in building a positive future.

The City has made great progress in North Bullhead (the River District) from Community Park north to the Laughlin Bridge. The City has invested \$1.5 million in infrastructure and the private sector has invested greatly into improving the area. The City is very excited about several new developments being planned for this area. New business coming to the area soon include Rosati's Pizza, Circle K, Dickey's BBQ, Cal-Ranch, Maverik, Dunkin Donuts and Church's Chicken. A Frito Lay distribution center will also be opening.

Recently opened businesses include: Dairy Queen, Jersey Mike's Subs, Aspen Dental, Surf Thru Express Car Wash, Popeye's Chicken, Jimmy Johns, Ulta and The Holiday Inn Express.

More than 382 new homes have been built this year in Bullhead City, Laughlin and Fort Mohave. Many more are in the planning process. The City is seeing very strong numbers in Fox Creek, Laughlin Ranch and in the Hancock Road corridor. The total number of single-family residential building permits for FY 22 showed small decrease of 5% or 20 permits compared to the prior year.

The City's sales tax revenues increased 5% over last year collections. Revenue from the contracting tax classification increased by 15%, and the hotel and motel tax classification increased by 19% over the prior year collections.

The City plans to maintain all service levels during the upcoming year and will continue to monitor costs and programs. The City will also continue to take advantage of opportunities to enhance the local economy through economic development in partnership with the Bullhead Area Chamber of Commerce by attending retail conventions and continually working to attract new retail and distribution companies.

## **RELEVANT FINANCIAL POLICIES**

The City of Bullhead City has adopted a comprehensive set of financial policies. During the current year, some of the policies were especially relevant. The city revenue policy is to estimate annual revenues by an objective and analytical process. Effects of the recent nation-wide pandemic are still being felt by local communities, so the city projects general fund revenues with a conservative approach. However, we continue to see positive commercial development and many visitors to our city. The city's general fund revenue exceeded budgeted estimates by \$3.4 million. The general fund balance increased \$1.9 million at the end of the current year. Bullhead City has an annual balanced budget policy that estimated revenues must equal appropriations

## **FINANCIAL INFORMATION**

*Management* of the City is responsible for establishing and maintaining an internal control structure to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. This concept of reasonable assurance recognizes that: 1) the cost of a control should not exceed the benefit likely to be derived; and 2) the valuation of cost and benefits requires estimates and judgments by management.

As a recipient of federal, state and county financial assistance, the City is responsible for ensuring that an adequate internal control structure is in place, which is in compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation by management and the finance department staff of the City.

*Budgetary Controls.* In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds and Enterprise Funds are included in the annual appropriated budget. Project-length financial plans are adopted for the Capital Projects Funds. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the department level in the General Fund and at the individual fund level for all other funds. The City also maintains an encumbrance accounting system as a technique of accomplishing budgetary control.

As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

## **CASH MANAGEMENT**

All cash not necessary to meet current obligations is invested in the Local Government Investment Pool (LGIP). The State of Arizona manages this pool. The City had \$39,145,324 invested at June 30, 2022. The average yield for fiscal year 2022 was 0.26%. The City continues to monitor the benefit of investing in long-term investments other than LGIP.

## **INDEPENDENT AUDIT**

State law requires an annual audit of the City's financial records and transactions supporting the financial statements. This requirement has been complied with and the auditors' opinion has been included in this report.

Baker Tilly US, LLP, independent certified public accountants, have examined the accompanying financial statements. The firm is engaged by the City Council to render an opinion on the City's financial statements in accordance with auditing standards generally accepted in the United States of America.

The City Council is responsible for:

- Assuring that the City administration fulfills its responsibilities in the preparation of the financial statements; and,
- Engaging the independent public accountants with whom the City Council determines the scope of the audit.

Baker Tilly US, LLP has full and free access to meet with the City Council to discuss the results of their examination, their assessment of the adequacy of internal accounting controls, and the quality of financial reporting.


## ACKNOWLEDGMENTS

The preparation of this report could not be accomplished without the dedicated efforts of the Finance Department staff.

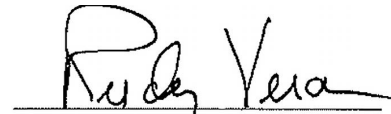
We also express appreciation to the Mayor and City Council for their interest and support in planning and conducting the financial operations of the City in a fiscally responsible manner.

Respectfully submitted,

**City of Bullhead City, Arizona**



Toby Cotter  
City Manager



Rudy Vera  
Finance Director



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Bullhead City  
Arizona**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2021

*Christopher P. Morill*

Executive Director/CEO

# CITY OF BULLHEAD CITY, ARIZONA



## List of Principal Officials

### City Council

Steve D'Amico, Mayor

Norma Brummett, Vice Mayor

Tami Ring, Council Member

Grace Hecht, Council Member

Rodney Head, Council Member

Juan Lizarraga, Council Member

### City Manager

Toby Cotter

### Finance Director

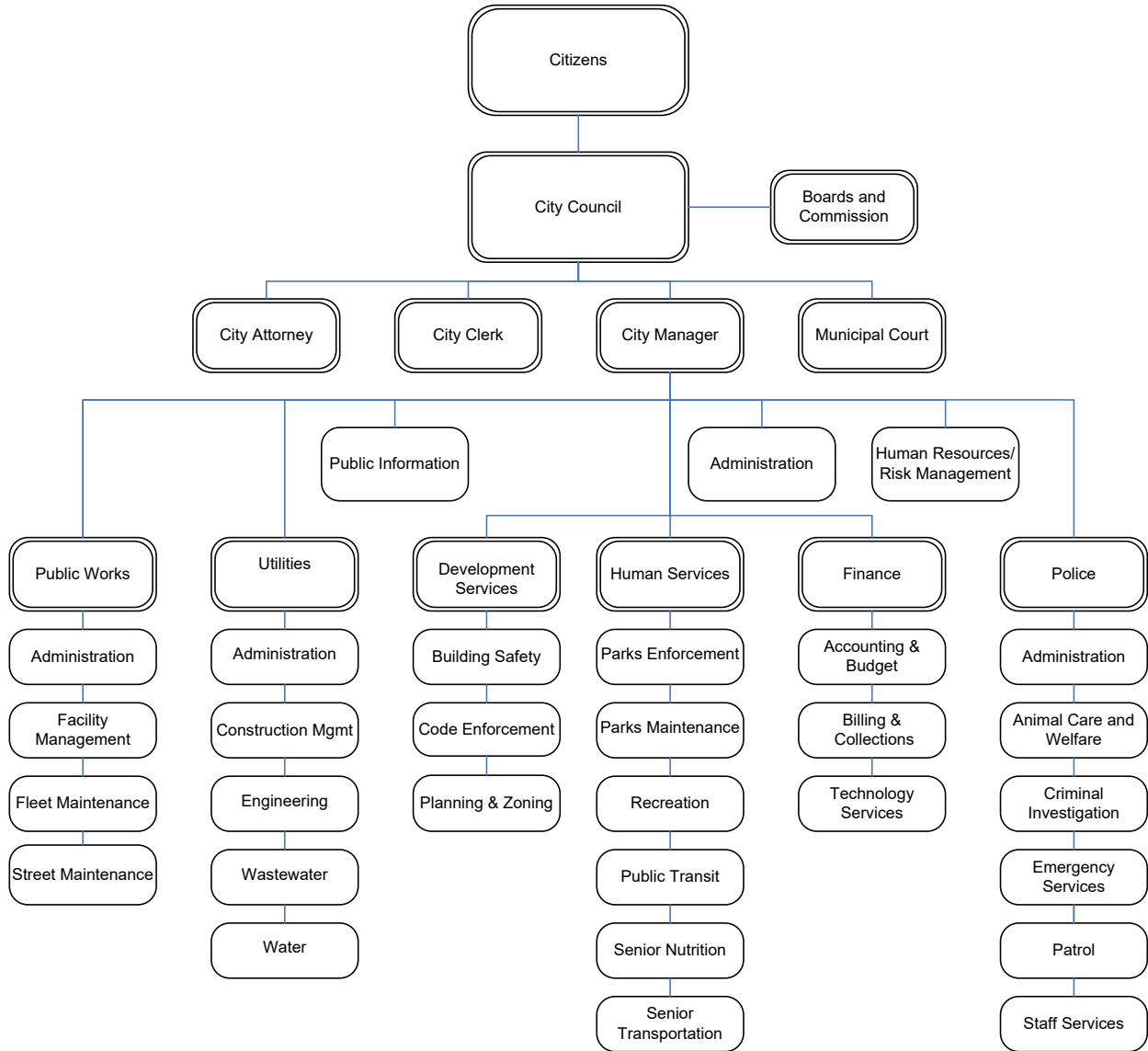
Rudy Vera





# INTRODUCTION

## ORGANIZATIONAL CHART





# Financial Section

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## INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and Council  
City of Bullhead City  
Bullhead City, Arizona

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Bullhead City, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Bullhead City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Bullhead City, as of June 30, 2022, 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.

#### ***Basis for Opinions***

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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Bullhead City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Change in Accounting Principle***

As discussed in Note 1 and Note 4 to the financial statements, in 2022 the City of Bullhead City adopted the new accounting guidance, Government Accounting Standards Board No 87, *Leases*. Our opinions are not modified with respect to this matter.

### ***Other Matter***

In connection with our audit, nothing came to our attention that caused us to believe that the City of Bullhead City failed to comply with the authorized transportation purposes, insofar as they relate to accounting matters, for Highway User Revenue Fund monies it received pursuant to Arizona Revised Statutes Title 28, Chapter 18, Article 2, and any other dedicated State transportation revenues it received. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the City of Bullhead City's noncompliance with the authorized transportation purposes referred to above, insofar as they relate to accounting matters.

The communication related to compliance over the use of Highway User Revenue Fund and other dedicated State transportation revenue monies in the preceding paragraph is intended solely for the information and use of the members of the Arizona State Legislature, (the Arizona Auditor General,) the City of Bullhead City's Council Members and management, and other responsible parties within the City of Bullhead City and is not intended to be and should not be used by anyone other than these specified parties.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Bullhead City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

## ***Auditors' Responsibilities for the Audit of the Financial Statements (Continued)***

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City of Bullhead City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Bullhead City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Bullhead City's basic financial statements. The accompanying combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Bullhead City, Arizona's basic financial statements. The introductory section, the financial information listed as other supplementary information in the financial section, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated February 9, 2023 on our consideration of the City of Bullhead City'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 solely 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 effectiveness of the City of Bullhead City's 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 Bullhead City's internal control over financial reporting and compliance.

*Baker Tilly US, LLP*

Tempe, Arizona  
February 9, 2023



# Financial Section

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Management's Discussion & Analysis



**CITY OF BULLHEAD CITY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
Year Ended June 30, 2022**

Bullhead City's discussion and analysis offers readers of the City's financial statements a narrative overview and analysis of the City's financial activities for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, and in the financial statements and notes to the financial statements (which immediately follow this discussion).

**FINANCIAL HIGHLIGHTS**

- Bullhead City total assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at the close of fiscal year 2022 by \$139,273,229 (net position). Of this amount, Net investment of capital assets was \$120,719,356; restricted net position was \$16,979,749 and \$1,574,124 represents unrestricted net position. The unrestricted net position represents the amounts available to meet City of Bullhead's ongoing obligations to citizens and creditors.
- City of Bullhead's total net position increased in fiscal year 2022 \$3,703,290 or 2.7% primarily because of capital improvements expenses incurred during the current year.
- At the end of fiscal year 2022, Bullhead City's governmental funds reported combined fund balances of \$31,206,549, an increase of \$2,904,151 in comparison to the prior fiscal year. Approximately 80% of this amount (\$25,108,036) is available for spending at the city's discretion (unassigned fund balance).
- At the end of fiscal year 2022, unassigned fund balance for the General Fund is \$25,406,036 or 82% of total general fund expenditures.
- Bullhead City's total outstanding long-term liabilities increased by \$96,129,004 or 139% during fiscal year 2022. The increase in long-term liabilities is due to the condemnation of the local water system.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of four parts – management's discussion and analysis (this portion); the basic financial statements; required supplementary information; and optional combining statements for non-major governmental funds, non-major enterprise fund, and internal service funds. The basic financial statements include two kinds of statements that present different views of the City:

- The government-wide financial statements provide both long-term and short-term information about the City's overall financial status.
- Fund financial statements focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.
  - Governmental fund statements tell how general government services such as police and public works were financed in the short-term as well as what remains for future spending.
  - Proprietary fund statements offer short-term and long-term financial information about the activities the City operates like businesses, such as wastewater services.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

## **Government-wide Financial Statements**

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all the City's assets and liabilities. All the current year's revenues and expenses are reported in the Statement of Activities regardless of when cash is received or paid.

The two government-wide statements report the City's net assets and how they have changed during the fiscal year. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving or deteriorating.

The government-wide financial statements of the City are divided as follows:

- *Governmental activities* – Most of the City's basic services are included here such as police, public works, parks and recreation, and general administration. Taxes and intergovernmental revenues finance most of these activities.
- *Business-type activities* – Customer fees fund certain services provided by the City. The City currently has only one active utility service - wastewater services.

## **Fund Financial Statements**

A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Fund financial statements provide more detailed information about the City's major funds, not the City as a whole.

The City has three types of funds:

- *Governmental funds* – Most of the City's basic services are included in governmental funds, which focus on (1) short-term inflows and outflows of spendable resources, and (2) the remaining year-end balances available for spending. Because this information does not encompass the additional long-term focus of the government-wide statements, reconciliation that explains the relationship (or difference) between governmental funds and governmental activities follow each of the governmental fund statements.
- *Proprietary funds* – Services for which the City charges customers a fee generally are reported in proprietary funds. Proprietary fund financial statements, like the government-wide statements, provide both short-term and long-term financial information.
  - Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements.
  - Internal service funds report activities that provide services for the City's other programs and activities, such as the City's fleet fund and risk management fund.

## FINANCIAL ANALYSIS OF THE GOVERNMENT-WIDE STATEMENTS

The government-wide financial statements provide short-term and long-term information about the City's overall financial condition. Net assets or net position over time serves as a useful indicator of financial position. Bullhead City assets and deferred outflows exceeded liabilities by \$139,273,229 at the close of fiscal year 2022.

Net position of the city represents the difference between the City's resources and its obligations. As of June 30, 2022, the largest portion of the City's total net position approximately 87% reflects the investment in capital assets, (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure) less related debt outstanding used to acquire capital assets. These capital assets are used by the city to provide services to its citizens. As such, these assets are not available for future spending.

City of Bullhead City's restricted net position \$16,979,749 represents amounts that are to be used in accordance with external restrictions. The remaining balance of \$1,574,124 is unrestricted.

<b>City of Bullhead City, Arizona Condensed Statement of Net Position</b>						
	Governmental Activities		Business-type Activities		Total Primary Government	
	6/30/2022	6/30/2021	6/30/2022	6/30/2021	6/30/2022	6/30/2021
Current and other assets	\$ 51,645,332	\$ 44,567,678	\$ 17,465,960	\$ 7,116,511	\$ 69,111,292	\$ 51,684,189
Capital assets	52,827,866	50,419,853	200,912,778	103,545,465	\$ 253,740,644	\$ 153,965,318
Total assets	<u>104,473,198</u>	<u>94,987,531</u>	<u>218,378,738</u>	<u>110,661,976</u>	<u>322,851,936</u>	<u>205,649,507</u>
Total Deferred outflows of resources	4,350,141	7,025,591	237,410	296,762	4,587,551	7,322,353
Other liabilities	13,737,247	6,742,687	3,139,170	1,288,557	16,876,417	8,031,244
Long-term liabilities	44,565,011	53,662,332	123,128,750	15,508,953	167,693,761	69,171,285
Total liabilities	<u>58,302,258</u>	<u>60,405,019</u>	<u>126,267,920</u>	<u>16,797,510</u>	<u>184,570,178</u>	<u>77,202,529</u>
Total deferred inflows of resources	3,596,080	199,392	-	-	3,596,080	199,392
Net position:						
Net investment in capital assets	42,409,866	31,798,328	78,309,490	88,694,092	120,719,356	120,492,420
Restricted	5,756,972	4,992,729	11,222,777	2,405,807	16,979,749	7,398,536
Unrestricted	<u>(1,241,837)</u>	<u>4,617,654</u>	<u>2,815,961</u>	<u>3,061,329</u>	<u>1,574,124</u>	<u>7,678,983</u>
Total net position	<u>\$ 46,925,001</u>	<u>\$ 41,408,711</u>	<u>\$ 92,348,228</u>	<u>\$ 94,161,228</u>	<u>\$ 139,273,229</u>	<u>\$ 135,569,939</u>

Current and other assets increased in governmental activities by \$7.1 million from the prior year. Increases in local city sales taxes, state shared revenues and American Rescue Plan Act Federal Grant are primary reasons for change.

Other liabilities in governmental activities increased from the prior year \$7.0 million due to increase of capital projects accounts payable of \$3.7 million and \$3.5 million of deferred revenue of the federal grant American Rescue Plan Act. City wide paving project \$2.3 million is major part of accounts payable.

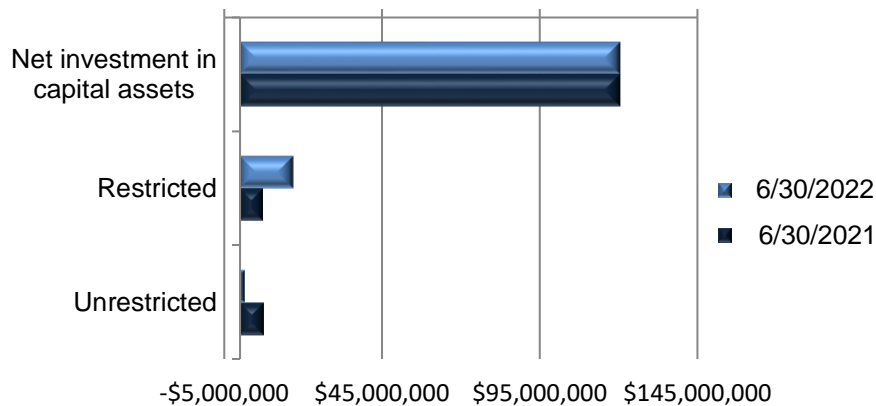
Long-term liabilities, which consists of bonds, notes, leases, compensated absences, and net pension liability, decreased \$9.1 million in governmental activities, and increased \$109.5 million for business-type activities. Governmental activities 2013 Series Excise Tax Bonds debt payments were completed in 2021, notes payable debt of \$1.6 million for water infrastructure financing authority, and decrease of net pension liability of \$5.5 million to the Arizona Public Safety Retirement System. There was a net investment income of \$7.1 reported by the Retirement System for the Plan Fiduciary Net Position.

Business-type activities includes \$100 million for the acquisition of the local water system, \$5 million for water system capital acquisitions and \$3 million for reimbursement for legal expenses related to the acquisition.

The largest portion of the City of Bullhead City's net position, \$120,719,356, reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure), net of accumulated depreciation and less any related outstanding debt that was used to acquire those assets. The City of Bullhead City uses those capital assets to provide a variety of services to its citizens. These assets are not available for future spending. Although the City of Bullhead City's investment in capital assets is reported net of related debt, it should be noted that the resources use to repay the debt must be provided from other resources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City of Bullhead City's net position, \$16,979,749 represents resources that are subject to external restrictions on how they may be used. As of the end of the current year, the City of Bullhead City's unrestricted net position was a balance of \$1,574,124.

### City of Bullhead City Net Position June 30, 2020 and 2021



The City's overall net position increased \$3,703,290 from the prior fiscal year. The following sections will discuss the reasons for the increase.

## Governmental Activities

### City of Bullhead City, Arizona Changes in Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	6/30/2022	6/30/2021	6/30/2022	6/30/2021	6/30/2022	6/30/2021
Revenues:						
Program revenues:						
Charges for services	\$ 6,923,973	\$ 5,684,366	\$ 19,925,966	\$ 10,380,711	\$ 26,849,939	\$ 16,065,077
Operating grants and contributions	10,229,059	9,413,545	-	-	10,229,059	9,413,545
Capital grants and contributions	1,533,750	382,494	-	-	1,533,750	382,494
General revenues:						
City sales tax	20,074,151	19,051,440	-	-	20,074,151	19,051,440
State shared sales tax	5,837,223	4,850,196	-	-	5,837,223	4,850,196
Urban revenue sharing	5,433,327	5,842,895	-	-	5,433,327	5,842,895
Franchise tax	531,294	531,201	-	-	531,294	531,201
State shared vehicle license tax	3,368,039	3,409,076	-	-	3,368,039	3,409,076
Investment earnings	52,924	17,695	30,739	4,375	83,663	22,070
Total revenues	<u>53,983,740</u>	<u>49,182,908</u>	<u>19,956,705</u>	<u>10,385,086</u>	<u>73,940,445</u>	<u>59,567,994</u>
Expenses:						
Government activities:						
General government	12,041,698	10,552,209	-	-	12,041,698	10,552,209
Public safety	17,291,208	16,039,415	-	-	17,291,208	16,039,415
Culture and recreation	6,717,091	5,244,518	-	-	6,717,091	5,244,518
Economic development	110,077	76,173	-	-	110,077	76,173
Redevelopment and housing	360,982	538,697	-	-	360,982	538,697
Highways and streets	9,762,416	11,775,065	-	-	9,762,416	11,775,065
Health and welfare	777,535	775,326	-	-	777,535	775,326
Interest on long-term debt	411,526	530,291	-	-	411,526	530,291
Business-type activities						
Water	-	-	13,086,450	1,238,585	13,086,450	1,238,585
Wastewater	-	-	9,678,172	9,778,052	9,678,172	9,778,052
Total expenses	<u>47,472,533</u>	<u>45,531,694</u>	<u>22,764,622</u>	<u>11,016,637</u>	<u>70,237,155</u>	<u>56,548,331</u>
Change in net position before transfers	6,511,207	3,651,214	(2,807,917)	(631,551)	3,703,290	3,019,663
Transfers in (out)	(994,917)	(108,740)	994,917	108,740	-	-
Change in net position	<u>5,516,290</u>	<u>3,542,474</u>	<u>(1,813,000)</u>	<u>(522,811)</u>	<u>3,703,290</u>	<u>3,019,663</u>
Net position - beginning	<u>41,408,711</u>	<u>37,866,237</u>	<u>94,161,228</u>	<u>94,684,039</u>	<u>135,569,939</u>	<u>132,550,276</u>
Net position - ending	<u>\$ 46,925,001</u>	<u>\$ 41,408,711</u>	<u>\$ 92,348,228</u>	<u>\$ 94,161,228</u>	<u>\$ 139,273,229</u>	<u>\$ 135,569,939</u>

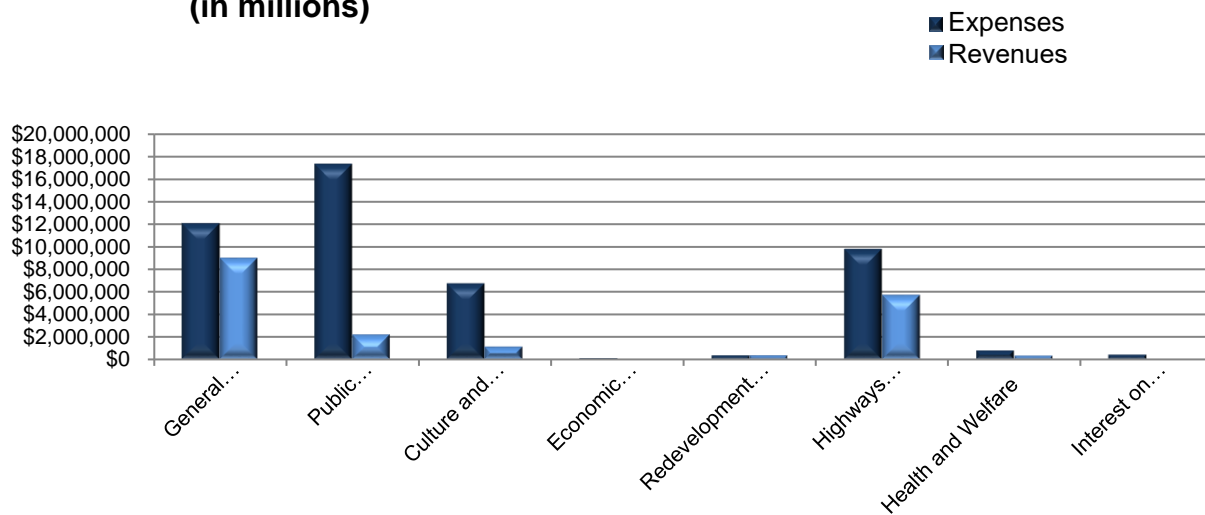
Bullhead City's net position for governmental activities increased \$5,516,290 from the prior fiscal year to an ending balance of \$46,925,001.

Revenues increased \$4.8 million from the prior year. Charges for services included the sale of real property for \$845,863. The 80-acre property sold was a small portion of donated land and property consisting of approximately 1,120 acres. Much of the real property is being exchanged with the federal government for other real property located in the City's Community Park. Capital grants revenue included Mohave County Flood Control Distribution of \$977,780. Local sales tax and state shared tax increased \$2 million from the prior year. Governmental activities revenue increased 9.8% from the prior year.

Expenditures grew from the prior year, increasing from \$45.5 million in the prior year to \$47.5 million in the current year. The significant increases were \$1.5 million in the General Government Function, \$1.3 million in the Public Safety Function, and \$1.5 million in the Culture and Recreation Function. The increases were primarily investments in capital assets such as technology replacement/upgrades, police replacement of software and vehicles, and park improvements. Governmental activities expenses increased 4.3% from the prior year.

The chart below shows revenues generated by the City of Bullhead City's programs are not sufficient to cover the costs. The City of Bullhead City relies on local sales tax, state shared revenues and other general revenues to cover the costs associated with various programs.

**Expenses and Program Revenues  
Governmental Activities  
(in millions)**



**Business-type Activities**

Bullhead City's business-type activities for fiscal year 2022 show that the overall net position decreased to an ending balance of \$94,348,228. The total decrease in net position for business-type activities was \$1,813,000 from the prior fiscal year. Operation of the local water system did not begin until September and revenue collections were not for entire fiscal year. However, the water system infrastructure needs significant maintenance. A water master plan is in process to develop capital improvement plan.

Revenue from business-type activities (water and wastewater funds) totaled \$19,956,705 compared to \$10,385,086 from the prior year. This is an increase of \$9,571,619 from the prior year. Expenses increased \$11,747,985 from the prior year primarily due to water system.

The city conducted a Wastewater Rate Study and determined with the maintenance and capital improvement needs there would need to be rate increase. The prior fixed wastewater user charge was adopted in 2003. After multiple work sessions, the City Council approved on June 5, 2018, a small user charge increases to be phased in over five years. Year four of rate phase-in is fiscal year 2022.



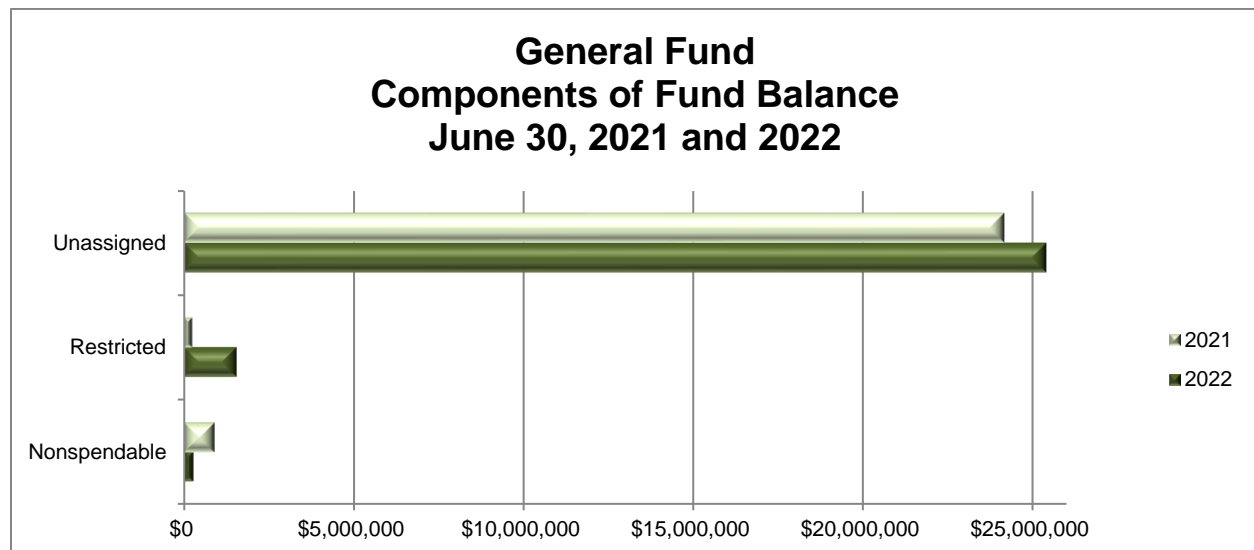
## FINANCIAL ANALYSIS OF GOVERNMENTAL FUNDS

The City uses fund accounting to assure and demonstrate compliance with finance-related legal requirements. The fund financial statements focus on individual parts of the City government while reporting the City operations in more detail than the government-wide statements. The City's governmental funds provide information on near-term inflows, outflows, and balances of spendable resources. This information is useful in assessing the City of Bullhead City's financing requirements. Unassigned fund balance may serve as a useful measure of a government's net resources available to use for a particular purpose.

### Analysis of Individual Funds

The general fund is the chief operating fund of the City of Bullhead City. At the end of the fiscal year unassigned fund balance of the general fund was \$25,406,036. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. Unassigned fund balance represents approximately 82% of the total general fund expenditures, while total fund balance represents approximately 88% of the same amount.

The fund balance of Bullhead City's general fund grew by \$1,923,082 during the 2022 fiscal year.



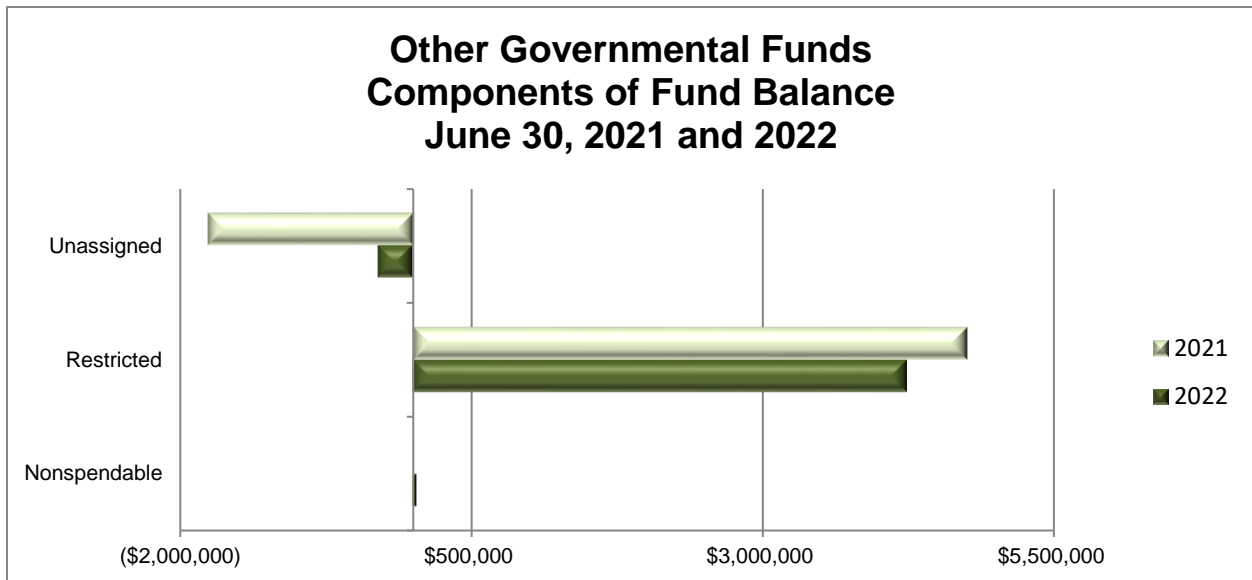
The HURF fund, a major fund, had an increase of \$560,938 in fund balance during the current fiscal year which put the ending fund balance in a positive position of \$1,207,371. The fund balance is spent down as the street preservation program progresses.

The Capital Projects Funds, a major fund, had a decrease in fund balance of \$144,273 during the current fiscal year to an ending balance of \$67,880. There were \$7.3 million of capital expenditures which consisted of \$4.3 million of park improvements and \$2.9 of street improvements during the current year. The sources of capital projects funding ranges from grants, financing, and other city funds.

SID Debt Service Funds, a major fund, had an increase in fund balance of \$649,550 during the current fiscal year to an ending balance of \$795,071. Special assessments from property owners collected semi-annually are used to pay debt payments. The timing of property owners' special assessment payoff resulted in an increase to fund balance.

Excise Revenue Bond Refunding Funds, a major fund, had an increase of \$173 in fund balance during the current fiscal year to an ending balance of \$49,858. This fund was used to account for Series 2013 and Series 2015B Bonds debt repayments. Series 2015B Bonds is now the only active bond and fund balance will remain for the most part stable.

The fund balances of Bullhead City's other governmental funds decreased by \$981,459 during the 2022 fiscal year.



The City's governmental funds reported combined fund balances on June 30, 2022, of \$31,206,550, which is an increase of \$2,904,541 compared to the previous fiscal year. Approximately 80% of this amount (\$25,108,036) constitutes unassigned fund balance, which is available for spending at the city's discretion. The remainder of the fund balance is either 1) not in spendable form (\$314,526), or 2) restricted for a particular purpose (\$5,783,987).

**Proprietary Funds**

The City of Bullhead City's proprietary funds provide the same type of information found in the business-type activities portion of the government-wide financial statements, but in more detail.

Unrestricted net position of the wastewater operations at the end of the year was \$6,876,690 and for the water operations there was a deficit of (\$4,060,729). The total change in net position for each of the funds is \$2,015,362 and (\$2,260,730), respectively.

As noted earlier in the discussion of business-type activities, wastewater rate increases are being phased in over five years.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

**Original budget compared to final budget**

During the year there was no need for significant budget amendments to increase original budgeted appropriations. General Fund Departmental. Generally, there are minor budget amendments to reallocate appropriations within departments.

**Final budget compared to actual results**

The most significant differences between estimated revenues and actual revenues were as follows:

<b>Revenue source</b>	<b>Estimated Revenues</b>	<b>Actual Revenues</b>	<b>Variance</b>
Taxes	\$ 18,761,356	\$ 20,605,445	\$ 1,844,089
Intergovernmental revenue	13,092,949	14,801,623	1,708,674
Charges for services	3,236,168	2,220,548	(1,015,620)
Licenses and permits	1,211,870	1,488,724	276,854
Other	1,341,738	1,962,150	620,412
	<u>\$ 37,644,081</u>	<u>\$ 41,078,490</u>	<u>\$ 3,434,409</u>

The city has worked diligently to diversify the local economy. The city has brought in Dot Foods, North America’s largest food industry redistributor and a Frito-Lay Distribution Center is beginning construction near Dot Foods. The city is expanding amenities at Community Park with beach expansion, new playground equipment and adding a dry-docked retired cruise boat donated by the owners of Laughlin River Tours. The boat will re-furnished to provide food and beverages to our citizens and visitors.

The nearby Colorado River, park amenities and weather attract many visitors from all over the country for sporting events and water sports.

The impact to our local economy is strong local tax collections. Local transaction privilege tax increased 5% from the prior year. The top three tax classifications are retail, restaurant and bar, and construction. Retail tax collections comprise 64% of tax revenue. The vacation home rental market continues to thrive locally as Transient Occupancy Tax (TOT) collections were \$404,307 in the current year.

The shortfall in the charges for services revenue were due to a first-year program estimate. The Marketplace at Community Park Program was to consist of a small convenience store, vendor booth rentals, ramada rentals, and parking fees. The vendor booth rentals did not take place.

A review of actual expenditures compared to the appropriations in the final budget shows the following variances.

<b>Classification</b>	<b>Final Budget</b>	<b>Actual Amount</b>	<b>Variance</b>
Personnel costs	\$ 23,353,437	\$ 22,333,275	\$ (1,020,162)
Maintenance & operations	9,780,774	6,890,641	(2,890,133)
Property	1,822,698	2,460,034	637,336
Debt service	1,132,936	5,374	(1,127,562)
Other Financing Sources (Uses)	9,833,845	8,850,869	(982,976)
	<u>\$ 45,923,690</u>	<u>\$ 40,540,193</u>	<u>\$ (5,383,497)</u>

Budgetary savings were present in all the expenditure classifications. Personnel costs savings are the result of employee turnover and recruitment timing. Long order lead-times for materials from vendors delayed many city purchases. The availability of materials impacted capital purchases. Some projects were scaled down, delayed, or cancelled due to high inflationary costs. As a result, capital projects programmed to be financed were not done.

Overall expenditure budget savings were \$5,023,336 for the General Fund.

## CAPITAL ASSET AND DEBT ADMINISTRATION

### Capital Assets

As of June 30, 2022, the city invested \$253,740,644 (net of accumulated depreciation) in a broad range of capital assets, including police equipment, buildings, park improvements, roads, sewer transmission and distribution systems, and water system. The total increase in capital assets for the current fiscal year was 64.8%.

**City of Bullhead City, Arizona  
Capital Assets  
As of June 30, 2022  
(Net of Depreciation)**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total Primary Government</b>	
	<u>6/30/2022</u>	<u>6/30/2021</u>	<u>6/30/2022</u>	<u>6/30/2021</u>	<u>6/30/2022</u>	<u>6/30/2021</u>
Capital assets not being depreciated:						
Land and improvements	\$ 3,082,739	\$ 3,075,261	\$ 3,527,783	\$ 620,883	\$ 6,610,522	\$ 3,696,144
Water rights			6,716,785	6,716,785	6,716,785	6,716,785
Construction in progress	4,200,058	1,137,275	2,409,955	1,538,444	6,610,013	2,675,719
Depreciable capital assets:						
Buildings	4,326,920	4,689,716	93,530	97,271	4,420,450	4,786,987
Improvements, other than buildings	6,969,797	5,780,987	76,074	111,468	7,045,871	5,892,455
Furniture, vehicles and equipment	5,051,300	4,546,972	2,575,772	340,128	7,627,072	4,887,100
Infrastructure	29,197,052	31,189,642	185,512,879	94,120,486	214,709,931	125,310,128
<b>Total</b>	<b><u>\$ 52,827,866</u></b>	<b><u>\$ 50,419,853</u></b>	<b><u>\$ 200,912,778</u></b>	<b><u>\$ 103,545,465</u></b>	<b><u>\$ 253,740,644</u></b>	<b><u>\$ 153,965,318</u></b>

Major capital asset events during the year include the following:

- The purchase of water system for \$100,000,000.
- The purchase of police jet boat for \$105,722.
- The purchase of police patrol vehicles and motorcycles for \$376,721.
- The purchase of new police records management system for \$765,600.
- Completion of Community Park Commercial Boat Ramp for \$1,243,935.

The city had commitments of approximately \$5,855,304 for capital expenditures commitments as of June 30, 2022.

Additional information on Bullhead City's capital assets can be found in Note 6 of this report.

## Long-Term Debt

As of June 30, 2022, the city had \$134,600,593 in bonded, and note debt. Of this amount, \$127,867,605 is debt backed the full faith and credit of the city and \$6,732,988 is special assessment debt for which the city is liable in the event of default by the property owners subject to the assessment. The remainder of the City of Bullhead City's long-term obligations is comprised of net pension liabilities, compensated absences, and capital leases.

**City of Bullhead City, Arizona  
Outstanding Debt  
As of June 30, 2021**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total Primary Government</b>	
	<u>6/30/2022</u>	<u>6/30/2021</u>	<u>6/30/2022</u>	<u>6/30/2021</u>	<u>6/30/2022</u>	<u>6/30/2021</u>
Revenue bonds, net of premiums and discounts	\$ 10,418,000	\$ 12,587,000	\$ 122,732,177	\$ 17,113,878	\$ 133,150,177	\$ 29,700,878
Notes payable- Water Infrastructure Financing Authority	3,852,593	6,034,525	-	-	3,852,593	6,034,525
Lease obligation	-	-	108,521	144,257	108,521	144,257
Net pension liabilities	27,046,207	32,526,847	-	-	27,046,207	32,526,847
Compensated absences	3,248,211	2,513,960	288,052	360,818	3,536,263	2,874,778
<b>Total</b>	<b><u>\$ 44,565,011</u></b>	<b><u>\$ 53,662,332</u></b>	<b><u>\$ 123,128,750</u></b>	<b><u>\$ 17,618,953</u></b>	<b><u>\$ 167,693,761</u></b>	<b><u>\$ 71,281,285</u></b>

The City of Bullhead City's total long-term liabilities increased by \$96,120,299 or 139%. The following are the reasons for the overall increase.

During the current year the City of Bullhead City issued bonds for the purchase of the local water system. The purchase was by condemnation and later a settlement agreement.

The City of Bullhead City issued Series 2021 Excise Taxes Revenue Obligations Bonds for condemnation bonded amount of \$89,255,000 for the local water system and related costs.

The City of Bullhead City issued Series 2022 Excise Taxes Revenue Obligation Bonds for \$18,750,000 for the local water system.

Standard & Poor on July 29, 2021, assigned its 'AA' stable rating for the Series 2021 \$89,255,000 Excise Taxes Revenue and Revenue Refunding Obligation Bonds.

Standard & Poor on March 16, 2022, assigned its 'AA' stable rating for the Series 2022 \$18,750,000 Excise Taxes Revenue and Revenue Refunding Obligation Bonds.

Additional information on Bullhead City's long-term liabilities can be found in Note 7 of this report.

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

The following economic factors were taken into consideration in developing the fiscal year 2022-2023 budget.

- American Rescue Plan COVID-19 Grant Funds estimated \$6,827,222.
- Estimated local tax revenue with an increase of 11 % compared to 2022 budget.
- State shared revenue distributions were estimated to increase 32% per the State of Arizona projections.
- Cost of living adjustment of 5.9% for employees.
- Employer public safety retirement costs for a total of 63.65 percent for Tier 1 employees; 67.65 percent or 66.65 percent for Tier 2 employees(depending on hire date); and 66.93 percent for Tier 3 employees
- The unemployment rate for Bullhead City in April 2022 was 4.5%.

All these factors were considered in preparing Bullhead City's budget.

The General Fund operating budget for fiscal year 2022-2023 appropriation is \$36,827,951, an increase of 2.2%, or \$795,281 over the prior year.

## **REQUESTS FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, City of Bullhead City, 2355 Trane Road, Bullhead City, Arizona, 86442.

# Financial Section

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## Basic Financial Statements

**Government-wide Financial Statements** - include the Statement of Net Position and Statement of Activities and use the accrual basis of accounting for financial reporting.

**Governmental Funds Financial Statements** - include the Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance for the major governmental funds that use the modified accrual basis of reporting. Also includes the reconciliations to the government-wide financial statements and the Budget and Actual statements for the General Fund and all major Special Revenue Funds.

**Proprietary Funds Financial Statements** - include the Statement of Net Position, Statement of Revenues, Expenses and Changes in Fund Net Position and Statement of Cash Flows for the business-type activities that use the accrual basis of accounting for financial reporting.

## Notes to the Financial Statements





CITY OF BULLHEAD CITY, ARIZONA  
STATEMENT OF NET POSITION  
June 30, 2022

	Primary Government		Total
	Governmental Activities	Business-type Activities	
<b>ASSETS</b>			
Cash and cash equivalents	\$ 39,116,587	\$ 2,926,804	\$ 42,043,391
Receivables (net of allowances)			
Accounts	1,633,614	3,299,103	4,932,717
Taxes	164,544	5,893	170,437
Intergovernmental	3,543,864	-	3,543,864
Prepays and inventory	1,683,058	11,383	1,694,441
Restricted cash	2,518,645	11,222,777	13,741,422
Special assessment receivable	2,469,855	-	2,469,855
Net OPEB asset	515,165	-	515,165
Capital assets:			
Non-depreciable/amortized	7,282,797	12,654,523	19,937,320
Depreciable/amortized (net)	45,545,069	188,258,255	233,803,324
Total assets	<u>104,473,198</u>	<u>218,378,738</u>	<u>322,851,936</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows related to pensions and OPEB	4,350,141	-	4,350,141
Deferred charge on debt refunding	-	237,410	237,410
Total deferred outflows of resources	<u>4,350,141</u>	<u>237,410</u>	<u>4,587,551</u>
<b>LIABILITIES</b>			
Accounts payable	6,155,097	1,366,135	7,521,232
Accrued payroll and related liabilities	1,349,341	188,555	1,537,896
Other liabilities	1,228,033	32,260	1,260,293
Deposits held for others	1,361,720	388,674	1,750,394
Interest payable	142,102	1,163,546	1,305,648
Unearned revenue	3,500,954	-	3,500,954
Long-term liabilities:			
Due within one year:			
Compensated absences	444,927	72,013	516,940
Leases payable	-	108,521	108,521
Notes payable	1,602,264	-	1,602,264
Bonds payable	806,000	4,770,000	5,576,000
Due in more than one year:			
Compensated absences	2,803,284	216,039	3,019,323
Notes payable	2,250,329	-	2,250,329
Bonds payable	9,612,000	117,962,177	127,574,177
Net pension liabilities	27,046,207	-	27,046,207
Total liabilities	<u>58,302,258</u>	<u>126,267,920</u>	<u>184,570,178</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows related to pensions and OPEB	3,596,080	-	3,596,080
Total deferred inflows of resources	<u>3,596,080</u>	<u>-</u>	<u>3,596,080</u>
<b>NET POSITION</b>			
Net investment in capital assets	42,409,866	78,309,490	120,719,356
Restricted for:			
Highways and streets	1,350,565	-	1,350,565
Community development	1,334,521	-	1,334,521
Public safety	1,608,993	-	1,608,993
Other purposes	474,624	-	474,624
Capital projects	143,162	-	143,162
Debt service	845,107	11,222,777	12,067,884
Unrestricted (deficit)	<u>(1,241,837)</u>	<u>2,815,961</u>	<u>1,574,124</u>
Total net position	<u>\$ 46,925,001</u>	<u>\$ 92,348,228</u>	<u>\$ 139,273,229</u>

See accompanying notes.

CITY OF BULLHEAD CITY, ARIZONA  
STATEMENT OF ACTIVITIES  
Year Ended June 30, 2022

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 12,041,698	\$ 3,896,958	\$ 4,586,203	\$ 491,657
Public safety	17,291,208	1,737,184	462,729	-
Culture and recreation	6,717,091	1,101,015	1,107	25,000
Economic development	110,077	-	-	-
Redevelopment and housing	360,982	71,556	283,487	-
Highways and streets	9,762,416	116,150	4,558,555	1,017,093
Health and welfare	777,535	1,110	336,978	-
Interest on long-term debt	411,526	-	-	-
Total governmental activities	<u>47,472,533</u>	<u>6,923,973</u>	<u>10,229,059</u>	<u>1,533,750</u>
Business-type activities				
Wastewater	9,678,172	10,626,540	-	-
Water utility	13,086,450	9,299,426	-	-
Total business-type activities	<u>22,764,622</u>	<u>19,925,966</u>	<u>-</u>	<u>-</u>
Total government	<u>\$ 70,237,155</u>	<u>\$ 26,849,939</u>	<u>\$ 10,229,059</u>	<u>\$ 1,533,750</u>

General revenues  
Taxes:  
  City sales tax  
  Franchise tax  
Intergovernmental:  
  State shared sales taxes (unrestricted)  
  Urban revenue sharing (unrestricted)  
  Stated shared vehicle license tax  
  Unrestricted investment earnings  
Transfers in (out)  
  Total general revenues and transfers  
Change in net position

Net position, beginning of year

Net position, end of year

Net (Expense) Revenue and Changes in Net Position

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
\$ (3,066,880)	\$ -	\$ (3,066,880)
(15,091,295)	-	(15,091,295)
(5,589,969)	-	(5,589,969)
(110,077)	-	(110,077)
(5,939)	-	(5,939)
(4,070,618)	-	(4,070,618)
(439,447)	-	(439,447)
(411,526)	-	(411,526)
<u>(28,785,751)</u>	<u>-</u>	<u>(28,785,751)</u>
-	948,368	948,368
<u>-</u>	<u>(3,787,024)</u>	<u>(3,787,024)</u>
<u>-</u>	<u>(2,838,656)</u>	<u>(2,838,656)</u>
<u>(28,785,751)</u>	<u>(2,838,656)</u>	<u>(31,624,407)</u>
20,074,151	-	20,074,151
531,294	-	531,294
5,837,223	-	5,837,223
5,433,327	-	5,433,327
3,368,039	-	3,368,039
52,924	30,739	83,663
(994,917)	994,917	-
<u>34,302,041</u>	<u>1,025,656</u>	<u>35,327,697</u>
<u>5,516,290</u>	<u>(1,813,000)</u>	<u>3,703,290</u>
<u>41,408,711</u>	<u>94,161,228</u>	<u>135,569,939</u>
<u>\$ 46,925,001</u>	<u>\$ 92,348,228</u>	<u>\$ 139,273,229</u>



# Financial Section

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## Governmental- Wide Fund Financial Statements

### **Major Funds**

#### **General Fund**

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

#### **HURF Fund**

This fund accounts for the City's share of Arizona's highway user tax revenues and associated expenditures legally restricted for road construction and maintenance.

#### **Capital Projects Fund**

This fund is used to account for funds received and expended for the construction of buildings and improvements as well as for the acquisition of equipment used by the City.

#### **Special Improvement District (SID) Fund**

This fund is used to account for resources accumulated and payments made for principal and interest on long-term special assessment debt of the governmental funds.

#### **Excise Revenue Bond Refunding**

This fund is used to account for all governmental fund debt activity for Excise Tax Revenue Bonds

### **Non - Major Funds**

Other governmental funds are the non-major funds and are special revenue, debt service and capital project funds.

CITY OF BULLHEAD CITY, ARIZONA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2022

	General	HURF	Capital Projects Funds
<b>ASSETS</b>			
Cash and cash equivalents	\$ 26,035,061	\$ 1,019,573	\$ 3,600,235
Restricted cash	1,546,911	13,032	-
Receivables, net of allowances for uncollectibles:			
Accounts	1,205,550	1,216	730
Taxes	121,292	-	40,208
Intergovernmental	2,854,439	452,720	4,743
Due from other funds	724,761	-	-
Inventory and Prepays	281,379	-	-
Special assessments receivable	-	-	-
<b>Total assets</b>	<b>\$ 32,769,393</b>	<b>\$ 1,486,541</b>	<b>\$ 3,645,916</b>
<b>LIABILITIES</b>			
Accounts payable	\$ 1,234,858	\$ 187,191	\$ 3,524,020
Accrued payroll and related liabilities	1,184,687	71,287	-
Due to other funds	-	-	-
Other liabilities	1,096,519	1,001	13,808
Deposits held for others	1,154,820	-	-
Unearned revenue	-	-	-
Interest payable	-	-	-
Matured bonds payable	-	-	-
<b>Total liabilities</b>	<b>4,670,884</b>	<b>259,479</b>	<b>3,537,828</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenue - other	269,077	19,691	40,208
Unavailable revenue - nuisance and building abatement fees	595,106	-	-
Unavailable revenue - special assessments	-	-	-
<b>Total deferred inflows of resources</b>	<b>864,183</b>	<b>19,691</b>	<b>40,208</b>
<b>FUND BALANCES</b>			
<b>Nonspendable</b>			
Inventory and Prepays	281,379	-	-
<b>Restricted</b>			
Highways and streets	-	1,207,371	-
Community development	-	-	-
Public safety	1,473,579	-	-
Capital projects	-	-	67,880
Debt service	-	-	-
Other purposes	73,332	-	-
Unassigned	25,406,036	-	-
<b>Total fund balances</b>	<b>27,234,326</b>	<b>1,207,371</b>	<b>67,880</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 32,769,393</b>	<b>\$ 1,486,541</b>	<b>\$ 3,645,916</b>

SID Debt Service Funds	Excise Revenue Bond Refunding Funds	Non-Major Governmental Funds	Total Governmental Funds
\$ 1,002,476	\$ 49,858	\$ 6,180,629	\$ 37,887,832
-	165,475	793,227	2,518,645
-	-	387,682	1,595,178
-	-	3,044	164,544
-	-	231,962	3,543,864
-	-	-	724,761
-	-	33,147	314,526
2,469,318	-	537	2,469,855
<u>\$ 3,471,794</u>	<u>\$ 215,333</u>	<u>\$ 7,630,228</u>	<u>\$ 49,219,205</u>
\$ -	\$ -	\$ 934,255	\$ 5,880,324
-	-	77,303	1,333,277
-	-	325,196	325,196
1,350	-	110,846	1,223,524
206,900	-	-	1,361,720
-	-	3,500,954	3,500,954
-	6,475	78,932	85,407
-	159,000	542,000	701,000
<u>208,250</u>	<u>165,475</u>	<u>5,569,486</u>	<u>14,411,402</u>
-	-	11,196	340,172
-	-	-	595,106
2,468,473	-	197,502	2,665,975
<u>2,468,473</u>	<u>-</u>	<u>208,698</u>	<u>3,601,253</u>
-	-	33,147	314,526
-	-	143,194	1,350,565
-	-	1,334,521	1,334,521
-	-	135,414	1,608,993
-	-	75,282	143,162
795,071	49,858	178	845,107
-	-	401,292	474,624
-	-	(270,984)	25,135,052
<u>795,071</u>	<u>49,858</u>	<u>1,852,044</u>	<u>31,206,550</u>
<u>\$ 3,471,794</u>	<u>\$ 215,333</u>	<u>\$ 7,630,228</u>	<u>\$ 49,219,205</u>

See accompanying notes.

CITY OF BULLHEAD CITY, ARIZONA  
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION  
GOVERNMENTAL FUNDS  
June 30, 2022

Fund balances - total governmental funds		\$ 31,206,550
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds		52,827,866
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.		3,601,253
Long-term assets and liabilities are not due and payable in the current period and, therefore, they are not reported in the funds:		
Revenue bonds	\$ (6,787,000)	
Improvement bonds	(2,930,000)	
Notes payable	(3,852,593)	
Accrued interest payable	(56,695)	
Net pension liability	(27,046,207)	
Net OPEB asset	515,165	
Compensated absences	<u>(3,248,211)</u>	(43,405,541)
Deferred outflows and inflows of resources related to pensions/OPEB are applicable to future reporting periods and, therefore are not reported in the funds.		754,061
Internal service funds are used by management to charge the cost of certain activities, such as fleet management, risk management and employee benefits to individual funds. The assets and liabilities of internal service funds, net of long-term assets and liabilities reconciled above, are included in governmental activities in the Statement of Net Position:		<u>1,940,813</u>
Total net position of governmental activities		<u>\$ 46,925,002</u>





CITY OF BULLHEAD CITY, ARIZONA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
Year Ended June 30, 2022

REVENUES	General Fund	HURF	Capital Projects Funds
City tax revenue	\$ 20,605,445	\$ -	\$ -
Intergovernmental	14,801,883	4,558,555	46,313
Charges for services	2,220,548	-	-
Special assessments	-	-	-
Licenses and permits	1,488,724	-	-
Fines and forfeitures	714,382	-	-
Rents	147,030	-	-
Investment earnings	36,392	2,984	182
Other revenues	1,064,346	51,015	21
Total revenues	<u>41,078,750</u>	<u>4,612,554</u>	<u>46,516</u>
EXPENDITURES			
Current:			
General government	9,550,623	29,271	-
Public safety	15,360,596	-	-
Culture and recreation	4,428,471	-	37,876
Economic development	119,239	-	-
Redevelopment and housing	-	-	-
Highways and streets	-	3,986,466	-
Health and welfare	436,713	-	-
Capital outlay	1,044,561	9,148	7,265,564
Debt service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	<u>30,940,203</u>	<u>4,024,885</u>	<u>7,303,440</u>
Excess (deficiency) of revenues over (under) expenditures	<u>10,138,547</u>	<u>587,669</u>	<u>(7,256,924)</u>
OTHER FINANCING SOURCES (USES)			
Sale of capital assets	-	-	-
Issuance of debt	-	-	-
Transfers in	635,663	43,269	7,112,651
Transfers out	<u>(8,851,128)</u>	<u>(70,000)</u>	<u>-</u>
Total other financing (uses) sources	<u>(8,215,465)</u>	<u>(26,731)</u>	<u>7,112,651</u>
Net change in fund balances	1,923,082	560,938	(144,273)
Fund balances - beginning of year	<u>25,311,244</u>	<u>646,433</u>	<u>212,153</u>
Fund balances - end of year	<u>\$ 27,234,326</u>	<u>\$ 1,207,371</u>	<u>\$ 67,880</u>

SID Debt Service Funds	Excise Revenue Bond Refunding Funds	Non-Major Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ 20,605,445
-	-	6,549,015	25,955,766
-	-	644,299	2,864,847
1,712,561	-	266,954	1,979,515
-	-	20	1,488,744
-	-	54,604	768,986
-	-	-	147,030
1,492	174	11,700	52,924
49	-	175,075	1,290,506
<u>1,714,102</u>	<u>174</u>	<u>7,701,667</u>	<u>55,153,763</u>
59,410	-	2,411,377	12,050,681
-	-	184,607	15,545,203
-	-	96,951	4,563,298
-	-	-	119,239
-	-	360,982	360,982
-	-	409,307	4,395,773
-	-	340,822	777,535
-	-	1,774,411	10,093,684
2,181,932	159,000	642,000	2,982,932
144,682	12,949	286,700	444,331
<u>2,386,024</u>	<u>171,949</u>	<u>6,507,157</u>	<u>51,333,658</u>
<u>(671,922)</u>	<u>(171,775)</u>	<u>1,194,510</u>	<u>3,820,105</u>
90,454	-	-	90,454
-	-	-	-
261,951	171,948	3,413,018	11,638,500
<u>(340,623)</u>	<u>-</u>	<u>(3,382,766)</u>	<u>(12,644,517)</u>
<u>11,782</u>	<u>171,948</u>	<u>30,252</u>	<u>(915,563)</u>
<u>(660,140)</u>	<u>173</u>	<u>1,224,762</u>	<u>2,904,542</u>
<u>1,455,211</u>	<u>49,685</u>	<u>627,282</u>	<u>28,302,008</u>
<u>\$ 795,071</u>	<u>\$ 49,858</u>	<u>\$ 1,852,044</u>	<u>\$ 31,206,550</u>

CITY OF BULLHEAD CITY, ARIZONA  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND  
BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
Year Ended June 30, 2022

Net change in fund balances - total governmental funds	\$ 2,904,542
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation/amortization expense.	
Capital outlay	\$ 6,785,566
Contributed capital	18,000
Loss of disposal capital assets	(5,133)
Depreciation/amortization expense	<u>(4,390,420)</u>
	2,408,013
Pension and OPEB contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the City's report date. Pension/OPEB expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions/OPEB, is reported in the Statement of Activities.	(269,205)
Collection of revenues in the governmental funds exceed revenues reported in the Statement of Activities	1,467,128
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is issued, whereas these amounts are amortized in the Statement of Activities.	
Principal repaid	2,982,932
Some expenses reported in the Statement of Activities do not require the use of current financial resources, and therefore, are not reported as expenses in governmental funds.	
Compensated absences payable	(734,251)
Interest on debt	32,805
Internal service funds are used by management to charge the costs of certain activities, such as fleet management, risk management and employee benefits to individual funds. The change in net position of internal service funds less the change in non-current assets and liabilities is reported with governmental activities in the Statement of Activities.	<u>(3,275,673)</u>
Change in net position of governmental activities	<u>\$ 5,516,291</u>

# Financial Section

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## Proprietary Fund

### **Enterprise Fund**

### **Wastewater Fund**

This fund is used to account for the administration, operations and maintenance of the wastewater collection lines and treatment facility.

### **Water Fund**

This fund is used to account for the activities of the City's water utility operations.

CITY OF BULLHEAD CITY, ARIZONA  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
June 30, 2022

ASSETS	Business-type Activities-Enterprise Funds			Governmental
	Wastewater Fund	Water Fund	Total	Internal Services Funds
Current assets				
Cash and cash equivalents	\$ 2,926,804	\$ -	\$ 2,926,804	\$ 1,228,755
Accounts receivable, net	1,442,630	1,862,366	3,304,996	38,436
Due from other funds	3,664,734	-	3,664,734	-
Inventory	-	-	-	63,517
Prepaid expenses	-	11,383	11,383	1,305,015
Total current assets	8,034,168	1,873,749	9,907,917	2,635,723
Noncurrent assets				
Restricted cash	2,316,014	8,906,763	11,222,777	-
Capital assets:				
Capital assets, not being depreciated/amortized	2,928,288	9,726,235	12,654,523	-
Capital assets, being depreciated/amortized, net	90,787,732	97,470,523	188,258,255	-
Total noncurrent assets	96,032,034	116,103,521	212,135,555	-
Total assets	104,066,202	117,977,270	222,043,472	2,635,723
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge on debt refunding	237,410	-	237,410	-
Total deferred outflows of resources	237,410	-	237,410	-
LIABILITIES				
Current liabilities				
Accounts payable	343,591	1,022,544	1,366,135	274,773
Accrued payroll and related liabilities	93,897	94,658	188,555	16,064
Due to other funds	-	3,664,734	3,664,734	399,564
Other liabilities	32,260	-	32,260	4,509
Deposits held for others	337,469	51,205	388,674	-
Interest payable	150,955	1,012,591	1,163,546	-
Current portion of:				
Compensated absences	49,827	22,187	72,013	-
Lease payable	108,521	-	108,521	-
Bonds payable	2,135,000	2,635,000	4,770,000	-
Total current liabilities	3,251,520	8,502,919	11,754,438	694,910
Noncurrent liabilities				
Compensated absences	149,480	66,560	216,039	-
Bonds payable, net	8,021,685	109,940,492	117,962,177	-
Total noncurrent liabilities	8,171,165	110,007,052	118,178,216	-
Total liabilities	11,422,684	118,509,970	129,932,654	694,910
NET POSITION				
Net investment in capital assets	83,688,224	(5,378,734)	78,309,490	-
Restricted for debt service	2,316,014	8,906,763	11,222,777	-
Unrestricted (deficit)	6,876,690	(4,060,729)	2,815,961	1,940,813
Total net position	\$ 92,880,928	\$ (532,700)	\$ 92,348,228	\$ 1,940,813

CITY OF BULLHEAD CITY, ARIZONA  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
Year Ended June 30, 2022

	Business-type Activities-Enterprise Funds			Governmental
	Wastewater Fund	Water Fund	Total	Activities Internal Services Funds
Operating revenues				
Charges for services	\$ 10,454,599	\$ 67,883	\$ 10,522,482	\$ 6,485,617
Application fees, tap fees and other	-	9,220,594	9,220,594	-
Other revenues	171,941	10,949	182,890	361,989
Total operating revenue	<u>10,626,540</u>	<u>9,299,426</u>	<u>19,925,966</u>	<u>6,847,606</u>
Operating expenses				
Salaries and related expenses	2,409,809	1,810,171	4,219,980	440,167
Medical claims and self-insurance	11,226	144,779	156,005	5,057,103
Administration	917,013	4,584,328	5,501,341	1,863,562
Utilities	777,643	571,568	1,349,211	24,085
Maintenance, supplies and equipment	646,181	786,279	1,432,460	53,001
Depreciation/amortization	3,863,156	1,423,535	5,286,691	-
Other	740,329	316,484	1,056,813	1,672
Total operating expenses	<u>9,365,357</u>	<u>9,637,144</u>	<u>19,002,501</u>	<u>7,439,590</u>
Operating income (loss)	<u>1,261,183</u>	<u>(337,718)</u>	<u>923,465</u>	<u>(591,984)</u>
Non-operating Revenues (Expenses)				
Investment income	9,762	20,977	30,739	2,228
Gain (loss) on disposal of capital assets	-	-	-	(2,697,017)
Interest expense and fiscal charges	(312,815)	(3,449,306)	(3,762,121)	-
Total nonoperating revenue (expense)	<u>(303,053)</u>	<u>(3,428,329)</u>	<u>(3,731,382)</u>	<u>(2,694,789)</u>
Income (loss) before transfers and contributions	<u>958,130</u>	<u>(3,766,047)</u>	<u>(2,807,917)</u>	<u>(3,286,773)</u>
Transfers in	447,584	894,008	1,341,592	402,043
Transfers out	<u>(346,675)</u>	-	<u>(346,675)</u>	<u>(390,943)</u>
Change in net position	<u>1,059,039</u>	<u>(2,872,039)</u>	<u>(1,813,000)</u>	<u>(3,275,673)</u>
Net position, beginning of year	<u>91,821,889</u>	<u>2,339,339</u>	<u>94,161,228</u>	<u>5,216,486</u>
Total net position-end of year	<u>\$ 92,880,928</u>	<u>\$ (532,700)</u>	<u>\$ 92,348,228</u>	<u>\$ 1,940,813</u>

CITY OF BULLHEAD CITY, ARIZONA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
Year Ended June 30, 2022

	Business-type Activities-Enterprise Funds			Governmental
	Wastewater Fund	Water Fund	Total	Internal Services Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers	\$ 9,986,694	\$ 7,587,879	\$ 17,574,573	\$ -
Receipts from interfund services	-	-	-	6,715,451
Other operating receipts	171,941	10,949	182,890	361,989
Payments to suppliers	(3,007,633)	(5,514,783)	(8,522,416)	(6,892,839)
Payments to employees	(2,590,777)	(1,794,089)	(4,384,866)	(452,881)
Cash flows provided (used) by operating activities	<u>4,560,225</u>	<u>289,956</u>	<u>4,850,181</u>	<u>(268,280)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Interfund borrowings from	(3,664,734)	-	(3,664,734)	-
Interfund borrowings to	-	2,785,927	2,785,927	204,620
Interfund advances to	-	(693,577)	(693,577)	-
Interfund transfers in	466,051	993,217	1,459,268	402,043
Interfund transfers out	(346,675)	-	(346,675)	(390,943)
Cash flows provided (used) by noncapital and related financing activities	<u>(3,545,358)</u>	<u>3,085,567</u>	<u>(459,791)</u>	<u>215,720</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Purchase of capital assets	(768,962)	(102,002,717)	(102,771,679)	-
Proceeds from sale of capital assets	-	-	-	29,552
Capital debt proceeds	-	110,031,772	110,031,772	-
Principal paid on long term debt	(2,105,736)	(140,000)	(2,245,736)	-
Interest paid on long-term debt	(342,325)	(2,517,976)	(2,860,301)	-
Cash flows provided (used) by capital and related financing activities	<u>(3,217,023)</u>	<u>5,371,079</u>	<u>2,154,056</u>	<u>29,552</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest received	<u>9,762</u>	<u>20,977</u>	<u>30,739</u>	<u>2,228</u>
Cash flows provided (used) by investing activities	<u>9,762</u>	<u>20,977</u>	<u>30,739</u>	<u>2,228</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<u>(2,192,394)</u>	<u>8,767,579</u>	<u>6,575,185</u>	<u>(20,780)</u>
Cash and cash equivalents at beginning of year	<u>7,435,212</u>	<u>139,184</u>	<u>7,574,396</u>	<u>1,249,535</u>
Cash and cash equivalents at end of year	<u>\$ 5,242,818</u>	<u>\$ 8,906,763</u>	<u>\$ 14,149,581</u>	<u>\$ 1,228,755</u>



	Business-type Activities-Enterprise Funds			Governmental
	Wastewater	Water	Total	Activities
	Fund	Fund		Internal
			Services Funds	
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Net operating income (loss)	\$ 1,261,183	\$ (337,718)	\$ 923,465	\$ (591,984)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation/amortization expense	3,863,156	1,423,535	5,286,691	-
Changes in operating assets and liabilities				
Accounts receivable	(445,769)	(1,751,803)	(2,197,572)	229,834
Intergovernmental receivable	-	-	-	-
Inventory and prepaid items	7,362	(11,383)	(4,021)	69,915
Increase/(decrease) in:				
Accounts payable	63,915	755,259	819,174	75,114
Accrued payroll and related liabilities	(16,935)	80,820	63,885	(12,714)
Other liabilities	2,256	-	2,256	(38,445)
Customer deposits	(22,136)	51,205	29,069	-
Compensated absences	(152,807)	80,041	(72,766)	-
Net cash provided (used) by operating activities:	\$ 4,560,225	\$ 289,956	\$ 4,850,181	\$ (268,280)
Noncash investing, capital, and financing activities:				
Contributions of capital assets	\$ 18,467	\$ 99,209	\$ 117,676	\$ -
Amortization of bond premium	60,562	32,911	93,473	-
Amortization of deferred charge on refunding	59,352	-	59,352	-
Reconciliation of cash and cash equivalents to the statement of net position				
Cash and cash equivalents	\$ 2,926,804	\$ -	\$ 2,926,804	\$ 1,228,755
Restricted cash	2,316,014	8,906,763	11,222,777	-
Total cash and cash equivalents	\$ 5,242,818	\$ 8,906,763	\$ 14,149,581	\$ 1,228,755



# Financial Section

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Notes to the Financial Statements



CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City of Bullhead City, Arizona (the City) conform to U.S. generally accepted accounting principles applicable to governmental units adopted by the Governmental Accounting Standards Board (GASB). A summary of the City's more significant accounting policies follows.

A. Reporting Entity

The City, incorporated in 1984, is a general purpose local government that is governed by an elected Mayor and Council. As required under generally accepted accounting principles, these financial statements present the activities of the City (a primary government) and its component units. Component units are legally separate entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are in substance part of the City's operations. Therefore, data from these component units is combined with data of the primary government. A discretely presented component unit, on the other hand, is reported in a separate column in combined financial statements to emphasize that it is legally separate from the government. The City has no discretely presented component units.

Blended Component Units

The Bullhead City Municipal Property Corporation (MPC) was formed as a nonprofit corporation that assists in the acquisition and financing of municipal projects and facilities. The City Council appoints all members of the board of directors. The City has no liability for the Corporations' debt. For financial reporting purposes, transactions of the Corporation are combined together and included as if they were part of the City's operations.

The Bullhead City Sewer Improvement Districts #1, 2 and 3 were formed as improvement districts that were created to fund sewer services for specific property owners. The City Council serves as the board of directors and have ability to significantly influence operations. The City has no liability for the Districts' debt. For financial reporting purposes, transactions of the Districts are combined together and included as if they were part of the City's operations.

The Bullhead City Parkway Road Improvement District and East Branch Sewer District were formed as Improvement districts that were created to fund construction of a roadway and a supporting sewer line. The City Council serves as the board of directors and has the ability to significantly influence operations. The City has no liability for the Districts' debt. For financial reporting purposes, transactions of the Districts are combined together and included as if they were part of the City's operations.

Financial data for each of the individual component units may be obtained at the City's administrative offices.

B. Basis of Presentation – Government-Wide Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report the information on all of the nonfiduciary activities of the primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from the business-type activities, which rely to a significant extent on fees and charges for support.

CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation – Government-Wide Financial Statements (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment (e.g. special assessments). Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements; all non-major funds are aggregated and presented in a single column.

C. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Special assessments are recognized as revenues in the year for which the related capital projects are substantially complete. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. 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 this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the next fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

The City reports the following major governmental funds:

The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *High User Revenue Fund (HURF)* accounts for the City's share of Arizona highway user tax revenues and associated expenditures legally restricted for road construction and maintenance.

The *Capital Projects Fund* is used to account for maintenance and operations of the City's parks and other municipal facilities.

The *Special Improvement District (SID) Debt Service Fund* is used to account for the resources accumulated and payments made for principal and interest on long-term special assessment debt of the governmental funds.

The *Excise Revenue Bond Refunding Fund* is used to account for the resources accumulated and payments made for principal and interest on long-term excise tax debt of the governmental funds.

The City reports the following major proprietary funds:

The *Wastewater Fund* is used to account for the administration, operations and maintenance of the wastewater collection lines and treatment facility.

The *Water Fund* is used to account for the activities of the City's water utility operations.

Additionally, the City reports the following fund type:

*Internal Service Funds* account for the fleet management services and insurance services provided to other departments or agencies of the government on a cost reimbursement basis.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to the general rule are charges between the City's wastewater function and various other functions of the City. Elimination of these charges would distort the costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* 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 wastewater and water funds, and of the City's internal service funds, are charges to customers and departments for sales and services provided. The wastewater fund also recognizes as operating revenue the tap fees intended to recover the cost of connecting new customers to the collection system. Operating expense for enterprise and internal service funds include the cost of sales and services, administration expenses, and depreciation/amortization on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Deposits and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments for the City, as well as for its component unit, are reported at fair value. The Arizona State Treasurer's local government investment pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

E. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "advances to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

All trade receivables are shown net of an allowance for uncollectibles. The amount of the estimated uncollectible trade receivables at June 30, 2022 was \$108,000, which represents approximately 7.5% of the current trade receivables balance. There is no allowance for uncollectibles on special assessments receivable as the City has a subordinated lien on all properties subject to the special assessments.

F. Inventories and Prepaid Items

All inventories are valued at cost (determined by weighted average method) and consist of expendable supplies held for consumption. Inventories of the City are recorded as expenditures when consumed.

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



CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Restricted Assets

Certain proceeds of the City's revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited by applicable bond covenants.

H. Capital assets

The City's capital assets, which include land, buildings and related improvements, furniture, vehicles, equipment, construction in progress and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), including right-to-use assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets, other than infrastructure, are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. The City reports infrastructure assets on a network and subsystem basis. Accordingly, the amounts spent for the construction or acquisition of infrastructure assets are capitalized and reported consistent with all other capital assets and are presented in the government-wide financial statements.

Intangible right-to-use lease assets are amortized over the shorter of the lease term or the useful life of the underlying asset.

Property, plant and equipment of the City, as well as its component unit, is depreciated using the straight-line method over the following estimated useful lives:

Buildings	25 to 40 years
Building improvements	5 to 25 years
Public domain infrastructure	15 to 25 years
System infrastructure (wastewater system)	40 to 45 years
Furniture, vehicles and equipment	3 to 10 years

I. Compensated absences

It is the City's policy to permit employees to accumulate earned but unused personal leave and vacation. Upon termination, the employee would be entitled to 50 – 100% of unused personal leave. Compensated absences are accrued and reported as liabilities in the government-wide and proprietary fund financial statements. Governmental funds report only the current portion of compensated absences payable as a result of employee termination, resignation or retirement.

J. Long-term obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Long-term obligations (Continued)

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the period of bond issuance. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

K. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

L. Post-employment benefits

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

M. Net Position Flow Assumption

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Net Position Flow Assumption (Continued)

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

N. Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The City itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the City's highest level of decision-making authority. The governing council is the highest level of decision-making authority for the City that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance.

Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as committed. The City Manager is authorized to assign amounts to a specific purpose in accordance with the City's budget policy. The council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

The City has adopted a policy whereby it will set a minimum unassigned fund balance, equal to thirty percent of current year expenditures in the General Fund, to provide for any shortfalls in the enterprise funds and for required redemptions related to special assessment debt, should the collections of special assessments not cover the current liability.

O. Program Revenues

Amounts reported as program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues

CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Special assessments

The City has made certain special assessments, in lieu of adopting a property tax, to pay for the cost of constructing wastewater collection lines. Revenue from special assessments is recognized upon completion of the related improvement and is recorded in governmental capital project funds, to the extent available.

Q. Intergovernmental grants and aid

Money received from other government agencies in the form of grants or aid based on an entitlement period is recorded as intergovernmental receivables and revenues when entitlement occurs. Reimbursement grants are recorded as intergovernmental receivables and revenues when the related expenditures are incurred.

R. Leases

As lessee, the City recognizes lease liabilities with an initial, individual value of \$20,000. The City uses its estimated incremental borrowing rate to measure lease liabilities unless it can readily determine the interest rate implicit in the lease. The City's estimated incremental borrowing rate is based on the average interest rate of other financing instruments with similar terms and risks as those currently entered into by the City.

As lessor, the City recognizes lease receivables with an initial, individual value of \$100,000. If there is no stated rate in the lease contract (or if the stated rate is not the rate the City charges the lessee) and the implicit rate cannot be determined, the City uses its own estimated incremental borrowing rate as the discount rate to measure lease receivables. The City's estimated incremental borrowing rate is calculated using the same method used on their lessee transactions above.

S. Proprietary Funds Operating and Non-operating Revenues and Expenses

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

T. Use of estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates that affect amounts reported in the financial statements during the reporting period. Actual amounts may differ from such estimates.

CITY OF BULLHEAD CITY, ARIZONA  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

U. Budgetary information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles. All annual appropriations lapse at fiscal year-end. The City is subject to the State of Arizona's Spending Limitation Law for City's and Cities. This law does not permit the City to spend more than the budgeted revenues plus the prior year's carryover of unrestricted cash. The limitation is applied to the total of the combined funds.

V. Expenditures over Appropriations

The SID Debt Service Fund, REO Fund and Bullhead Parkway Improvement District Fund Schedules of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual each report an excess of expenditures over appropriations for the year ended June 30, 2022.

W. Deficit net position / fund balance

At June 30, 2022, the following funds reported deficits in net position or fund balances:

Fund	Deficit
CDBG/HTF	\$158,112
Court Improvement	2,091
Street Lighting Improvement Districts	14,225
Debt Service	90,424
Water fund	532,700

The City anticipates resolving the deficits through transfers from other funds.

X. Change in Accounting Principle

For the year ended June 30, 2022, the City implemented the provisions of GASB Statement No. 87, *Leases*, as amended, which establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. As a result, the City's financial statements have been modified to reflect the recognition of certain lease assets for leases that were previously classified as rental income and recognized as inflows of resources based on the contract payment provisions. The City's current lessee obligations are insignificant to the financial statements and have not been further disclosed.

NOTE 2 DEPOSITS AND INVESTMENTS

State law limits deposits and investments to the Arizona State Treasurer's local government investment pool (LGIP), interest bearing savings accounts, certificates of deposit, United States Treasury Bills, notes or bonds which have a maturity date of not more than one year, and in accounts of any savings and loan associations insured by an agency of the government of the United States, up to the amount of such insurance or pledged collateral.

CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 2 DEPOSITS AND INVESTMENTS (Continued)

*Deposits:*

Statutes require collateral for demand deposits, certificates of deposit, and repurchase agreements at 102 percent of all deposits not covered by federal depository insurance. In the case of deposits, custodial credit risk is the risk that in the event of bank failure, the City's deposits may not be returned.

As of June 30, 2022, the City's carrying amount of deposits was \$4,657,228 and the bank balance was \$4,736,587. As of June 30, 2022, the City's deposits were fully insured by the Federal Deposit Insurance Corporation or covered by collateral held by the pledging financial institution's trust department in the City's name. The City also maintains petty cash for use in daily operations that totals \$6,751.

Restricted cash of \$11,974,875 consists of cash held by a trustee. Future use will be for one or more of the following: 1) payments on current liabilities relating to outstanding bonds payable, 2) to reduce the employer portion of required contributions to the qualified retirement plan, or 3) for payments on future construction projects.

*Investments:*

The City invests in the Local Government Investment Pool 5 (LGIP), an investment pool managed by the State Treasurer's Office that allows governments within the State to pool their funds for investment purposes. The State Board of Investments provides oversight for the State Treasurer's investment pools. Investments in the State Treasurer's investment pools are valued at the pool's share price multiplied by the number of shares the City held. The fair value of a participant's position in the pools approximates the value of the participant's pool shares. Participants in the pool are not required to categorize the value of shares in accordance with the fair value hierarchy. The LGIP is registered with the Securities Exchange Commission under the 1940 Investment Advisors Act and is rated by Standard and Poors with AA+/S1+.

The Arizona State Treasurer issues a publicly available financial report that includes financial statements and required supplementary information. Copies may be obtained by contacting the Arizona State Treasurer, 1700 West Washington, Phoenix, Arizona 85007.

As of June 30, 2022, the City's deposit with the State Treasurer's local government investment pool 5 was \$39,145,324.

*Custodial Credit Risk:* For investments, this is the risk that, in the event of a failure of a counterparty, 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. The City does not have an investment policy for custodial credit risk. Funds held in the State Treasurer's LGIP represent a proportionate interest in the pools portfolio; however, the City's portion is not identified with specific investments and is not subject to custodial credit risk.

CITY OF BULLHEAD CITY, ARIZONA  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June 30, 2022

NOTE 2 DEPOSITS AND INVESTMENTS (Continued)

*Credit risk:* Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The City does not have a formal investment policy regarding credit risk. However, the City's formal investment policy restricts investments as follows: i) limiting investments to the safest types of securities, ii) pre-qualifying the financial institutions, broker/dealers, intermediaries, and advisors with which the City will do business, and iii) diversifying the investment portfolio so that potential losses on individual securities will be minimized. At June 30, 2022, credit risk for the City's investments was as follows:

Investment Type	Total	Ratings		
		AAAF/S1+	AAA	Unrated
Primary Government LGIP	\$ 39,145,324	\$ 39,145,324	\$ -	\$ -
Total	\$ 39,145,324	\$ 39,145,324	\$ -	\$ -

*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 of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Information about the sensitivity of the fair values of the City's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investment by maturity.

At June 30, 2022, the City had the following investments:

Investment Type	Remaining Maturity 12 Months or Less
Primary Government LGIP	\$ 39,145,324
Total	\$ 39,145,324

The City has no specific policy regarding interest rate risk. State law limits investments in securities having maturities no greater than five years. Additionally, in accordance with its formal investment policy, the City manages its exposure to declines in fair values by limiting a) structuring the investment portfolio to meet cash requirements for ongoing operations b) investing operating funds primarily in short-term securities.

*Concentration of credit risk:* The City's policies do not limit the maximum amount that can be invested in any single issuer. At June 30, 2022, all of the City's investments were with the Arizona State Treasurer's local government investment pool.

*Custodial credit risk:* For investments, this is the risk that, in the event of a failure of a counterparty, 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. The City does not have an investment policy for custodial credit risk.

CITY OF BULLHEAD CITY, ARIZONA  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June 30, 2022

NOTE 3 RECEIVABLES

Receivables as of June 30, 2022 for the City's individual major funds, nonmajor funds, and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

Receivables:	General Fund	HURF Funds	Capital Projects Fund	SID Debt Service Funds	Nonmajor Governmental Funds	Wastewater Fund	Water Fund	Internal Service Funds	Total
Accounts	\$ 1,205,550	\$ 1,216	\$ 730	\$ -	\$ 387,682	\$ 1,551,509	\$ 1,862,366	\$ 38,436	\$ 5,047,489
Taxes	121,292	-	40,208	-	3,044	-	-	-	164,544
Intergovernmental	2,854,439	452,720	4,743	-	231,962	-	-	-	3,543,864
Special assessments	-	-	-	2,469,318	537	-	-	-	2,469,855
Gross receivables	4,181,281	453,936	45,681	2,469,318	623,225	1,551,509	1,862,366	38,436	11,225,752
Less: Allowance for uncollectibles	-	-	-	-	-	(108,879)	-	-	(108,879)
Net total receivables	<u>\$ 4,181,281</u>	<u>\$ 453,936</u>	<u>\$ 45,681</u>	<u>\$ 2,469,318</u>	<u>\$ 623,225</u>	<u>\$ 1,442,630</u>	<u>\$ 1,862,366</u>	<u>\$ 38,436</u>	<u>\$ 11,116,873</u>

NOTE 4 INTERFUND RECEIVABLES AND PAYABLES

The composition of interfund balances as of June 30, 2022 is as follows:

*Due to/from other funds:*

Fund	Receivable Amount	Payable Amount
General Fund	\$ 724,761	\$ -
Non-Major Governmental Funds	-	325,197
Wastewater Fund	3,664,734	-
Water Fund	-	3,664,734
Internal Service Funds	-	399,564
Total	<u>\$ 4,389,495</u>	<u>\$ 4,389,495</u>

The outstanding balances between funds results mainly from the time lag between the date 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. These amounts also include balances of working capital loans made to several nonmajor governmental funds which the general fund expects to collect in the subsequent year. All interfund balances are expected to be repaid within one year.

Internal service funds and non major funds had a deficit cash balance that will be paid back to the general fund over time.

The water fund had a deficit in cash balance related to the issuance of bonds and future commitments for projects related to utilities. These funds will be paid back to the wastewater fund.



CITY OF BULLHEAD CITY, ARIZONA  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June 30, 2022

NOTE 5 INTERFUND TRANSFERS

The composition of interfund transfers for the year ended June 30, 2022 is as follows:

Fund	Transfers Out	Transfers In
General Fund	\$ 8,851,128	\$ 635,663
HURF Fund	70,000	43,269
Capital Projects Fund	-	7,112,651
SID Debt Service Funds	340,623	261,951
Excise Revenue Bond Refunding Funds	-	171,948
Non-Major Governmental Funds	3,382,766	3,413,018
Wastewater Fund	346,675	447,584
Water Fund	-	894,008
Fleet Internal Service Fund	390,943	400,143
Risk Management Internal Service Fund	-	1,900
Total	<u>\$ 13,382,135</u>	<u>\$ 13,382,135</u>

Transfers are used to 1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and 2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

General fund transfers relate to

- Providing construction projects for the capital projects fund
- Payments for debt service
- Other miscellaneous services for wastewater engineering, reducing negative fund balance and monthly bridge loan

Non-major funds transfers relate to

- CARES funding transferred to the Capital projects fund for allowable construction projects
- Close out of the SID Debt service fund
- Additional funding for improvement projects for Community park upgrades

The wastewater fund transferred funds to close out SID debt service fund.

The water fund received transfers from the general fund for debt payments and Cibola Water/Bullhead City parkway reconstruction.

CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 6 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2022 was as follows:

Governmental activities:	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated/amortized:				
Land	\$ 3,075,261	\$ 17,669	\$ (10,191)	\$ 3,082,739
Construction in progress	1,137,275	6,608,243	(3,545,460)	4,200,058
Total capital assets not being depreciated/amortized	<u>4,212,536</u>	<u>6,625,912</u>	<u>(3,555,651)</u>	<u>7,282,797</u>
Capital assets being depreciated/amortized:				
Buildings	19,993,904	-	-	19,993,904
Improvements, other than buildings	9,791,897	2,321,212	(577,379)	11,535,730
Furniture, vehicles and equipment	24,774,141	1,412,093	-	26,186,234
Infrastructure	160,242,749	-	-	160,242,749
Total capital assets being depreciated/amortized	<u>214,802,691</u>	<u>3,733,305</u>	<u>(577,379)</u>	<u>217,958,617</u>
Less accumulated depreciation/amortization:				
Buildings	(15,304,188)	(362,796)	-	(15,666,984)
Improvements, other than buildings	(4,010,910)	(555,023)	-	(4,565,933)
Furniture, vehicles and equipment	(20,227,169)	(1,480,011)	572,246	(21,134,934)
Infrastructure	(129,053,107)	(1,992,590)	-	(131,045,697)
Total accumulated depreciation/amortization	<u>(168,595,374)</u>	<u>(4,390,420)</u>	<u>572,246</u>	<u>(172,413,548)</u>
Total capital assets being depreciated/amortized, net	<u>46,207,317</u>	<u>(657,115)</u>	<u>(5,133)</u>	<u>45,545,069</u>
Governmental activities capital assets, net	<u>\$ 50,419,853</u>	<u>\$ 5,968,797</u>	<u>\$ (3,560,784)</u>	<u>\$ 52,827,866</u>

CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 6 CAPITAL ASSETS (Continued)

Business-type activities:	Beginning Balance (Restated)	Increases	Decreases	Ending Balance
Capital assets not being depreciated/amortized:				
Land	\$ 620,883	\$ 2,906,900	\$ -	\$ 3,527,783
Water rights	6,716,785	-	-	6,716,785
Construction in progress	1,538,444	1,080,036	(208,525)	2,409,955
Total capital assets not being depreciated/amortized	<u>8,876,112</u>	<u>3,986,936</u>	<u>(208,525)</u>	<u>12,654,523</u>
Capital assets being depreciated/amortized:				
Buildings	149,647	-	-	149,647
Improvements, other than buildings	250,665	-	-	250,665
Equipment and vehicles	4,189,738	2,612,005	(137,236)	6,664,507
Right-of-use asset - equipment	265,280	-	-	265,280
Wastewater facilities, equipment and collection lines	153,616,469	96,395,309	-	250,011,778
Total capital assets being depreciated/amortized	<u>158,471,799</u>	<u>99,007,314</u>	<u>(137,236)</u>	<u>257,341,877</u>
Less accumulated depreciation/amortization:				
Buildings	(52,376)	(3,741)	-	(56,117)
Improvements, other than buildings	(139,197)	(35,394)	-	(174,591)
Equipment and vehicles	(4,028,306)	(222,533)	5,515	(4,245,324)
Right-of-use asset - equipment	(86,584)	(22,107)	-	(108,691)
Wastewater facilities, equipment and collection lines	(59,495,983)	(5,002,916)	-	(64,498,899)
Total accumulated depreciation/amortization	<u>(63,802,446)</u>	<u>(5,286,691)</u>	<u>5,515</u>	<u>(69,083,622)</u>
Total capital assets being depreciated/amortized, net	<u>94,669,353</u>	<u>93,720,623</u>	<u>(131,721)</u>	<u>188,258,255</u>
Business-type activities capital assets, net	<u>\$ 103,545,465</u>	<u>\$ 97,707,559</u>	<u>\$ (340,246)</u>	<u>\$ 200,912,778</u>

Depreciation/amortization expense was charged to functions/programs of the City as follows:

<u>Governmental activities:</u>	
General government	\$ 888,603
Highways and streets	2,242,276
Culture and recreation	671,294
Public safety	588,247
Total depreciation expense - governmental activities	<u>\$ 4,390,420</u>
<u>Business-type activities:</u>	
Wastewater Fund	\$ 3,863,156
Water Fund	1,423,535
Total depreciation expense - business-type activities	<u>\$ 5,286,691</u>

CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 7 LONG-TERM LIABILITIES

Long-term liabilities activity for the year ended June 30, 2022 was as follows:

<b>Governmental activities:</b>	Beginning Balance	Additions	Retirements	Ending Balance	Due Within One Year
Bonds payable					
Revenue bonds	\$ 9,557,000	\$ -	\$ (2,069,000)	\$ 7,488,000	\$ 701,000
Improvement Bond	3,030,000	-	(100,000)	2,930,000	105,000
Total bonds payable	12,587,000	-	(2,169,000)	10,418,000	806,000
Notes payable - Water					
Infrastructure Financing Authority	6,034,525	-	(2,181,932)	3,852,593	1,602,264
Net pension liabilities	32,526,847	-	(5,480,640)	27,046,207	-
Compensated absences	2,513,960	1,988,860	(1,254,609)	3,248,211	444,927
Governmental activities long term liabilities	\$ 53,662,332	\$ 1,988,860	\$ (11,086,181)	\$ 44,565,011	\$ 2,853,191
<b>Business type activities:</b>					
Revenue bonds	\$ 16,595,000	\$ 108,005,000	\$ (4,270,000)	\$ 120,330,000	\$ 4,770,000
Plus deferred amounts:					
For issuance discounts and premiums	518,878	1,976,772	(93,473)	2,402,177	141,253
Total bonds payable	17,113,878	109,981,772	(4,363,473)	122,732,177	4,911,253
Leases	144,257	-	(35,736)	108,521	108,521
Compensated absence	360,818	337,069	(409,835)	288,052	72,013
Business-type activities long term liabilities	\$ 17,618,953	\$ 110,318,841	\$ (4,809,044)	\$ 123,128,750	\$ 5,091,787

Internal service funds predominantly serve the governmental activities. Accordingly, long-term liabilities for all internal service funds are included as part of the above totals for governmental activities. Generally, for governmental activities, compensated absences and net pension liabilities are liquidated by the General Fund.

CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 7 LONG-TERM LIABILITIES (Continued)

*Bonds payable:*

The City has pledged revenue derived from taxes collected or from the acquired or constructed assets to pay debt service on the excise tax revenue bonds.

Bonds currently outstanding at year end are as follows:

<b>Governmental activities:</b>	Original amount	Interest rates	Year of maturity	Outstanding principal
MPC Excise Tax Revenue Bonds, Series 2015 B	\$ 1,554,000	1.98%	2026	\$ 654,000
Laughlin Ranch Improvement Bonds Series 2017	3,230,000	2.3% 4.00%	2042	2,930,000
Excise Tax Revenue Bonds, Series 2018	3,100,000	3.01%	2028	2,234,000
Series 2021	4,600,000	1.97%	2028	4,600,000
Total governmental activities	\$ 12,484,000			\$ 10,418,000

<b>Business-type activities:</b>	Original amount	Interest rates	Year of maturity	Outstanding principal
Wastewater Revenue Bonds, Series 2013	\$ 15,845,000	3.25% - 5.00%	2025	\$ 6,935,000
Excise Tax Revenue and Refunding Bonds, Series 2019	6,945,000	3.00% - 4.00%	2039	5,390,000
Series 2021	89,255,000	0.40% - 2.70%	2051	89,255,000
Series 2022	18,750,000	4.00% - 5.00%	2052	18,750,000
Total business-type activities	\$ 130,795,000			\$ 120,330,000

Annual debt service requirements to maturity for the bonds are as follows:

Year ending June 30,	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2023	\$ 806,000	\$ 296,826	\$ 4,770,000	\$ 3,165,501
2024	842,000	257,916	4,980,000	2,894,603
2025	864,000	237,080	5,070,000	2,798,088
2026	892,000	215,556	5,175,000	2,688,830
2027	728,000	194,837	3,940,000	2,594,770
2028-2032	2,866,000	703,146	15,315,000	12,038,105
2033-2037	2,475,000	385,006	17,285,000	10,082,660
2038-2042	945,000	116,400	19,265,000	7,720,980
2043-2047	-	-	21,460,000	4,981,644
2048-2052	-	-	23,070,000	1,678,675
Total	\$ 10,418,000	\$ 2,406,767	\$ 120,330,000	\$ 50,643,856

CITY OF BULLHEAD CITY, ARIZONA  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June 30, 2022

NOTE 7 LONG-TERM LIABILITIES (Continued)

*Notes payable:*

The City received loans from the Water Infrastructure Financing Authority (WIFA) for the construction of wastewater collection lines and facilities. The debt is secured by, and to be repaid from, amounts levied against the property owners benefited by this construction. In the event that a deficiency exists because of unpaid or delinquent special assessments at the time a debt service payment is due, the City must provide resources to cover the deficiency until other resources are received. Notes payable at year end are as follows:

<u>Governmental activities:</u>	Original amount	Interest rates	Year of maturity	Outstanding principal
Water Infrastructure Finance Authority, 2004	\$ 11,686,806	2.892%	2023	\$ 49,605
Water Infrastructure Finance Authority, 2006	<u>28,422,230</u>	2.340%	2025	<u>3,802,988</u>
Total	<u>\$ 40,109,036</u>			<u>\$ 3,852,593</u>

Annual debt service requirements to maturity for the notes are as follows:

<u>Year ending June 30,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2023	\$ 1,602,264	\$ 89,046
2024	1,602,264	25,748
2025	648,065	24,197
Total	<u>\$ 3,852,593</u>	<u>\$ 138,992</u>

*Leases:*

The City acquired equipment under the provisions of long-term lease agreements. The assets acquired through leases are as follows:

Right-of-use Assets:	<u>Business-type Activities</u>
Machinery and equipment	\$ 265,280
Less accumulated depreciation/amortization	<u>(108,691)</u>
Totals	<u>\$ 156,589</u>

CITY OF BULLHEAD CITY, ARIZONA  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June 30, 2022

NOTE 7 LONG-TERM LIABILITIES (Continued)

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2022, were as follows:

Year Ended June 30,	Business-type Activities
Total minimum lease payments	\$ 109,462
Less amount representing Interest	(941)
Present value of future minimum payments	<u>\$ 108,521</u>

The agreement expires September 2022. The remaining principal and interest payments due are \$108,521 and \$941 respectively.

*Compensated absences and claims and judgments:*

Vacation and personal time accrue during each pay period at a rate determined by years of service. Both vacation and personal time can be taken as time off from work, within certain limitations, or may be payable to employees upon termination or retirement. Claims and judgments are generally paid from the fund that accounts for the activity that gave rise to the claim.

NOTE 8 CONTINGENCIES

*Risk management:*

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the City uses a combination of self-insurance and third-party insurance. The City is self-insured for general and automobile liability. An excess coverage insurance policy is available for individual claims in excess of \$75,000 and is provided by the Arizona Municipal Risk Retention Pool.

The City provides life, health, and disability benefits to its employees and their dependents through the Northwest Arizona Employee Benefit Trust, currently composed of three member cities. The Trust provides the benefits through a self-funding agreement with its participants and administers the program, and the City is responsible for paying the premium and requires its employees to contribute a portion of that premium. If it withdraws from the Trust, the City is responsible for any claims run-out costs, including claims reported but not settled, claims incurred but not reported, and administrative costs. If the Trust were to terminate, the City would be responsible for its proportional share of any Trust deficit. To protect the City against significant claims, a \$95,000 stop loss insurance policy is in place.

CITY OF BULLHEAD CITY, ARIZONA  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June 30, 2022

NOTE 8 CONTINGENCIES (Continued)

*Consent decree with Arizona Department of Environmental Quality:*

The City voluntarily entered into a Consent Decree with the Arizona Department of Environmental Quality (ADEQ) in 1997. This decree stipulated that the City would construct improvements and additions to the Bullhead City Wastewater System designed to expand the service area and capacity of the system.

The consent decree identified specific expansion requirements and the timeline in which those expansions must be completed. If the City fails to meet the specific performance requirements of the decree, ADEQ can impose monetary fines that range from \$1,000 to \$3,000 per day depending on the length of time that the City remains in non-compliance. The City is currently in compliance with the consent decree.

*Litigation:*

The City is a defendant in various lawsuits, which arise in the ordinary course of its operations. The City is unable to predict the outcomes of these proceedings; therefore no liability has been accrued in the accompanying financial statements.

*Construction commitments:*

The City has active construction projects and related commitments. The projects include flood control projects, traffic signals, Bullhead Parkway extension, and other city street maintenance and roadway improvement projects, temporary city engineering and design services. At year end the City had approximately \$5,855,304 in commitments to contractors for construction projects.

NOTE 9 PENSIONS

The City contributes to two plans as described below. For public safety personnel, state statute regulates retirement, death, long-term disability, and survivor insurance premium benefits. The plan is a component unit of the State of Arizona. Benefits for non-public safety personnel are established based on contributions to the plan. At June 30, 2022, 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	Activities
Net OPEB assets	\$ 515,165
Net pension liabilities	27,046,207
Deferred outflows of resources related to pensions and OPEB	4,350,141
Deferred inflows of resources related to pensions and OPEB	3,596,080
Pension and OPEB expense	3,254,668

The City reported \$2,985,463 of pension contributions as expenditures in the governmental funds related to all pension plans to which it contributes.



CITY OF BULLHEAD CITY, ARIZONA  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June 30, 2022

NOTE 9 PENSIONS (Continued)

**A. Defined Contribution Plan**

The City has established a mandatory defined contribution deferred compensation plan for all employees not covered under the PSPRS. Contributions to the plan are administered by a third-party, ICMA Retirement Corporation (ICMA-RC). In accordance with GASB Statement No. 32, the City provides neither administrative services nor investment advice. Consequently, no fiduciary relationship exists between the City and the compensation plan. Therefore, plan assets are not included as a fund of the City.

The ICMA-RC is the plan administrator and trustee for the defined contribution plan and provides statements to participants. Reports may be obtained by writing or calling the applicable plan.

ICMA-RC  
 777 North Capitol Street, NE  
 Washington, DC 20002  
 (202) 962-4600

Plan Description – In lieu of participating in FICA – Social Security, the City has defined contribution plan in accordance with Internal Revenue Code Section 401(a). The plan is available to all employees not covered under the Public Safety Personnel Retirement System (PSPRS). The plan is administered through ICMA Retirement Corporation (ICMA-RC), and participants are allowed to choose from various investment funds offered by the company. There are no securities of the City included in the plan assets.

Funding Policy – The plan is available to all full-time employees of the City, except police personnel who are covered under the Arizona Public Safety Personnel Retirement System (PSPRS). The plan requires participants to contribute 6.25 percent of their earnings and the City to contribute 9.05 percent. Normal retirement age is 65 (59 ½ effective July 1, 2002). Member and employee contributions are recognized in the period that the contributions are due. The employee’s contributions is on hundred percent (100%) per year of service for exempt employees and twenty-five percent (25%) per year of service for non-exempt employees. Thus exempt employees are vested at one hundred percent (100%) after four years of service. Employees who leave the City’s employment before one year of service do not receive any of the employer contribution. The following describes the payroll and contribution requirements for the year ended June 30, 2022.

	<u>Total Payroll</u>	<u>Covered Payroll</u>	<u>% of Covered Payroll</u>	<u>Required Contributions</u>	<u>Actual Contributions</u>
Employer	21,767,310	\$ 14,485,509	9.05%	1,336,210	\$ 1,336,210
Employee		14,510,446	6.25%	906,903	906,903

CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 9 PENSIONS (Continued)

**B. Public Safety Personnel Retirement System**

**Plan Description** – City police department employees who are regularly assigned hazardous duty participate in the Public Safety Personnel Retirement System (PSPRS). The PSPRS administers an agent and cost-sharing multiple-employer defined benefit pension plan and agent and cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) plan. Although the PSPRS net OPEB asset has been recorded at June 30, 2022, the plan has not been further disclosed due to the relative insignificance to the City's financial statements. A nine-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. Employees who were PSPRS members before July 1, 2017, participate in the agent plans, and those who became PSPRS members on or after July 1, 2017, participate in the cost-sharing plans (PSPRS Tier 3 Risk Pool) which are not further disclosed because of their relative insignificance to the City's financial statements.

The PSPRS issues a publicly available financial report that include their financial statements and required supplementary information. The reports are available on the PSPRS web site at [www.psprs.com](http://www.psprs.com).

The net OPEB asset has been recorded in the financial statements in accordance with GASB Statement 75, however, due to the relative insignificance of the plan, the OPEB asset has not been further disclosed in the notes to the financial statements at June 30, 2022

CITY OF BULLHEAD CITY, ARIZONA  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June 30, 2022

NOTE 9 PENSIONS (Continued)

**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:

PSPRS  <u>Retirement and Disability</u>	Initial membership date:	
	<u>Before January 1, 2012</u>	<u>On or after January 1, 2012 and before July 1, 2017</u>
Years of service and age required to receive benefit	20 years of service, any age 15 years of service, age 62	25 years of service or 15 years of credited service, age 52.5
Final average salary is based on	Highest 36 months of last 20 years	Highest 60 months of last 20 years
Benefit percent		
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%	1.5% to 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	
<b><u>Survivor Benefits</u></b>		
Retired Members	80% to 100% of retired member's pension benefit	
Active Members	80% to 100% of accidental disability retirement benefit or 100% of average monthly compensation if death was the result of injuries received on the job	

Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on inflation. PSPRS also provides temporary disability benefits of 50 percent of the member's compensation for up to 12 months.

Health insurance premium benefits are available to retired or disabled members with 5 years of credited service. The benefits are payable only with respect to allowable health insurance premiums for which the member is responsible. Benefits range from \$100 per month to \$260 per month depending on the age of the member and dependents.

CITY OF BULLHEAD CITY, ARIZONA  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June 30, 2022

NOTE 9 PENSIONS (Continued)

**Employees Covered by Benefit Terms** - At June 30, 2022, the following employees were covered by the agent plans' benefit terms:

	PSPRS Police
Inactive employees or beneficiaries currently receiving benefits	50
Inactive employees entitled to but not yet receiving benefits	17
Active employees	50
Total	<u>117</u>

**Contributions** - 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. Contribution rates for the year ended June 30, 2022, are indicated below. Rates are a percentage of active members' annual covered payroll.

	PSPRS Police
Active members - Pension	7.65% - 11.65%
City	
Pension	58.73%
Health insurance permium benefit	0.00%

In addition, the City was required by statute to contribute at the actuarially determined rate of 58.73 percent of the PSPRS 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 PSPRS and employees participating in the PSPRS Tier 3 Risk Pool in addition to the City's required contributions to the PSPRS Tier 3 Risk Pool.

For the agent plans, the City's contributions to the pension plan for the year ended June 30, 2022, were:

	PSPRS Police
Pension	
Contributions made	<u>\$ 2,977,253</u>

During fiscal year 2022, the City paid 100 percent of the PSPRS pension contributions from the General Fund.

**Pension Liability** - At June 30, 2022, the City reported a PSPRS net pension liability of \$27,046,207.

The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

CITY OF BULLHEAD CITY, ARIZONA  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June 30, 2022

NOTE 9 PENSIONS (Continued)

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

PSPRS

Actuarial valuation date	June 30, 2021
Actuarial cost method	Entry age normal
Investment rate of return	7.30%
Wage inflation	3.5% for pensions/not applicable for OPEB
Price inflation	2.5% for pensions/not applicable for OPEB
Cost-of-living adjustment	1.75% for pensions/not applicable for OPEB
Mortality rates	PubS-2010 tables
Healthcare cost trend rate	Not applicable

Actuarial assumptions used in the June 30, 2021, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2017.

The long-term expected rate of return on PSPRS pension plan investments was determined to be 7.3 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of 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	Target Allocation	Long-Term Expected Geometric Rate of Return
Asset Class	Allocation	Rate of Return
U.S. public equity	24%	4.08%
International public equity	16%	5.20%
Global private equity	20%	7.67%
Other assets (capital appreciation)	7%	5.43%
Core bonds	2%	0.42%
Private credit	20%	5.74%
Diversifying strategies	10%	3.99%
Cash - Mellon	1%	-0.31%
Total	<u>100.00%</u>	

**Discount Rates** – At June 30, 2021, the discount rate used to measure the PSPRS total pension liabilities was 7.3 percent. The projection of cash flows used to determine the discount rate 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 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 plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June 30, 2022

NOTE 9 PENSIONS (Continued)

**Changes in the net pension liability**

PSPRS - Police	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at June 30, 2021	<u>\$ 58,014,835</u>	<u>\$ 25,487,988</u>	<u>\$ 32,526,847</u>
Changes for the year:			
Service Cost	805,309	-	805,309
Interest on the total pension liability	4,187,578	-	4,187,578
Changes of benefit terms	-	-	-
Differences between expected and actual experience in the measurement of the pension liability	(276,033)	-	(276,033)
Changes of assumptions or other inputs	-	-	-
Contributions - employer	-	2,690,885	(2,690,885)
Contributions - employee	-	412,284	(412,284)
Net investment income	-	7,127,770	(7,127,770)
Benefit payments, including refunds of employee contributions	(2,912,135)	(2,912,135)	-
Administrative expense	-	(33,445)	33,445
Other changes	-	-	-
Net changes	<u>1,804,719</u>	<u>7,285,359</u>	<u>(5,480,640)</u>
Balances at June 30, 2022	<u><u>\$ 59,819,554</u></u>	<u><u>\$ 32,773,347</u></u>	<u><u>\$ 27,046,207</u></u>

**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:

PSPRS - Police	1% Decrease	Current	1% increase
	6.30%	Discount Rate 7.30%	8.30%
Net pension liability	\$ 34,779,212	\$ 27,046,207	\$ 20,700,257

CITY OF BULLHEAD CITY, ARIZONA  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June 30, 2022

NOTE 9 PENSIONS (Continued)

**Pension Plan Fiduciary Net Position** - Detailed information about the pension plans' fiduciary net position is available in the separately issued PSPRS financial reports.

**Pension Expense** - For the year ended June 30, 2022, the City recognized \$3,336,604 of PSPRS pension expense.

**Pension Deferred Outflows/Inflows of Resources** - At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

PSPRS - Police	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 989,372	\$ 259,798
Changes of assumptions or other inputs	368,482	-
Net difference between projected and actual earnings on pension plan investments	-	3,087,280
City contributions subsequent to the measurement date	2,977,253	-
Total	<u>\$ 4,335,107</u>	<u>\$ 3,347,078</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 in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30,	PSPRS Police
2023	\$ 145,182
2024	(261,743)
2025	(820,384)
2026	(1,052,279)
2027	-
Thereafter	-





# Financial Section

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Required Supplementary Information

CITY OF BULLHEAD CITY, ARIZONA  
 BUDGETARY COMPARISON SCHEDULE  
 GENERAL FUND  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget-Positive (Negative)
Budgetary fund balance, July 1, 2021	\$ 1,200,000	\$ 1,200,000	\$ 25,311,244	\$ 24,111,244
<b>RESOURCES (INFLOWS):</b>				
City tax revenue	18,761,356	18,761,356	20,605,445	1,844,089
Intergovernmental revenue	13,092,949	13,092,949	14,801,883	1,708,934
Charges for services	3,236,168	3,236,168	2,220,548	(1,015,620)
Licenses and permits	1,211,870	1,211,870	1,488,724	276,854
Fines and forfeitures	890,388	890,388	714,382	(176,006)
Rents	154,900	154,900	147,030	(7,870)
Investment income	90,000	90,000	36,392	(53,608)
Other revenue	179,450	179,450	1,064,346	884,896
Proceeds from sale of fixed assets	27,000	27,000	-	(27,000)
Total revenues	<u>37,644,081</u>	<u>37,644,081</u>	<u>41,078,750</u>	<u>3,434,669</u>
Other financing sources				
Leases	4,338,194	4,338,194	-	(4,338,194)
Transfers in	4,807,297	4,807,297	635,663	(4,171,634)
Transfers out	(9,833,845)	(9,833,845)	(8,851,128)	982,717
Amounts available for appropriations	<u>38,155,727</u>	<u>38,155,727</u>	<u>58,174,529</u>	<u>20,018,802</u>
<b>CHARGES TO APPROPRIATIONS (OUTFLOWS):</b>				
<b>General government:</b>				
Mayor and council	144,375	144,375	113,886	30,489
City manager	409,587	409,587	379,819	29,768
Information technology	1,707,663	1,707,663	1,802,827	(95,164)
Human resources	289,903	289,903	284,392	5,511
Public information	252,688	252,688	200,798	51,890
Municipal court	1,355,859	1,355,859	1,153,044	202,815
Finance	799,314	799,314	738,641	60,673
City clerk	249,753	249,753	228,640	21,113
City attorney	1,260,401	1,260,401	1,237,207	23,194
Planning	176,717	233,892	190,505	43,387
Building inspections	645,402	645,402	627,115	18,287
Code enforcement	527,961	527,961	441,066	86,895
Facilities management	849,006	849,006	749,898	99,108
Public works administration	211,767	211,767	196,151	15,616
Engineering	57,229	57,229	76,145	(18,916)
Non-departmental	2,784,580	2,727,405	957,998	1,769,407
COVID	-	-	172,491	(172,491)
Total general government	<u>11,722,205</u>	<u>11,722,205</u>	<u>9,550,623</u>	<u>2,171,582</u>
<b>Public safety:</b>				
Police administration	1,897,097	1,897,097	1,808,790	88,307
Patrol	9,445,246	9,445,246	8,643,495	801,751
Criminal investigations	2,563,061	2,563,061	2,591,435	(28,374)
Support services	680,209	680,209	592,516	87,693
Emergency services	1,619,068	1,619,068	1,724,360	(105,292)
Total public safety	<u>16,204,681</u>	<u>16,204,681</u>	<u>15,360,596</u>	<u>844,085</u>

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget- Positive (Negative)
Culture and recreation:				
Recreation	938,550	938,550	820,165	118,385
Water activities	548,855	548,855	260,098	288,757
Suddenlink community center	164,458	164,458	125,514	38,944
Parks rangers	113,410	113,410	97,691	15,719
Parks maintenance	2,899,436	2,899,436	3,125,003	(225,567)
Total culture and recreation	<u>4,664,709</u>	<u>4,664,709</u>	<u>4,428,471</u>	<u>236,238</u>
Economic development:				
Economic development	1,924,059	1,924,059	119,239	1,804,820
Total economic development	<u>1,924,059</u>	<u>1,924,059</u>	<u>119,239</u>	<u>1,804,820</u>
Health and welfare				
Animal control	748,398	748,398	436,713	311,685
Total Health and welfare	<u>748,398</u>	<u>748,398</u>	<u>436,713</u>	<u>311,685</u>
Capital outlay	<u>1,540,606</u>	<u>1,540,606</u>	<u>1,044,561</u>	<u>496,045</u>
Debt service:				
Principal retirement	987,612	987,612	-	987,612
Interest and fiscal charges	140,400	140,400	-	140,400
Total debt service	<u>1,128,012</u>	<u>1,128,012</u>	<u>-</u>	<u>1,128,012</u>
Total expenditures	<u>37,932,670</u>	<u>37,932,670</u>	<u>30,940,203</u>	<u>6,992,467</u>
Budgetary fund balance, June 30, 2022	<u>\$ 223,057</u>	<u>\$ 223,057</u>	<u>\$ 27,234,326</u>	<u>\$ 27,011,269</u>

CITY OF BULLHEAD CITY, ARIZONA  
HURF FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 4,123,595	\$ 4,123,595	\$ 4,558,555	\$ 434,960
Investment earnings	9,000	9,000	2,984	(6,016)
Other revenues	2,500	2,500	51,015	48,515
Total revenues	<u>4,135,095</u>	<u>4,135,095</u>	<u>4,612,554</u>	<u>477,459</u>
<b>EXPENDITURES</b>				
Current:				
General government	35,914	35,914	29,271	6,643
Highways and streets	4,883,921	4,883,921	3,986,466	897,455
Capital outlay	54,057	54,057	9,148	44,909
Total expenditures	<u>4,973,892</u>	<u>4,973,892</u>	<u>4,024,885</u>	<u>949,007</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(838,797)</u>	<u>(838,797)</u>	<u>587,669</u>	<u>1,426,466</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	48,700	48,700	43,269	(5,431)
Transfers out	(70,000)	(70,000)	(70,000)	-
Total other financing sources (uses)	<u>(21,300)</u>	<u>(21,300)</u>	<u>(26,731)</u>	<u>(5,431)</u>
Net change in fund balances	(860,097)	(860,097)	560,938	1,421,035
Fund balances - beginning of year	<u>908,797</u>	<u>908,797</u>	<u>646,433</u>	<u>(262,364)</u>
Fund balances - end of year	<u>\$ 48,700</u>	<u>\$ 48,700</u>	<u>\$ 1,207,371</u>	<u>\$ 1,158,671</u>

CITY OF BULLHEAD CITY, ARIZONA  
REQUIRED SUPPLEMENTARY INFORMATION  
NOTES TO THE BUDGETARY COMPARISON SCHEDULE  
Year Ended June 30, 2022

NOTE 1 BUDGETARY BASIS OF ACCOUNTING

The City prepares its annual budget on a basis which differs from the GAAP basis. A budgetary comparison schedule for the General Fund and HURF Fund are all included as required supplementary information to provide meaningful comparison of actual results to budget on a budget basis. As a result, the budgetary schedule includes a reconciliation of the adjustments to convert the budgetary revenues and expenditures to revenues and expenditures/expenses on a GAAP basis, where the amounts are different. During the year ended June 30, 2022, there was no variance between actual expenditures/expenses (budgetary) and expenditures/expenses on a GAAP basis.

CITY OF BULLHEAD CITY, ARIZONA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS  
AGENT PENSION PLAN  
Year Ended June 30, 2022

Bullhead City Police Dept. Public Safety Personnel Retirement System	Reporting Fiscal Year (Measurement Date)								
	2022 (2021)	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2013
Total pension liability									
Service cost	\$ 805,309	\$ 782,838	\$ 939,357	\$ 851,358	\$ 1,075,681	\$ 894,106	\$ 879,004	\$ 890,055	Information not available
Interest on the total pension liability	4,187,578	3,913,438	3,749,335	3,530,344	3,266,637	2,977,024	2,909,607	2,556,293	
Changes on benefit terms	-	-	-	-	534,607	2,485,509	-	608,014	
Differences between expected and actual experience in the measurement of the pension liability	(276,033)	1,849,684	(208,824)	569,370	(19,158)	(323,350)	(654,635)	(554,914)	
Changes of assumptions or other inputs	-	-	1,279,072	-	1,641,764	1,626,214	-	3,458,975	
Benefit payments, including refunds of employee contributions	(2,912,135)	(2,714,067)	(2,606,657)	(2,404,182)	(2,066,165)	(2,171,832)	(2,393,591)	(2,510,581)	
Net change in total pension liability	1,804,719	3,831,893	3,152,283	2,546,890	4,433,366	5,487,671	740,385	4,447,842	
Total pension liability - beginning	58,014,835	54,182,942	51,030,659	48,483,769	44,050,403	38,562,732	37,822,347	33,374,505	
Total pension liability - ending (a)	<u>\$ 59,819,554</u>	<u>\$ 58,014,835</u>	<u>\$ 54,182,942</u>	<u>\$ 51,030,659</u>	<u>\$ 48,483,769</u>	<u>\$ 44,050,403</u>	<u>\$ 38,562,732</u>	<u>\$ 37,822,347</u>	
Plan fiduciary net position									
Contributions - employer	\$ 2,690,885	\$ 2,731,212	\$ 2,406,560	\$ 2,300,757	\$ 1,422,995	\$ 1,391,558	\$ 1,240,272	\$ 1,103,933	
Contributions - employee	412,284	434,462	419,847	432,249	537,250	550,490	527,323	474,532	
Hall / Parker settlement	-	-	-	(660,764)	-	-	-	-	
Net investment income	7,127,770	317,400	1,258,980	1,501,552	2,375,192	118,139	734,235	2,495,831	
Benefit payments, including refunds of employee contributions	(2,912,135)	(2,714,067)	(2,606,657)	(2,404,182)	(2,066,165)	(2,171,832)	(2,393,591)	(2,510,581)	
Administrative expense	(33,445)	(25,885)	(22,884)	(23,553)	(21,416)	(17,400)	(18,296)	(20,101)	
Other changes	-	-	-	(3,990)	(95,324)	1,966	(16,165)	40,640	
Net change in plan fiduciary net position	7,285,359	743,122	1,455,846	1,142,069	2,152,532	(127,079)	73,778	1,584,254	
Plan fiduciary net position - beginning	25,487,988	24,867,539	23,416,180	22,274,111	20,121,579	20,248,658	20,174,880	18,590,626	
Adjustments to beginning of year	-	(122,673)	(4,487)	-	-	-	-	-	
Plan fiduciary net position - ending (b)	<u>\$ 32,773,347</u>	<u>\$ 25,487,988</u>	<u>\$ 24,867,539</u>	<u>\$ 23,416,180</u>	<u>\$ 22,274,111</u>	<u>\$ 20,121,579</u>	<u>\$ 20,248,658</u>	<u>\$ 20,174,880</u>	
City's net pension liability - ending (a) - (b)	<u>\$ 27,046,207</u>	<u>\$ 32,526,847</u>	<u>\$ 29,315,403</u>	<u>\$ 27,614,479</u>	<u>\$ 26,209,658</u>	<u>\$ 23,928,824</u>	<u>\$ 18,314,074</u>	<u>\$ 17,647,467</u>	

CITY OF BULLHEAD CITY, ARIZONA  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS (CONTINUED)  
 AGENT PENSION PLAN  
 Year Ended June 30, 2022

Bullhead City Police Dept. Public Safety Personnel Retirement System	Reporting Fiscal Year (Measurement Date)								
	2022 (2021)	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2013
Plan fiduciary net position as a percentage of the total pension liability	54.79%	43.93%	45.90%	45.89%	45.94%	45.68%	52.51%	53.34%	Information not available
Covered payroll	\$ 4,084,625	\$ 4,473,758	\$ 4,121,859	\$ 4,304,133	\$ 4,768,091	\$ 4,623,094	\$ 4,758,468	\$ 4,626,035	
City's net pension liability as a percentage of covered payroll	662.15%	727.06%	711.22%	641.58%	549.69%	517.59%	384.87%	381.48%	

CITY OF BULLHEAD CITY, ARIZONA  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF CITY PENSION CONTRIBUTIONS  
 Year Ended June 30, 2022

Bullhead City Police Dept. Public Safety Personnel Retirement System	Reporting Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially determined contribution	\$ 2,977,253	\$ 2,906,961	\$ 2,731,212	\$ 2,406,560	\$ 2,300,757	\$ 1,422,995	\$ 1,391,558	\$ 1,240,272	\$ 1,103,933	Information not available
City's contributions in relation to the actuarially determined contribution	2,977,253	2,906,961	2,731,212	2,406,560	2,300,757	1,422,995	1,391,558	1,240,272	1,103,933	
City's contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
City's covered payroll	\$ 5,069,390	\$ 4,084,625	\$ 4,473,758	\$ 4,121,859	\$ 4,304,133	\$ 4,768,091	\$ 4,623,094	\$ 4,758,468	\$ 4,626,035	
City's contributions as a percentage of covered payroll	58.73%	58.44%	61.05%	58.39%	53.45%	29.84%	30.10%	26.06%	23.86%	



CITY OF BULLHEAD CITY, ARIZONA  
 REQUIRED SUPPLEMENTARY INFORMATION  
 NOTES TO THE PENSION PLAN SCHEDULES  
 Year Ended June 30, 2022

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 percent-of-pay, closed
Remaining amortization period as of the 2020 actuarial valuation	19 years for underfunded 20 years for overfunded
Asset valuation method	7-year smoothed fair value; 80%/120% market corridor
Actuarial assumptions: Investment rate of return	In the 2019 actuarial valuation, the investment rate of return was decreased from 7.4% to 7.3%. In the 2017 actuarial valuation, the investment rate of return was decreased from 7.5% to 7.4%. In the 2016 actuarial valuation, the investment rate of return was decreased from 7.85% to 7.5%. In the 2013 actuarial valuation, the investment rate of return was decreased from 8.0% to 7.85%
Projected salary increases	In the 2017 actuarial valuation, projected salary increases were decreased from 4.0%-8.0% to 3.5%-7.5% for PSPRS. In the 2014 actuarial valuation, projected salary increases were decreased from 4.5%-8.5% to 4.0%-8.0% for PSPRS. In the 2013 actuarial valuation, projected salary increases were decreased from 5.0%-9.0% to 4.5%-7.5% for PSPRS
Wage growth	In the 2017 actuarial valuation, wage growth was decreased from 4% to 3.5% for PSPRS. In the 2014 actuarial valuation, wage growth was decreased from 4.5% to 4.0% for PSPRS. In the 2013 actuarial valuation, wage growth was decreased from 5.0%-4.5% for PSPRS.
Retirement age	Experience-based table of 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	In the 2019 actuarial valuation, changed to PubS-2010 tables. In the 2017 actuarial valuation, changed to RP-2014 tables, with 75% of MP-2016 fully generational projection scales. RP-2000 mortality table (adjusted by 105% for both males and females)

CITY OF BULLHEAD CITY, ARIZONA  
REQUIRED SUPPLEMENTARY INFORMATION  
NOTES TO THE PENSION PLAN SCHEDULES  
Year Ended June 30, 2022

NOTE 2 FACTORS THAT AFFECT TRENDS

Arizona courts have ruled that provisions of a 2011 law that changed the mechanism for funding permanent pension benefit increases and increased employee pension contribution rates were unconstitutional or a breach of contract because those provisions apply to individuals who were members as of the law's effective date. As a result, the PSPRS changed benefit terms to reflect the prior mechanism for funding permanent benefit increases for those members and revised actuarial assumptions to explicitly value future permanent benefit increases. PSPRS also reduced those members' employee contribution rates. These changes are reflected in the plans' pension liabilities for fiscal year 2015 (measurement date 2014) for members who were retired as of the law's effective date and fiscal year 2018 (measurement date 2017) for members who retired or will retire after the law's effective date. These changes also increased the PSPRS-required pension contributions beginning in fiscal year 2016 for members who were retired as of the law's effective date. These changes will increase the PSPRS- required contributions beginning in fiscal year 2019 for members who retired or will retire after the law's effective date. Also, the City refunded excess employee contributions to PSPRS members. PSPRS allowed the City to reduce its actual employer contributions for the refund amounts. As a result, the City's pension contributions were less than the actuarially or statutorily determined contributions for 2018 and 2019.

# Financial Section

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Other Supplementary Information

Combining Non-Major Fund Financial Statements



CITY OF BULLHEAD CITY, ARIZONA  
 COMBINING BALANCE SHEET  
 ALL NONMAJOR GOVERNMENTAL FUNDS - BY FUND TYPE  
 June 30, 2022

	Special Revenue	Capital Projects	Debt Service	Total Nonmajor Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 5,188,170	\$ 930,072	\$ 62,387	\$ 6,180,629
Restricted cash	172,295	-	620,932	793,227
Receivables, net of allowances for uncollectibles:				
Accounts	359,986	21,571	6,125	387,682
Taxes	3,044	-	-	3,044
Intergovernmental	231,962	-	-	231,962
Inventory and Prepaids	33,147	-	-	33,147
Special assessments receivable	-	-	537	537
<b>Total assets</b>	<b>\$ 5,988,604</b>	<b>\$ 951,643</b>	<b>\$ 689,981</b>	<b>\$ 7,630,228</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 163,454	\$ 770,801	\$ -	\$ 934,255
Accrued payroll and related liabilities	68,556	8,747	-	77,303
Due to other funds	321,014	3,823	359	325,196
Other liabilities	28,187	82,659	-	110,846
Unearned revenue	3,500,954	-	-	3,500,954
Interest payable	-	-	78,932	78,932
Matured bonds payable	-	-	542,000	542,000
<b>Total liabilities</b>	<b>4,082,165</b>	<b>866,030</b>	<b>621,291</b>	<b>5,569,486</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue - other	11,196	-	-	11,196
Unavailable revenue - special assessments	14,010	24,556	158,936	197,502
<b>Total deferred inflows of resources</b>	<b>25,206</b>	<b>24,556</b>	<b>158,936</b>	<b>208,698</b>
<b>FUND BALANCES</b>				
<b>Nonspendable</b>				
Inventory and Prepaids	33,147	-	-	33,147
<b>Restricted</b>				
Highways and streets	143,194	-	-	143,194
Community development	1,334,521	-	-	1,334,521
Public safety	135,414	-	-	135,414
Capital projects	-	75,282	-	75,282
Debt service	-	-	178	178
Other purposes	401,292	-	-	401,292
Unassigned	(166,335)	(14,225)	(90,424)	(270,984)
<b>Total fund balances</b>	<b>1,881,233</b>	<b>61,057</b>	<b>(90,246)</b>	<b>1,852,044</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 5,988,604</b>	<b>\$ 951,643</b>	<b>\$ 689,981</b>	<b>\$ 7,630,228</b>

CITY OF BULLHEAD CITY, ARIZONA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 ALL NONMAJOR GOVERNMENTAL FUNDS - BY FUND TYPE  
 Year Ended June 30, 2022

	Special Revenue	Capital Projects	Debt Service	Total Nonmajor Governmental Funds
<b>REVENUES</b>				
Intergovernmental	\$ 5,571,235	\$ 977,780	\$ -	\$ 6,549,015
Charges for services	644,299	-	-	644,299
Special assessments	26,206	65,447	175,301	266,954
Licenses and permits	20	-	-	20
Fines and forfeitures	54,604	-	-	54,604
Investment earnings	10,265	952	483	11,700
Other revenues	169,986	31	5,058	175,075
Total revenues	<u>6,476,615</u>	<u>1,044,210</u>	<u>180,842</u>	<u>7,701,667</u>
<b>EXPENDITURES</b>				
Current:				
General government	2,411,377	-	-	2,411,377
Public safety	184,607	-	-	184,607
Culture and recreation	96,951	-	-	96,951
Redevelopment and housing	360,982	-	-	360,982
Highways and streets	-	408,964	343	409,307
Health and welfare	340,822	-	-	340,822
Capital outlay	113,107	1,661,304	-	1,774,411
Debt service:				
Principal	-	-	642,000	642,000
Interest and fiscal charges	-	-	286,700	286,700
Total expenditures	<u>3,507,846</u>	<u>2,070,268</u>	<u>929,043</u>	<u>6,507,157</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,968,769</u>	<u>(1,026,058)</u>	<u>(748,201)</u>	<u>1,194,510</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	664,532	828,032	1,920,454	3,413,018
Transfers out	(3,382,766)	-	-	(3,382,766)
Total other financing (uses) sources	<u>(2,718,234)</u>	<u>828,032</u>	<u>1,920,454</u>	<u>30,252</u>
Net change in fund balances	250,535	(198,026)	1,172,253	1,224,762
Fund balances - beginning of year	1,630,698	259,083	(1,262,499)	627,282
Fund balances - end of year	<u>\$ 1,881,233</u>	<u>\$ 61,057</u>	<u>\$ (90,246)</u>	<u>\$ 1,852,044</u>

# Financial Section

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## Other Supplementary Information

### Special Revenue Funds

- **RICO** - This fund is used to account for the City's share of the U.S. Customs Department Asset Sharing Program. The funds may only be used for law enforcement purposes.
- **Housing** - This fund is used to account for the repayment of Housing Rehab loans.
- **Art Commission** - This fund is used to account for all revenues and expenditures for the promotion of the arts.
- **Special Assessments Administration** - This fund is used to account for the administration of the City's improvement districts.
- **Judicial Collection Enhancement Fund (JCEF)** - This fund is used to account for monies received by the court to train court personnel, improve, maintain and enhance the ability to manage administration of justice.
- **Water Impost** - This fund is used to account for all revenues and expenditures paid for by the City's water impost fees.
- **Transit** - This fund is used to account for administration and operations of the City's transit system.
- **Real Estate Owned (REO)** - This fund is used to account for the administration of City owned real property.
- **Court Enhancement** - This fund is used to account for funds collected from surcharges by the City's Municipal Court.
- **Fill the Gap** - This fund is used to account for the funds received from the State of Arizona that are for reducing delays and backlogs in criminal cases.
- **CDBG/HOME/HTF** - This fund is used to account for activities related to the City's Community Development Block Grant and other related grants.
- **Special Events** - This fund is used to account for the activities related to the City's special events.
- **Veterans Memorial Park** - This fund is used to account for the funds received through donations that assist with operating, capital, and other related expenses at the City's Veteran's Memorial Park.
- **Fines/Fees and Restitution Program (FARE) Fund** - This fund is used to account for amounts received from the State of Arizona collected on overdue fines, fees, and restitutions.
- **Pest Abatement** - This fund is used to account for all revenues and expenditures of intergovernmental revenues for pest abatement.

# Financial Section

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## Other Supplementary Information

### Special Revenue Funds (Continued)

- **Court Security Improvement Fund** – This fund is used to account for all revenues and expenditures for the improvement of the security system for the City's court.
- **Court Improvement** - This fund is used to account for all revenues and expenditures for improvements to the City's court.
- **Victim Services Grants** - This fund is used to account for all revenues and expenditures of the victim rights grant.
- **Police Grants** - This fund is used to account for all revenues and expenditures of intergovernmental grants for the police department.
- **General Grants** - This fund is used to account for the revenues and expenditures related to grant funding received by federal, state and local agencies.
- **Senior Nutrition Center** - This fund is used to account for the revenues and expenditures related to the serving of meals to the city's senior population.
- **CARES Act Fund** - This fund is used to account for the revenues and expenditures related to the funding received as part of the Coronavirus Aid, Relief and Economic Security (CARES) Act.
- **ARPA Fund** - This fund is used to account for the revenues and expenditures related to the funding received as part of the Coronavirus State and Local Fiscal Recovery Funds (ARPA).





CITY OF BULLHEAD CITY, ARIZONA  
 COMBINING BALANCE SHEET  
 SPECIAL REVENUE FUNDS  
 June 30, 2022

	RICO	Housing	Arts Commission	Special Assessments Administration
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ 25	\$ 3,702	\$ 42,719
Restricted cash	78,205	-	-	-
Receivables, net of allowances for uncollectibles:				
Accounts	1,248	-	-	-
Taxes	-	-	-	3,044
Intergovernmental	-	-	-	-
Inventory and Prepays	-	-	-	-
<b>Total assets</b>	<b>\$ 79,453</b>	<b>\$ 25</b>	<b>\$ 3,702</b>	<b>\$ 45,763</b>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ 9,253
Accrued payroll and related liabilities	-	-	-	-
Due to other funds	35,688	-	-	-
Other liabilities	-	-	288	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<b>35,688</b>	<b>-</b>	<b>288</b>	<b>9,253</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue - other	-	-	-	-
Unavailable revenue - special assessments	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>				
<b>Nonspendable</b>				
Inventory and Prepays	-	-	-	-
<b>Restricted</b>				
Highways and streets	-	-	-	-
Community development	-	25	3,414	36,510
Public safety	43,765	-	-	-
Other purposes	-	-	-	-
<b>Unassigned</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total fund balances</b>	<b>43,765</b>	<b>25</b>	<b>3,414</b>	<b>36,510</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 79,453</b>	<b>\$ 25</b>	<b>\$ 3,702</b>	<b>\$ 45,763</b>

JCEF	Water Impost	Transit	REO	Court Enhancement	Fill the Gap
\$ 45,474	\$ 1,174,024	\$ 49,839	\$ 157	\$ -	\$ 22,804
22,481	-	-	-	58,581	8,580
-	163,695	2,814	-	-	1,783
-	-	-	-	-	-
-	-	212,710	-	-	-
-	-	27,015	-	-	-
<u>\$ 67,955</u>	<u>\$ 1,337,719</u>	<u>\$ 292,378</u>	<u>\$ 157</u>	<u>\$ 58,581</u>	<u>\$ 33,167</u>
\$ 454	\$ 13,330	\$ 88,416	\$ 117	\$ 718	\$ -
-	18,771	33,598	-	-	-
-	-	-	-	56,327	-
-	-	5	40	-	-
-	-	-	-	-	-
<u>454</u>	<u>32,101</u>	<u>122,019</u>	<u>157</u>	<u>57,045</u>	<u>-</u>
-	11,046	150	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>11,046</u>	<u>150</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	27,015	-	-	-
-	-	143,194	-	-	-
-	1,294,572	-	-	-	-
67,501	-	-	-	1,536	-
-	-	-	-	-	33,167
-	-	-	-	-	-
<u>67,501</u>	<u>1,294,572</u>	<u>170,209</u>	<u>-</u>	<u>1,536</u>	<u>33,167</u>
<u>\$ 67,955</u>	<u>\$ 1,337,719</u>	<u>\$ 292,378</u>	<u>\$ 157</u>	<u>\$ 58,581</u>	<u>\$ 33,167</u>

(Continued)

CITY OF BULLHEAD CITY, ARIZONA  
 COMBINING BALANCE SHEET  
 SPECIAL REVENUE FUNDS  
 June 30, 2022

ASSETS	CDBG/HTF	Special Events	Veterans Memorial Park	FARE	Pest Abatement
Cash and cash equivalents	\$ -	\$ 127,307	\$ 312	\$ 6,165	\$ 45,587
Restricted cash	-	-	-	3,337	-
Receivables, net of allowances for uncollectibles:					
Accounts	3,600	7,495	-	-	-
Taxes	-	-	-	-	-
Intergovernmental	8,020	-	-	-	-
Inventory and Prepays	-	-	-	-	-
<b>Total assets</b>	<b>\$ 11,620</b>	<b>\$ 134,802</b>	<b>\$ 312</b>	<b>\$ 9,502</b>	<b>\$ 45,587</b>
<b>LIABILITIES</b>					
Accounts payable	\$ 27,460	\$ 194	\$ -	\$ 632	\$ 441
Accrued payroll and related liabilities	-	-	-	-	3,504
Due to other funds	114,698	-	-	-	-
Other liabilities	27,574	280	-	-	-
Unearned revenue	-	-	-	-	-
<b>Total liabilities</b>	<b>169,732</b>	<b>474</b>	<b>-</b>	<b>632</b>	<b>3,945</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenue - other	-	-	-	-	-
Unavailable revenue - special assessments	-	14,010	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>14,010</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>					
<b>Nonspendable</b>					
Inventory and Prepays	-	-	-	-	-
<b>Restricted</b>					
Highways and streets	-	-	-	-	-
Community development	-	-	-	-	-
Public safety	-	-	-	-	-
Other purposes	-	120,318	312	8,870	41,642
Unassigned	(158,112)	-	-	-	-
<b>Total fund balances</b>	<b>(158,112)</b>	<b>120,318</b>	<b>312</b>	<b>8,870</b>	<b>41,642</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 11,620</b>	<b>\$ 134,802</b>	<b>\$ 312</b>	<b>\$ 9,502</b>	<b>\$ 45,587</b>

Court Security Improvement	Court Improvement	Victim Services Grants	Police Grants	General Grants	Senior Nutrition Center	CARES	ARPA	Total
\$ 13	\$ -	\$ -	\$ 22,985	\$ 5,465	\$ 132,926	\$ -	\$ 3,508,666	\$ 5,188,170
-	-	-	-	-	1,111	-	-	172,295
-	109,930	-	-	-	69,421	-	-	359,986
-	-	-	-	-	-	-	-	3,044
-	-	11,232	-	-	-	-	-	231,962
-	6,132	-	-	-	-	-	-	33,147
<u>\$ 13</u>	<u>\$ 116,062</u>	<u>\$ 11,232</u>	<u>\$ 22,985</u>	<u>\$ 5,465</u>	<u>\$ 203,458</u>	<u>\$ -</u>	<u>\$ 3,508,666</u>	<u>\$ 5,988,604</u>
\$ -	\$ 8,517	\$ -	\$ 386	\$ -	\$ 13,536	\$ -	\$ -	\$ 163,454
-	-	6,567	-	-	6,116	-	-	68,556
-	109,636	4,665	-	-	-	-	-	321,014
-	-	-	-	-	-	-	-	28,187
-	-	-	-	-	-	-	3,500,954	3,500,954
-	118,153	11,232	386	-	19,652	-	3,500,954	4,082,165
-	-	-	-	-	-	-	-	11,196
-	-	-	-	-	-	-	-	14,010
-	-	-	-	-	-	-	-	25,206
-	6,132	-	-	-	-	-	-	33,147
-	-	-	-	-	-	-	-	143,194
-	-	-	-	-	-	-	-	1,334,521
13	-	-	22,599	-	-	-	-	135,414
-	-	-	-	5,465	183,806	-	7,712	401,292
-	(8,223)	-	-	-	-	-	-	(166,335)
<u>13</u>	<u>(2,091)</u>	<u>-</u>	<u>22,599</u>	<u>5,465</u>	<u>183,806</u>	<u>-</u>	<u>7,712</u>	<u>1,881,233</u>
<u>\$ 13</u>	<u>\$ 116,062</u>	<u>\$ 11,232</u>	<u>\$ 22,985</u>	<u>\$ 5,465</u>	<u>\$ 203,458</u>	<u>\$ -</u>	<u>\$ 3,508,666</u>	<u>\$ 5,988,604</u>

(Concluded)

CITY OF BULLHEAD CITY, ARIZONA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 SPECIAL REVENUE FUNDS  
 Year Ended June 30, 2022

	RICO	Housing	Arts Commission	Special Assessments Administration
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Special assessments	-	-	-	26,206
Licenses and permits	-	-	-	-
Fines and forfeitures	10,300	-	-	-
Investment earnings	80	-	6	65
Other revenues	1,248	-	1	19
Total revenues	<u>11,628</u>	<u>-</u>	<u>7</u>	<u>26,290</u>
<b>EXPENDITURES</b>				
Current:				
General government	-	-	-	9,465
Public safety	17,850	-	-	-
Culture and recreation	-	-	1,274	-
Redevelopment and housing	-	-	-	-
Health and welfare	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>17,850</u>	<u>-</u>	<u>1,274</u>	<u>9,465</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,222)</u>	<u>-</u>	<u>(1,267)</u>	<u>16,825</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	(24,703)
Total other financing (uses) sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>(24,703)</u>
Net change in fund balances	<u>(6,222)</u>	<u>-</u>	<u>(1,267)</u>	<u>(7,878)</u>
Fund balances - beginning of year	<u>49,987</u>	<u>25</u>	<u>4,681</u>	<u>44,388</u>
Fund balances - end of year	<u>\$ 43,765</u>	<u>\$ 25</u>	<u>\$ 3,414</u>	<u>\$ 36,510</u>

JCEF	Water Impost	Transit	REO	Court Enhancement	Fill the Gap
\$ -	\$ 25,000	\$ 1,050,234	\$ -	\$ -	\$ -
-	519,386	107,942	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
9,735	-	-	-	26,589	6,483
124	1,740	48	-	78	45
2	-	3,840	-	-	1
<u>9,861</u>	<u>546,126</u>	<u>1,162,064</u>	<u>-</u>	<u>26,667</u>	<u>6,529</u>
1,324	612,075	1,449,100	25,371	26,477	1,233
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,324</u>	<u>612,075</u>	<u>1,449,100</u>	<u>25,371</u>	<u>26,477</u>	<u>1,233</u>
<u>8,537</u>	<u>(65,949)</u>	<u>(287,036)</u>	<u>(25,371)</u>	<u>190</u>	<u>5,296</u>
-	5,150	100,051	213,079	-	-
<u>(30,556)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(30,556)</u>	<u>5,150</u>	<u>100,051</u>	<u>213,079</u>	<u>-</u>	<u>-</u>
<u>(22,019)</u>	<u>(60,799)</u>	<u>(186,985)</u>	<u>187,708</u>	<u>190</u>	<u>5,296</u>
<u>89,520</u>	<u>1,355,371</u>	<u>357,194</u>	<u>(187,708)</u>	<u>1,346</u>	<u>27,871</u>
<u>\$ 67,501</u>	<u>\$ 1,294,572</u>	<u>\$ 170,209</u>	<u>\$ -</u>	<u>\$ 1,536</u>	<u>\$ 33,167</u>

(Continued)

CITY OF BULLHEAD CITY, ARIZONA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 SPECIAL REVENUE FUNDS  
 Year Ended June 30, 2022

REVENUES	CDBG/HTF	Special Events	Veterans Memorial Park	FARE	Pest Abatement
Intergovernmental	\$ 283,487	\$ -	\$ -	\$ -	\$ 160,000
Charges for services	-	16,971	-	-	-
Special assessments	-	-	-	-	-
Licenses and permits	-	20	-	-	-
Fines and forfeitures	-	-	-	1,497	-
Investment earnings	-	82	-	15	85
Other revenues	71,556	17,740	7	-	-
Total revenues	<u>355,043</u>	<u>34,813</u>	<u>7</u>	<u>1,512</u>	<u>160,085</u>
EXPENDITURES					
Current:					
General government	-	-	-	3,275	170,060
Public safety	-	-	-	-	-
Culture and recreation	-	95,677	-	-	-
Redevelopment and housing	360,982	-	-	-	-
Health and welfare	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>360,982</u>	<u>95,677</u>	<u>-</u>	<u>3,275</u>	<u>170,060</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,939)</u>	<u>(60,864)</u>	<u>7</u>	<u>(1,763)</u>	<u>(9,975)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	400	162,050	-	-	2,500
Transfers out	-	-	-	-	-
Total other financing (uses) sources	<u>400</u>	<u>162,050</u>	<u>-</u>	<u>-</u>	<u>2,500</u>
Net change in fund balances	<u>(5,539)</u>	<u>101,186</u>	<u>7</u>	<u>(1,763)</u>	<u>(7,475)</u>
Fund balances - beginning of year	<u>(152,573)</u>	<u>19,132</u>	<u>305</u>	<u>10,633</u>	<u>49,117</u>
Fund balances - end of year	<u>\$ (158,112)</u>	<u>\$ 120,318</u>	<u>\$ 312</u>	<u>\$ 8,870</u>	<u>\$ 41,642</u>



Court Security Improvement	Court Improvement	Victim Services Grants	Police Grants	General Grants	Senior Nutrition Center	CARES	ARPA	Total
\$ -	\$ 251,163	\$ 144,475	\$ 67,092	\$ -	\$ 263,516	\$ -	\$ 3,326,268	\$ 5,571,235
-	-	-	-	-	-	-	-	644,299
-	-	-	-	-	-	-	-	26,206
-	-	-	-	-	-	-	-	20
-	-	-	-	-	-	-	-	54,604
-	-	-	30	8	145	2	7,712	10,265
-	-	-	-	1,000	74,572	-	-	169,986
-	251,163	144,475	67,122	1,008	338,233	2	3,333,980	6,476,615
-	112,997	-	-	-	-	-	-	2,411,377
-	-	149,305	17,452	-	-	-	-	184,607
-	-	-	-	-	-	-	-	96,951
-	-	-	-	-	-	-	-	360,982
-	-	-	-	-	340,822	-	-	340,822
-	-	-	113,107	-	-	-	-	113,107
-	112,997	149,305	130,559	-	340,822	-	-	3,507,846
-	138,166	(4,830)	(63,437)	1,008	(2,589)	2	3,333,980	2,968,769
-	2,000	5,000	58,442	-	115,860	-	-	664,532
-	-	-	-	-	-	(1,239)	(3,326,268)	(3,382,766)
-	2,000	5,000	58,442	-	115,860	(1,239)	(3,326,268)	(2,718,234)
-	140,166	170	(4,995)	1,008	113,271	(1,237)	7,712	250,535
13	(142,257)	(170)	27,594	4,457	70,535	1,237	-	1,630,698
\$ 13	\$ (2,091)	\$ -	\$ 22,599	\$ 5,465	\$ 183,806	\$ -	\$ 7,712	\$ 1,881,233

(Concluded)



# Financial Section

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## Other Supplementary Information

### Capital Project Funds

- **Street Lighting Improvement Districts** - This fund is used to account for maintenance and operation of the City's Street Lighting Districts.
- **The Flood Control Capital Project Fund** - This fund is used to account for capital flood improvements projects.



CITY OF BULLHEAD CITY, ARIZONA  
 COMBINING BALANCE SHEET  
 CAPITAL PROJECTS FUNDS  
 June 30, 2022

	Street Lighting Improvement Districts	Flood Control Fund	Total
<b>ASSETS</b>			
Cash and cash equivalents	\$ -	\$ 930,072	\$ 930,072
Receivables, net of allowances for uncollectibles:			
Accounts	21,571	-	21,571
<b>Total assets</b>	<b>\$ 21,571</b>	<b>\$ 930,072</b>	<b>\$ 951,643</b>
<b>LIABILITIES</b>			
Accounts payable	\$ 7,417	\$ 763,384	\$ 770,801
Accrued payroll and related liabilities	-	8,747	8,747
Due to other funds	3,823	-	3,823
Other liabilities	-	82,659	82,659
<b>Total liabilities</b>	<b>11,240</b>	<b>854,790</b>	<b>866,030</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenue - special assessments	24,556	-	24,556
<b>Total deferred inflows of resources</b>	<b>24,556</b>	<b>-</b>	<b>24,556</b>
<b>FUND BALANCES</b>			
Restricted			
Capital projects	-	75,282	75,282
Unassigned	(14,225)	-	(14,225)
<b>Total fund balances</b>	<b>(14,225)</b>	<b>75,282</b>	<b>61,057</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 21,571</b>	<b>\$ 930,072</b>	<b>\$ 951,643</b>

CITY OF BULLHEAD CITY, ARIZONA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 CAPITAL PROJECTS FUNDS  
 Year Ended June 30, 2022

	Street Lighting Improvement Districts	Flood Control Fund	Total
REVENUES			
Special assessments	\$ 65,447	\$ -	\$ 65,447
Investment earnings	46	906	952
Other revenues	-	31	31
Total revenues	<u>65,493</u>	<u>978,717</u>	<u>1,044,210</u>
EXPENDITURES			
Current:			
Highways and streets	63,764	345,200	408,964
Capital outlay	-	1,661,304	1,661,304
Total expenditures	<u>63,764</u>	<u>2,006,504</u>	<u>2,070,268</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,729</u>	<u>(1,027,787)</u>	<u>(1,026,058)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	828,032	828,032
Total other financing (uses) sources	<u>-</u>	<u>828,032</u>	<u>828,032</u>
Net change in fund balances	1,729	(199,755)	(198,026)
Fund balances - beginning of year	<u>(15,954)</u>	<u>275,037</u>	<u>259,083</u>
Fund balances - end of year	<u>\$ (14,225)</u>	<u>\$ 75,282</u>	<u>\$ 61,057</u>

# Financial Section

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## Other Supplementary Information

### Debt Service Funds

- **Debt Service Fund** - This fund accounts for the accumulation of resources for, and the payment of current and future debt service requirements for governmental debt principal and interest.
- **Bullhead City Parkway Improvement District** - This fund is used to account for all debt activity on special assessment bonds for the Bullhead Parkway Improvement District.
- **East Branch Sewer Improvement District** - This fund is used to account for all debt activity on special assessment bonds for the East Branch Sewer Improvement District.





CITY OF BULLHEAD CITY, ARIZONA  
 COMBINING BALANCE SHEET  
 DEBT SERVICE FUNDS  
 June 30, 2022

	Debt Service	Bullhead Parkway Improvement District	East Branch Sewer Improvement District	Total
<b>ASSETS</b>				
Cash and cash equivalents	\$ 62,387	\$ -	\$ -	\$ 62,387
Restricted cash	620,932	-	-	620,932
Receivables, net of allowances for uncollectibles:				
Accounts	6,125	-	-	6,125
Special assessments receivable	-	-	537	537
Total assets	<u>\$ 689,444</u>	<u>\$ -</u>	<u>\$ 537</u>	<u>\$ 689,981</u>
<b>LIABILITIES</b>				
Due to other funds	-	-	359	359
Interest payable	78,932	-	-	78,932
Matured bonds payable	542,000	-	-	542,000
Total liabilities	<u>620,932</u>	<u>-</u>	<u>359</u>	<u>621,291</u>
Deferred inflows of resources				
Unavailable revenue - special assessments	158,936	-	-	158,936
Total deferred inflows of resources	<u>158,936</u>	<u>-</u>	<u>-</u>	<u>158,936</u>
<b>FUND BALANCES</b>				
Restricted				
Debt service	-	-	178	178
Unassigned	(90,424)	-	-	(90,424)
Total fund balances	<u>(90,424)</u>	<u>-</u>	<u>178</u>	<u>(90,246)</u>
Total liabilities and fund balances	<u>\$ 689,444</u>	<u>\$ -</u>	<u>\$ 537</u>	<u>\$ 689,981</u>

CITY OF BULLHEAD CITY, ARIZONA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 DEBT SERVICE FUNDS  
 Year Ended June 30, 2022

	Debt Service	Bullhead Parkway Improvement District	East Branch Sewer Improvement District	Total
<b>REVENUES</b>				
Special assessments	\$ 175,301	\$ -	\$ -	\$ 175,301
Investment earnings	483	-	-	483
Other revenues	5,057	-	1	5,058
Total revenues	<u>180,841</u>	<u>-</u>	<u>1</u>	<u>180,842</u>
<b>EXPENDITURES</b>				
Current:				
Highways and streets	-	343	-	343
Debt service:				
Principal	642,000	-	-	642,000
Interest and fiscal charges	286,700	-	-	286,700
Total expenditures	<u>928,700</u>	<u>343</u>	<u>-</u>	<u>929,043</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(747,859)</u>	<u>(343)</u>	<u>1</u>	<u>(748,201)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	<u>718,992</u>	<u>1,201,462</u>	<u>-</u>	<u>1,920,454</u>
Total other financing (uses) sources	<u>718,992</u>	<u>1,201,462</u>	<u>-</u>	<u>1,920,454</u>
Net change in fund balances	<u>(28,867)</u>	<u>1,201,119</u>	<u>1</u>	<u>1,172,253</u>
Fund balances - beginning of year	<u>(61,557)</u>	<u>(1,201,119)</u>	<u>177</u>	<u>(1,262,499)</u>
Fund balances - end of year	<u>\$ (90,424)</u>	<u>\$ -</u>	<u>\$ 178</u>	<u>\$ (90,246)</u>

# Financial Section

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Other Supplementary Information

Budgetary Schedules  
Major Funds



CITY OF BULLHEAD CITY, ARIZONA  
 CAPITAL PROJECTS FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 27,937,757	\$ 27,937,757	\$ 46,313	\$ (27,891,444)
Investment earnings	1,432	1,432	182	(1,250)
Other revenues	-	-	21	21
Total revenues	<u>27,939,189</u>	<u>27,939,189</u>	<u>46,516</u>	<u>(27,892,673)</u>
<b>EXPENDITURES</b>				
Current:				
Culture and recreation	-	-	33,842	(33,842)
Capital outlay	36,088,028	36,088,028	7,263,578	28,824,450
Total expenditures	<u>36,088,028</u>	<u>36,088,028</u>	<u>7,297,420</u>	<u>28,790,608</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,148,839)</u>	<u>(8,148,839)</u>	<u>(7,250,904)</u>	<u>897,935</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of debt	9,548	9,548	-	(9,548)
Transfers in	8,150,271	8,150,271	7,112,651	(1,037,620)
Total other financing sources (uses)	<u>8,159,819</u>	<u>8,159,819</u>	<u>7,112,651</u>	<u>(1,047,168)</u>
Net change in fund balances	10,980	10,980	(138,253)	(149,233)
Fund balances - beginning of year	<u>-</u>	<u>-</u>	<u>212,153</u>	<u>212,153</u>
Fund balances - end of year	<u>\$ 10,980</u>	<u>\$ 10,980</u>	<u>\$ 73,900</u>	<u>\$ 62,920</u>

CITY OF BULLHEAD CITY, ARIZONA  
 SID DEBT SERVICE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Special assessments	\$ 1,929,750	\$ 1,929,750	\$ 1,712,561	\$ (217,189)
Investment earnings	4,500	4,500	1,492	(3,008)
Other revenues	-	-	49	49
Total revenues	<u>1,934,250</u>	<u>1,934,250</u>	<u>1,714,102</u>	<u>(220,148)</u>
<b>EXPENDITURES</b>				
Current:				
General government	34,321	34,321	59,410	(25,089)
Debt service:				
Principal	2,181,932	2,181,932	2,181,932	-
Interest and fiscal charges	144,682	144,682	144,682	-
Total expenditures	<u>2,360,935</u>	<u>2,360,935</u>	<u>2,386,024</u>	<u>(25,089)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(426,685)</u>	<u>(426,685)</u>	<u>(671,922)</u>	<u>(245,237)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Sale of capital assets	-	-	90,454	90,454
Transfers in	-	-	261,951	261,951
Transfers out	-	-	(340,623)	(340,623)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>11,782</u>	<u>11,782</u>
Net change in fund balances	(426,685)	(426,685)	(660,140)	(233,455)
Fund balances - beginning of year	<u>1,562,315</u>	<u>1,562,315</u>	<u>1,455,211</u>	<u>(107,104)</u>
Fund balances - end of year	<u>\$ 1,135,630</u>	<u>\$ 1,135,630</u>	<u>\$ 795,071</u>	<u>\$ (340,559)</u>

CITY OF BULLHEAD CITY, ARIZONA  
 EXCISE REVENUE BOND REFUNDING FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Investment earnings	\$ -	\$ -	\$ 174	\$ 174
EXPENDITURES				
Current:				
Debt service:				
Principal	159,000	159,000	159,000	-
Interest and fiscal charges	12,950	12,950	12,949	1
Total expenditures	171,950	171,950	171,949	1
Excess (deficiency) of revenues over (under) expenditures	(171,950)	(171,950)	(171,775)	175
OTHER FINANCING SOURCES (USES)				
Transfers in	171,950	171,950	171,948	(2)
Net change in fund balances	-	-	173	173
Fund balances - beginning of year	-	-	49,685	49,685
Fund balances - end of year	\$ -	\$ -	\$ 49,858	\$ 49,858





# Financial Section

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Other Supplementary Information

Budgetary Schedules  
Non-Major Special Revenue Funds

CITY OF BULLHEAD CITY, ARIZONA  
RICO FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Fines and forfeitures	\$ -	\$ -	\$ 10,300	\$ 10,300
Investment earnings	1,500	1,500	80	(1,420)
Total revenues	<u>1,500</u>	<u>1,500</u>	<u>11,628</u>	<u>10,128</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	41,821	41,821	17,850	23,971
Total expenditures	<u>41,821</u>	<u>41,821</u>	<u>17,850</u>	<u>23,971</u>
Net change in fund balances	(40,321)	(40,321)	(6,222)	34,099
Fund balances - beginning of year	<u>40,321</u>	<u>40,321</u>	<u>49,987</u>	<u>9,666</u>
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,765</u>	<u>\$ 43,765</u>

CITY OF BULLHEAD CITY, ARIZONA  
HOUSING FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Investment earnings	\$ -	\$ -	\$ -	\$ -
Other revenues	-	-	-	-
Total revenues	-	-	-	-
EXPENDITURES				
Redevelopment and housing	-	-	-	-
Total expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances - beginning of year	\$ -	\$ -	\$ 25	\$ 25
Fund balances - end of year	\$ -	\$ -	\$ 25	\$ 25

CITY OF BULLHEAD CITY, ARIZONA  
ARTS COMMISSION FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Investment earnings	\$ -	\$ -	\$ 6	\$ 6
Other revenues	-	-	1	1
Total revenues	-	-	7	7
EXPENDITURES				
Current:				
Culture and recreation	2,920	2,920	1,274	1,646
Total expenditures	2,920	2,920	1,274	1,646
Net change in fund balances	(2,920)	(2,920)	(1,267)	1,653
Fund balances - beginning of year	5,420	5,420	4,681	(739)
Fund balances - end of year	\$ 2,500	\$ 2,500	\$ 3,414	\$ 914

CITY OF BULLHEAD CITY, ARIZONA  
SPECIAL ASSESSMENTS ADMINISTRATION FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Special assessments	\$ 30,000	\$ 30,000	\$ 26,206	\$ (3,794)
Investment earnings	500	500	65	(435)
Other revenues	-	-	19	19
Total revenues	<u>30,500</u>	<u>30,500</u>	<u>26,290</u>	<u>(4,210)</u>
<b>EXPENDITURES</b>				
Current:				
General government	70,505	70,505	9,465	61,040
Total expenditures	<u>70,505</u>	<u>70,505</u>	<u>9,465</u>	<u>61,040</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(40,005)</u>	<u>(40,005)</u>	<u>16,825</u>	<u>56,830</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	<u>(24,703)</u>	<u>(24,703)</u>	<u>(24,703)</u>	<u>-</u>
Net change in fund balances	(64,708)	(64,708)	(7,878)	56,830
Fund balances - beginning of year	<u>64,708</u>	<u>64,708</u>	<u>44,388</u>	<u>(20,320)</u>
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,510</u>	<u>\$ 36,510</u>

CITY OF BULLHEAD CITY, ARIZONA  
 JCEF FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Fines and forfeitures	\$ 10,500	\$ 10,500	\$ 9,735	\$ (765)
Investment earnings	500	500	124	(376)
Other revenues	-	-	2	2
Total revenues	<u>11,000</u>	<u>11,000</u>	<u>9,861</u>	<u>(1,139)</u>
<b>EXPENDITURES</b>				
Current:				
General government	56,600	56,600	1,324	55,276
Total expenditures	<u>56,600</u>	<u>56,600</u>	<u>1,324</u>	<u>55,276</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(45,600)</u>	<u>(45,600)</u>	<u>8,537</u>	<u>54,137</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(44,000)	(44,000)	(30,556)	13,444
Total other financing sources (uses)	<u>(44,000)</u>	<u>(44,000)</u>	<u>(30,556)</u>	<u>13,444</u>
Net change in fund balances	(89,600)	(89,600)	(22,019)	67,581
Fund balances - beginning of year	<u>89,600</u>	<u>89,600</u>	<u>89,520</u>	<u>(80)</u>
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 67,501</u>	<u>\$ 67,501</u>

CITY OF BULLHEAD CITY, ARIZONA  
WATER IMPOST FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Charges for services	\$ 535,000	\$ 535,000	\$ 519,386	\$ (15,614)
Investment earnings	8,000	8,000	1,740	(6,260)
Total revenues	<u>543,000</u>	<u>543,000</u>	<u>546,126</u>	<u>3,126</u>
<b>EXPENDITURES</b>				
Current:				
General government	1,134,699	1,134,699	612,075	522,624
Capital outlay	<u>100,000</u>	<u>100,000</u>	-	<u>100,000</u>
Total expenditures	<u>1,234,699</u>	<u>1,234,699</u>	<u>612,075</u>	<u>622,624</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(691,699)</u>	<u>(691,699)</u>	<u>(65,949)</u>	<u>625,750</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	<u>7,100</u>	<u>7,100</u>	<u>5,150</u>	<u>(1,950)</u>
Total other financing sources (uses)	<u>7,100</u>	<u>7,100</u>	<u>5,150</u>	<u>(1,950)</u>
Net change in fund balances	(684,599)	(684,599)	(60,799)	623,800
Fund balances - beginning of year	<u>884,541</u>	<u>884,541</u>	<u>1,355,371</u>	<u>470,830</u>
Fund balances - end of year	<u>\$ 199,942</u>	<u>\$ 199,942</u>	<u>\$ 1,294,572</u>	<u>\$ 1,094,630</u>

CITY OF BULLHEAD CITY, ARIZONA  
TRANSIT FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 1,117,493	\$ 1,117,493	\$ 1,050,234	\$ (67,259)
Charges for services	170,000	170,000	107,942	(62,058)
Investment earnings	-	-	48	48
Other revenues	4,200	4,200	3,840	(360)
Total revenues	<u>1,291,693</u>	<u>1,291,693</u>	<u>1,162,064</u>	<u>(129,629)</u>
<b>EXPENDITURES</b>				
Current:				
General government	1,780,465	1,780,465	1,449,100	331,365
Capital outlay	55,000	55,000	-	55,000
Total expenditures	<u>1,835,465</u>	<u>1,835,465</u>	<u>1,449,100</u>	<u>386,365</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(543,772)</u>	<u>(543,772)</u>	<u>(287,036)</u>	<u>256,736</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Sale of capital assets	-	-	-	-
Transfers in	379,818	379,818	100,051	(279,767)
Total other financing sources (uses)	<u>379,818</u>	<u>379,818</u>	<u>100,051</u>	<u>(279,767)</u>
Net change in fund balances	(163,954)	(163,954)	(186,985)	(23,031)
Fund balances - beginning of year	<u>163,954</u>	<u>163,954</u>	<u>357,194</u>	<u>193,240</u>
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 170,209</u>	<u>\$ 170,209</u>



CITY OF BULLHEAD CITY, ARIZONA  
 REO FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Current:				
General government	16,100	16,100	25,371	(9,271)
Total expenditures	16,100	16,100	25,371	(9,271)
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	16,100	16,100	-	(16,100)
Transfers in	-	-	213,079	213,079
Total other financing sources (uses)	16,100	16,100	213,079	196,979
Net change in fund balances	-	-	187,708	187,708
Fund balances - beginning of year	-	-	(187,708)	(187,708)
Fund balances - end of year	\$ -	\$ -	\$ -	\$ -

CITY OF BULLHEAD CITY, ARIZONA  
 COURT ENHANCEMENT FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fines and forfeitures	\$ 25,800	\$ 25,800	\$ 26,589	\$ 789
Investment earnings	50	50	78	28
Total revenues	<u>25,850</u>	<u>25,850</u>	<u>26,667</u>	<u>817</u>
EXPENDITURES				
Current:				
General government	<u>34,171</u>	<u>34,171</u>	<u>26,477</u>	<u>7,694</u>
Total expenditures	<u>34,171</u>	<u>34,171</u>	<u>26,477</u>	<u>7,694</u>
Net change in fund balances	(8,321)	(8,321)	190	8,511
Fund balances - beginning of year	<u>8,321</u>	<u>8,321</u>	<u>1,346</u>	<u>(6,975)</u>
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,536</u>	<u>\$ 1,536</u>

CITY OF BULLHEAD CITY, ARIZONA  
 FILL THE GAP FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Fines and forfeitures	\$ 6,000	\$ 6,000	\$ 6,483	\$ 483
Investment earnings	200	200	45	(155)
Other revenues	-	-	1	1
Total revenues	<u>6,200</u>	<u>6,200</u>	<u>6,529</u>	<u>329</u>
EXPENDITURES				
Current:				
General government	<u>33,914</u>	<u>33,914</u>	<u>1,233</u>	<u>32,681</u>
Total expenditures	<u>33,914</u>	<u>33,914</u>	<u>1,233</u>	<u>32,681</u>
Net change in fund balances	(27,714)	(27,714)	5,296	33,010
Fund balances - beginning of year	<u>27,714</u>	<u>27,714</u>	<u>27,871</u>	<u>157</u>
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,167</u>	<u>\$ 33,167</u>

CITY OF BULLHEAD CITY, ARIZONA  
 CDBG/HOME/HTF FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 528,681	\$ 528,681	\$ 283,487	\$ (245,194)
Other revenues	-	-	71,556	71,556
Total revenues	<u>528,681</u>	<u>528,681</u>	<u>355,043</u>	<u>(173,638)</u>
<b>EXPENDITURES</b>				
Current:				
Redevelopment and housing	489,100	489,100	360,982	128,118
Total expenditures	<u>489,100</u>	<u>489,100</u>	<u>360,982</u>	<u>128,118</u>
Excess (deficiency) of revenues over (under) expenditures	<u>39,581</u>	<u>39,581</u>	<u>(5,939)</u>	<u>(45,520)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	400	400	400	-
Total other financing sources (uses)	<u>400</u>	<u>400</u>	<u>400</u>	<u>-</u>
Net change in fund balances	39,981	39,981	(5,539)	(45,520)
Fund balances - beginning of year	-	-	(152,573)	(152,573)
Fund balances - end of year	<u>\$ 39,981</u>	<u>\$ 39,981</u>	<u>\$ (158,112)</u>	<u>\$ (198,093)</u>

CITY OF BULLHEAD CITY, ARIZONA  
SPECIAL EVENTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Charges for services	\$ 59,000	\$ 59,000	\$ 16,971	\$ (42,029)
Licenses and permits	-	-	20	20
Investment earnings	250	250	82	(168)
Other revenues	228,250	228,250	17,740	(210,510)
Total revenues	<u>287,500</u>	<u>287,500</u>	<u>34,813</u>	<u>(252,687)</u>
<b>EXPENDITURES</b>				
Current:				
General government	-	-	-	-
Culture and recreation	432,479	432,479	95,677	336,802
Total expenditures	<u>432,479</u>	<u>432,479</u>	<u>95,677</u>	<u>336,802</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(144,979)</u>	<u>(144,979)</u>	<u>(60,864)</u>	<u>84,115</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	150,000	150,000	162,050	12,050
Total other financing sources (uses)	<u>150,000</u>	<u>150,000</u>	<u>162,050</u>	<u>12,050</u>
Net change in fund balances	5,021	5,021	101,186	96,165
Fund balances - beginning of year	<u>135</u>	<u>135</u>	<u>19,132</u>	<u>18,997</u>
Fund balances - end of year	<u>\$ 5,156</u>	<u>\$ 5,156</u>	<u>\$ 120,318</u>	<u>\$ 115,162</u>

CITY OF BULLHEAD CITY, ARIZONA  
VETERANS MEMORIAL PARK FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Other revenues	\$ -	\$ -	\$ 7	\$ 7
Total revenues	-	-	7	7
EXPENDITURES				
Current:				
Total expenditures	-	-	-	-
Net change in fund balances	-	-	7	7
Fund balances - beginning of year	-	-	305	305
Fund balances - end of year	\$ -	\$ -	\$ 312	\$ 312

CITY OF BULLHEAD CITY, ARIZONA  
 FINES/ FEES AND RESTITUTION PROGRAM (FARE) FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Fines and forfeitures	\$ 1,800	\$ 1,800	\$ 1,497	\$ (303)
Investment earnings	20	20	15	(5)
Total revenues	<u>1,820</u>	<u>1,820</u>	<u>1,512</u>	<u>(308)</u>
EXPENDITURES				
Current:				
General government	<u>12,445</u>	<u>12,445</u>	<u>3,275</u>	<u>9,170</u>
Total expenditures	<u>12,445</u>	<u>12,445</u>	<u>3,275</u>	<u>9,170</u>
Net change in fund balances	(10,625)	(10,625)	(1,763)	8,862
Fund balances - beginning of year	<u>10,625</u>	<u>10,625</u>	<u>10,633</u>	<u>8</u>
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,870</u>	<u>\$ 8,870</u>

CITY OF BULLHEAD CITY, ARIZONA  
 PEST ABATEMENT FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 160,000	\$ 160,000	\$ 160,000	\$ -
Investment earnings	-	-	85	85
Total revenues	<u>160,000</u>	<u>160,000</u>	<u>160,085</u>	<u>85</u>
<b>EXPENDITURES</b>				
Current:				
General government	211,841	211,841	170,060	41,781
Total expenditures	<u>211,841</u>	<u>211,841</u>	<u>170,060</u>	<u>41,781</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(51,841)</u>	<u>(51,841)</u>	<u>(9,975)</u>	<u>41,866</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	2,100	2,100	2,500	400
Total other financing sources (uses)	<u>2,100</u>	<u>2,100</u>	<u>2,500</u>	<u>400</u>
Net change in fund balances	(49,741)	(49,741)	(7,475)	42,266
Fund balances - beginning of year	<u>77,256</u>	<u>77,256</u>	<u>49,117</u>	<u>(28,139)</u>
Fund balances - end of year	<u>\$ 27,515</u>	<u>\$ 27,515</u>	<u>\$ 41,642</u>	<u>\$ 14,127</u>



CITY OF BULLHEAD CITY, ARIZONA  
 COURT SECURITY IMPROVEMENT FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Current:				
General government	-	-	-	-
Total expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances - beginning of year	-	-	13	13
Fund balances - end of year	\$ -	\$ -	\$ 13	\$ 13

CITY OF BULLHEAD CITY, ARIZONA  
 COURT IMPROVEMENT FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 167,667	\$ 167,667	\$ 251,163	\$ 83,496
Total revenues	<u>167,667</u>	<u>167,667</u>	<u>251,163</u>	<u>83,496</u>
EXPENDITURES				
Current:				
General government	168,667	168,667	112,997	55,670
Total expenditures	<u>168,667</u>	<u>168,667</u>	<u>112,997</u>	<u>55,670</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,000)</u>	<u>(1,000)</u>	<u>138,166</u>	<u>139,166</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	2,000	2,000	2,000	-
Total other financing sources (uses)	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>	<u>-</u>
Net change in fund balances	1,000	1,000	140,166	139,166
Fund balances - beginning of year	<u>-</u>	<u>-</u>	<u>(142,257)</u>	<u>(142,257)</u>
Fund balances - end of year	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ (2,091)</u>	<u>\$ (3,091)</u>

CITY OF BULLHEAD CITY, ARIZONA  
VICTIM SERVICES GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	<u>\$ 160,724</u>	<u>\$ 160,724</u>	<u>\$ 144,475</u>	<u>\$ (16,249)</u>
Total revenues	<u>160,724</u>	<u>160,724</u>	<u>144,475</u>	<u>(16,249)</u>
EXPENDITURES				
Current:				
Public safety	<u>166,204</u>	<u>166,204</u>	<u>149,305</u>	<u>16,899</u>
Total expenditures	<u>166,204</u>	<u>166,204</u>	<u>149,305</u>	<u>16,899</u>
Net change in fund balances	-	-	170	170
Fund balances - beginning of year	<u>-</u>	<u>-</u>	<u>(170)</u>	<u>(170)</u>
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF BULLHEAD CITY, ARIZONA  
POLICE GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget-
	Original	Final		Positive (Negative)
REVENUES				
Intergovernmental	\$ 208,140	\$ 208,140	\$ 67,092	\$ (141,048)
Investment earnings	-	-	30	30
Other revenues	50,000	50,000	-	(50,000)
Total revenues	<u>258,140</u>	<u>258,140</u>	<u>67,122</u>	<u>(191,018)</u>
EXPENDITURES				
Current:				
Public safety	93,698	93,698	17,452	76,246
Capital outlay	222,884	222,884	113,107	109,777
Total expenditures	<u>316,582</u>	<u>316,582</u>	<u>130,559</u>	<u>186,023</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(58,442)</u>	<u>(58,442)</u>	<u>(63,437)</u>	<u>(4,995)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	58,442	58,442	58,442	-
Total other financing sources (uses)	<u>58,442</u>	<u>58,442</u>	<u>58,442</u>	<u>-</u>
Net change in fund balances	-	-	(4,995)	(4,995)
Fund balances - beginning of year	-	-	27,594	27,594
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,599</u>	<u>\$ 22,599</u>

CITY OF BULLHEAD CITY, ARIZONA  
GENERAL GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive
	Original	Final		(Negative)
<b>REVENUES</b>				
Intergovernmental	\$ 95,000	\$ 95,000	\$ -	\$ (95,000)
Investment earnings	-	-	8	8
Other revenues	5,000	5,000	1,000	(4,000)
Total revenues	<u>100,000</u>	<u>100,000</u>	<u>1,008</u>	<u>(98,992)</u>
<b>EXPENDITURES</b>				
Current:				
Culture and recreation	5,000	5,000	-	5,000
Capital outlay	95,000	95,000	-	95,000
Total expenditures	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Net change in fund balances	-	-	1,008	1,008
Fund balances - beginning of year	-	-	4,457	4,457
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,465</u>	<u>\$ 5,465</u>

CITY OF BULLHEAD CITY, ARIZONA  
 SENIOR NUTRITION CENTER FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 188,862	\$ 188,862	\$ 263,516	\$ 74,654
Investment earnings	-	-	145	145
Other revenues	87,150	87,150	74,572	(12,578)
Total revenues	<u>276,012</u>	<u>276,012</u>	<u>338,233</u>	<u>62,221</u>
<b>EXPENDITURES</b>				
Current:				
Health and welfare	394,374	394,374	340,822	53,552
Total expenditures	<u>394,374</u>	<u>394,374</u>	<u>340,822</u>	<u>53,552</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(118,362)</u>	<u>(118,362)</u>	<u>(2,589)</u>	<u>115,773</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	118,362	118,362	115,860	(2,502)
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>118,362</u>	<u>118,362</u>	<u>115,860</u>	<u>(2,502)</u>
Net change in fund balances	-	-	113,271	113,271
Fund balances - beginning of year	-	-	70,535	70,535
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 183,806</u>	<u>\$ 183,806</u>

CITY OF BULLHEAD CITY, ARIZONA  
 CARES ACT FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Investment earnings	-	-	2	2
Total revenues	-	-	2	2
EXPENDITURES				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	2	2
OTHER FINANCING SOURCES (USES)				
Transfers out	-	-	(1,239)	(1,239)
Total other financing sources (uses)	-	-	(1,239)	(1,239)
Net change in fund balances	-	-	(1,237)	(1,237)
Fund balances - beginning of year	-	-	1,237	1,237
Fund balances - end of year	\$ -	\$ -	\$ -	\$ -

CITY OF BULLHEAD CITY, ARIZONA  
 ARPA FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 6,827,222	\$ 6,827,222	\$ 3,326,268	\$ (3,500,954)
Investment earnings	-	-	7,712	7,712
Total revenues	<u>6,827,222</u>	<u>6,827,222</u>	<u>3,333,980</u>	<u>(3,493,242)</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	7,712	7,712
Fund balances - beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,712</u>	<u>\$ 7,712</u>



# Financial Section

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Other Supplementary Information

Budgetary Schedules  
Non-Major Capital Project Funds



CITY OF BULLHEAD CITY, ARIZONA  
STREET LIGHTING FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Special assessments	\$ 71,128	\$ 71,128	\$ 65,447	\$ (5,681)
Investment earnings	-	-	46	46
Total revenues	<u>71,128</u>	<u>71,128</u>	<u>65,493</u>	<u>(5,635)</u>
EXPENDITURES				
Current:				
Highways and streets	71,128	71,128	63,764	7,364
Total expenditures	<u>71,128</u>	<u>71,128</u>	<u>63,764</u>	<u>7,364</u>
Net change in fund balances	-	-	1,729	1,729
Fund balances - beginning of year	-	-	(15,954)	(15,954)
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (14,225)</u>	<u>\$ (14,225)</u>

CITY OF BULLHEAD CITY, ARIZONA  
FLOOD CONTROL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 977,780	\$ 977,780	\$ 977,780	\$ -
Investment earnings	4,000	4,000	906	(3,094)
Other revenues	-	-	31	31
Total revenues	<u>981,780</u>	<u>981,780</u>	<u>978,717</u>	<u>(3,063)</u>
<b>EXPENDITURES</b>				
Current:				
Highways and streets	299,752	299,752	345,200	(45,448)
Capital outlay	<u>1,710,000</u>	<u>1,710,000</u>	<u>1,661,304</u>	<u>48,696</u>
Total expenditures	<u>2,009,752</u>	<u>2,009,752</u>	<u>2,006,504</u>	<u>3,248</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,027,972)</u>	<u>(1,027,972)</u>	<u>(1,027,787)</u>	<u>185</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	<u>3,200</u>	<u>3,200</u>	<u>828,032</u>	<u>824,832</u>
Total other financing sources (uses)	<u>3,200</u>	<u>3,200</u>	<u>828,032</u>	<u>824,832</u>
Net change in fund balances	(1,024,772)	(1,024,772)	(199,755)	825,017
Fund balances - beginning of year	<u>1,024,772</u>	<u>1,024,772</u>	<u>275,037</u>	<u>(749,735)</u>
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 75,282</u>	<u>\$ 75,282</u>

# Financial Section

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Other Supplementary Information

Budgetary Schedules  
Non-Major Debt Service Funds



CITY OF BULLHEAD CITY, ARIZONA  
DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
BUDGET AND ACTUAL  
Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Special assessments	\$ 209,707	\$ 209,707	\$ 175,301	\$ (34,406)
Investment earnings	-	-	483	483
Other revenues	-	-	5,057	5,057
Total revenues	<u>209,707</u>	<u>209,707</u>	<u>180,841</u>	<u>(28,866)</u>
EXPENDITURES				
Current:				
Debt service:				
Principal	642,000	642,000	642,000	-
Interest and fiscal charges	286,702	286,702	286,700	2
Total expenditures	<u>928,702</u>	<u>928,702</u>	<u>928,700</u>	<u>2</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(718,995)</u>	<u>(718,995)</u>	<u>(747,859)</u>	<u>(28,864)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	718,995	718,995	718,992	(3)
Total other financing sources (uses)	<u>718,995</u>	<u>718,995</u>	<u>718,992</u>	<u>(3)</u>
Net change in fund balances	-	-	(28,867)	(28,867)
Fund balances - beginning of year	-	-	(61,557)	(61,557)
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (90,424)</u>	<u>\$ (90,424)</u>

CITY OF BULLHEAD CITY, ARIZONA  
 BULLHEAD PARKWAY IMPROVEMENT DISTRICT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Current:				
Highways and streets	-	-	343	(343)
Total expenditures	-	-	343	(343)
Excess (deficiency) of revenues over (under) expenditures	-	-	(343)	(343)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	1,201,462	1,201,462
Total other financing sources (uses)	-	-	1,201,462	1,201,462
Net change in fund balances	-	-	1,201,119	1,201,119
Fund balances - beginning of year	-	-	(1,201,119)	(1,201,119)
Fund balances, beginning of year - restated	-	-	(1,201,119)	(1,201,119)
Fund balances - end of year	\$ -	\$ -	\$ -	\$ -



CITY OF BULLHEAD CITY, ARIZONA  
 EAST BRANCH SEWER IMPROVEMENT DISTRICT FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 BUDGET AND ACTUAL  
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Other revenues	\$ -	\$ -	\$ 1	\$ 1
Total revenues	-	-	1	1
EXPENDITURES				
Total expenditures	-	-	-	-
Net change in fund balances	-	-	1	1
Fund balances - beginning of year	-	-	177	177
Fund balances - end of year	\$ -	\$ -	\$ 178	\$ 178



# Financial Section

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## Other Supplementary Information

### Internal Service Funds

- **Fleet Services** - This fund is used to account for the activities relating to the purchasing and operations of the City's vehicle and heavy equipment fleet.
- **Risk Management** - This fund is used to account for the activities relating to the City's self-insurance program.
- **Employee Benefit Trust** - This fund is used to account for the activities relating to the operation of the City's health insurance program.

CITY OF BULLHEAD CITY, ARIZONA  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF NET POSITION  
June 30, 2022

	Fleet Services	Risk Management	Employee Benefit Trust	Total
<b>ASSETS</b>				
Current assets				
Cash and cash equivalents	\$ -	\$ 1,228,755	\$ -	\$ 1,228,755
Accounts receivable, net	32,176	2,490	3,770	38,436
Inventory	63,517	-	-	63,517
Prepaid expenses	-	-	1,305,015	1,305,015
Total current assets	<u>95,693</u>	<u>1,231,245</u>	<u>1,308,785</u>	<u>2,635,723</u>
<b>LIABILITIES</b>				
Current liabilities				
Accounts payable	100,561	172,786	1,426	274,773
Accrued payroll and related liabilities	12,076	3,988	-	16,064
Due to other funds	366,377	-	33,187	399,564
Other liabilities	2,689	1,820	-	4,509
Total current liabilities	<u>481,703</u>	<u>178,594</u>	<u>34,613</u>	<u>694,910</u>
<b>NET POSITION</b>				
Net investment in capital assets	-	-	-	-
Unrestricted (deficit)	<u>(386,010)</u>	<u>1,052,651</u>	<u>1,274,172</u>	<u>1,940,813</u>
Total net position	<u>\$ (386,010)</u>	<u>\$ 1,052,651</u>	<u>\$ 1,274,172</u>	<u>\$ 1,940,813</u>

CITY OF BULLHEAD CITY, ARIZONA  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
Year Ended June 30, 2022

	Fleet Services	Risk Management	Employee Benefit Trust	Total
Operating revenues				
Charges for services	\$ 1,286,766	\$ 1,534,058	\$ 3,664,793	\$ 6,485,617
Other revenues	1,480	21,875	338,634	361,989
Total operating revenue	<u>1,288,246</u>	<u>1,555,933</u>	<u>4,003,427</u>	<u>6,847,606</u>
Operating expenses				
Salaries and related expenses	341,093	99,074	-	440,167
Medical claims and self-insurance	-	757,351	4,299,752	5,057,103
Administration	1,014,447	848,516	599	1,863,562
Utilities	24,085	-	-	24,085
Maintenance, supplies and equipment	53,001	-	-	53,001
Other	1,672	-	-	1,672
Total operating expenses	<u>1,434,298</u>	<u>1,704,941</u>	<u>4,300,351</u>	<u>7,439,590</u>
Operating income (loss)	<u>(146,052)</u>	<u>(149,008)</u>	<u>(296,924)</u>	<u>(591,984)</u>
Non-operating Revenues (Expenses)				
Investment income	48	1,902	278	2,228
Gain (loss) on disposal of capital assets	(2,697,017)	-	-	(2,697,017)
Total nonoperating revenue (expense)	<u>(2,696,969)</u>	<u>1,902</u>	<u>278</u>	<u>(2,694,789)</u>
Income (loss) before contributions and transfers	(2,843,021)	(147,106)	(296,646)	(3,286,773)
Transfers in	400,143	1,900	-	402,043
Transfers out	(390,943)	-	-	(390,943)
Change in net position	<u>(2,833,821)</u>	<u>(145,206)</u>	<u>(296,646)</u>	<u>(3,275,673)</u>
Net position, beginning of year	<u>2,447,811</u>	<u>1,197,857</u>	<u>1,570,818</u>	<u>5,216,486</u>
Total net position-end of year	<u>\$ (386,010)</u>	<u>\$ 1,052,651</u>	<u>\$ 1,274,172</u>	<u>\$ 1,940,813</u>

CITY OF BULLHEAD CITY, ARIZONA  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
Year Ended June 30, 2022

	Fleet Services	Risk Management	Employee Benefit Trust	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from interfund services	\$ 1,264,690	\$ 1,786,993	\$ 3,663,768	\$ 6,715,451
Other operating receipts	1,480	21,875	338,634	361,989
Payments to suppliers	(1,138,346)	(1,555,933)	(4,198,560)	(6,892,839)
Payments to employees	(338,057)	(114,824)	-	(452,881)
Cash flows from operating activities	<u>(210,233)</u>	<u>138,111</u>	<u>(196,158)</u>	<u>(268,280)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Interfund borrowings to	171,433	-	33,187	204,620
Interfund transfers in	400,143	1,900	-	402,043
Interfund transfers out	(390,943)	-	-	(390,943)
Cash flows from noncapital and related financing activities	<u>180,633</u>	<u>1,900</u>	<u>33,187</u>	<u>215,720</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from sale of capital assets	29,552	-	-	29,552
Cash flows from capital and related financing activities	<u>29,552</u>	<u>-</u>	<u>-</u>	<u>29,552</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest received	48	1,902	278	2,228
Cash flows from investing activities	<u>48</u>	<u>1,902</u>	<u>278</u>	<u>2,228</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>				
	-	141,913	(162,693)	(20,780)
Cash and cash equivalents at beginning of year	<u>-</u>	<u>1,086,842</u>	<u>162,693</u>	<u>1,249,535</u>
Cash and cash equivalents at end of year	<u>\$ -</u>	<u>\$ 1,228,755</u>	<u>\$ -</u>	<u>\$ 1,228,755</u>

	<u>Fleet Services</u>	<u>Risk Management</u>	<u>Employee Benefit Trust</u>	<u>Total</u>
Reconciliation of operating Income (loss) to net cash provided (used) by operating activities:				
Net operating income (loss)	\$ (146,052)	\$ (149,008)	\$ (296,924)	\$ (591,984)
Changes in operating assets and liabilities (Increase)/decrease in:				
Accounts receivable	(22,076)	252,935	(1,025)	229,834
Inventory	(31,364)	-		(31,364)
Prepaid expenses	-	-	101,279	101,279
Increase/(decrease) in:				
Accounts payable	24,668	49,934	512	75,114
Accrued payroll and related liabilities	3,036	(15,750)	-	(12,714)
Other liabilities	(38,445)	-	-	(38,445)
Net cash provided (used) by operating activities:	<u>\$ (210,233)</u>	<u>\$ 138,111</u>	<u>\$ (196,158)</u>	<u>\$ (268,280)</u>
Noncash investing, capital, and financing activities:				
Transfer of assets	<u>\$ 2,726,569</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,726,569</u>





# Statistical Section

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<u>Contents</u>	<u>Page</u>
Financial Trends <i>These schedules contain trend information to help the reader understand how the government's financial performance and well being have changed over time.</i>	150
Revenue Capacity <i>These schedules contain information to help the reader assess the government's property taxes and the most significant local revenues source, the sales tax.</i>	162
Debt Capacity <i>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.</i>	172
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</i>	180
Operating Information <i>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.</i>	184

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

**City of Bullhead City, Arizona**  
**Table 1**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**Accrual Basis of Accounting**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b><u>Governmental Activities</u></b>				
Net investment in Capital Assets	\$ 54,629	\$ 49,623	\$ 44,857	\$ 23,203
Restricted	9,118	7,405	5,347	5,045
Unrestricted	<u>1,054</u>	<u>2,678</u>	<u>(9,567)</u>	<u>7,715</u>
Total Governmental Activities Net Position	64,801	59,705	40,637	35,963
<b><u>Business-type Activities</u></b>				
Net investment in Capital Assets	89,006	84,699	90,081	92,001
Restricted	-	-	-	3,110
Unrestricted	<u>6,944</u>	<u>11,759</u>	<u>6,103</u>	<u>449</u>
Total Business-type Activities Net Position	95,950	96,459	96,184	95,560
<b><u>Primary Government</u></b>				
Net investment in Capital Assets	143,635	134,323	134,938	115,203
Restricted	9,118	7,405	5,347	8,154
Unrestricted	<u>7,998</u>	<u>14,437</u>	<u>(3,464)</u>	<u>8,165</u>
Total Primary Government Net Position	<u>\$ 160,751</u>	<u>\$ 156,164</u>	<u>\$ 136,821</u>	<u>\$ 131,522</u>

	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
\$	22,222	\$ 26,472	\$ 26,654	\$ 32,794	\$ 31,798	\$ 42,410
	5,893	6,995	10,064	6,262	4,993	5,757
	2,611	(471)	(3,631)	(1,190)	4,618	(1,242)
	30,726	32,996	33,087	37,866	41,409	46,925
	93,098	92,549	90,680	89,645	88,694	78,309
	3,004	2,210	2,250	2,386	2,406	11,223
	(219)	(258)	1,642	2,653	3,061	2,816
	95,883	94,502	94,572	94,684	94,161	92,348
	115,319	119,022	117,334	122,439	120,492	120,719
	8,897	9,205	12,314	8,649	7,399	16,980
	2,392	(729)	(1,988)	1,463	7,679	1,574
\$	<u>126,608</u>	<u>\$ 127,498</u>	<u>\$ 127,659</u>	<u>\$ 132,550</u>	<u>\$ 135,570</u>	<u>\$ 139,273</u>

**City of Bullhead City, Arizona**  
**Table 2**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**Accrual Basis of Accounting**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b><u>Expenses</u></b>				
Governmental Activities:				
General Government	\$ 8,710	\$ 10,209	\$ 10,198	\$ 10,196
Public Safety	12,774	13,026	13,944	12,565
Culture and Recreation	3,535	4,278	4,519	4,361
Economic Development	155	115	124	79
Redevelopment and housing	330	168	417	421
Highways and Streets	9,103	8,638	8,841	9,874
Health and Welfare	-	-	-	919
Interest on Long-term Debt	1,374	1,044	946	782
<b>Total Governmental Activities Expenses</b>	<b>35,981</b>	<b>37,477</b>	<b>38,989</b>	<b>39,199</b>
Business-type Activities:				
Wastewater Operations	10,027	9,362	9,799	10,127
Water Operations	19	36	29	11
<b>Total Business-type Activities Expenses</b>	<b>10,045</b>	<b>9,398</b>	<b>9,827</b>	<b>10,138</b>
<b>Total Primary Government Expenses</b>	<b>46,026</b>	<b>46,875</b>	<b>48,817</b>	<b>49,337</b>
<b><u>Program Revenue</u></b>				
Governmental Activities:				
Charges for Services:				
General Government	2,271	2,542	2,970	2,303
Public Safety	917	976	955	1,738
Culture and recreation	175	197	169	1,563
Redevelopment and housing	-	-	-	-
Highways and streets	261	391	394	76
Health and welfare	-	-	-	-
Operating Grants and Contributions	7,043	5,466	5,791	5,790
Capital Grants and Contributions	1,754	1,568	1,086	524
<b>Total Governmental Activities Program Revenues</b>	<b>12,421</b>	<b>11,139</b>	<b>11,366</b>	<b>11,994</b>
Business-type Activities:				
Charges for Services:				
Wastewater Operations	9,068	9,082	9,078	9,053
Water Operations	39	124	55	70
Capital Grants and Contributions	162	523	172	140
<b>Total Business-type Activities Revenues</b>	<b>9,269</b>	<b>9,729</b>	<b>9,305</b>	<b>9,263</b>
<b>Total Primary Government Revenues</b>	<b>\$ 21,690</b>	<b>\$ 20,867</b>	<b>\$ 20,671</b>	<b>\$ 21,258</b>
Net (Expense)/Revenue				
Governmental Activities	\$ (23,559)	\$ (26,338)	\$ (27,624)	\$ (27,205)
Business-type Activities	(777)	331	(522)	(875)
<b>Total Primary Government Net Expense</b>	<b>(24,336)</b>	<b>(26,008)</b>	<b>(28,146)</b>	<b>(28,079)</b>

	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
\$	10,585	\$ 12,894	\$ 12,391	\$ 9,018	\$ 10,552	\$ 12,017
	16,016	14,400	15,405	15,137	16,039	17,291
	4,472	3,837	3,713	4,543	5,245	6,717
	339	104	85	80	76	110
	662	171	418	290	539	361
	9,714	4,510	5,006	8,273	11,775	9,762
	869	869	884	918	775	778
	735	742	739	530	530	437
	<u>43,392</u>	<u>37,526</u>	<u>38,642</u>	<u>38,789</u>	<u>45,532</u>	<u>47,473</u>
	9,583	10,792	9,915	9,601	9,778	9,678
	31	66	515	1,012	1,239	13,086
	<u>9,613</u>	<u>10,857</u>	<u>10,430</u>	<u>10,613</u>	<u>11,017</u>	<u>22,765</u>
	53,005	48,383	49,071	49,402	56,548	70,237
	2,926	2,283	2,883	2,741	2,598	3,897
	1,767	1,915	1,853	2,113	1,853	1,737
	1,467	397	412	845	1,104	1,101
	-	-	45	-	67	72
	42	65	78	110	62	116
	-	-	2	-	-	1
	7,320	5,934	6,639	9,391	9,414	10,229
	425	3,438	190	348	382	1,534
	<u>13,946</u>	<u>14,032</u>	<u>12,101</u>	<u>15,549</u>	<u>15,480</u>	<u>18,687</u>
	9,002	8,969	9,991	9,855	9,923	10,626
	59	112	114	404	457	9,299
	654	244	-	-	-	-
	<u>9,715</u>	<u>9,325</u>	<u>10,105</u>	<u>10,259</u>	<u>10,381</u>	<u>19,926</u>
\$	<u>23,662</u>	<u>\$ 23,357</u>	<u>\$ 22,206</u>	<u>\$ 25,808</u>	<u>\$ 25,861</u>	<u>\$ 38,613</u>
\$	(29,445)	\$ (23,494)	\$ (26,541)	\$ (23,240)	\$ (30,051)	\$ (28,786)
	102	(1,533)	(324)	(354)	(636)	(2,839)
	(29,343)	(25,026)	(26,865)	(23,594)	(30,687)	\$ (31,624)

(Continued)

**City of Bullhead City, Arizona**  
**Table 2**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**Accrual Basis of Accounting**

<u>Governmental Revenues and Other Changes in</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Governmental Activities:				
Taxes				
City Sales Tax	10,299	10,821	11,284	12,078
State Shared Sales Tax	3,246	3,447	3,629	3,728
Urban Revenue Sharing	4,039	4,407	4,787	4,761
Franchise Tax	659	677	687	707
State Shared Vehicle License Tax	1,832	1,902	2,019	2,157
Other Taxes	71	71	34	75
Gain (loss) of sale of capital assets	37	33	3	-
Interest and Investment Income	20	12	11	13
Transfers	(100)	(128)	(217)	(211)
Total Governmental Activities	20,103	21,243	22,235	23,308
Business-type Activities:				
Gain (loss) of sale of capital assets	-	-	(12)	-
Interest and Investment Income	104	50	43	40
Transfers	100	128	217	211
Total Business-type Activities	204	178	248	251
Total Primary Government	20,307	21,421	22,483	23,559
Change in Net Position				
Governmental Activities	(3,457)	(5,095)	(5,389)	(3,897)
Business-type Activities	(572)	508	(275)	(624)
Total Primary Government	<u>\$ (4,029)</u>	<u>\$ (4,587)</u>	<u>\$ (5,663)</u>	<u>\$ (4,521)</u>

<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
12,792	13,504	14,214	15,385	18,725	20,074
3,615	3,842	4,050	4,179	4,850	5,837
4,826	4,951	4,875	5,227	5,843	5,433
734	739	744	529	531	531
2,295	2,530	2,672	2,670	3,409	3,368
75	74	121	174	326	-
-	-	-	-	-	-
49	152	281	266	18	53
(177)	(133)	(323)	(412)	(109)	(995)
<u>24,208</u>	<u>25,659</u>	<u>26,632</u>	<u>28,019</u>	<u>33,594</u>	<u>34,302</u>
-	-	-	-	-	-
44	18	71	54	4	31
177	133	323	412	109	995
<u>221</u>	<u>151</u>	<u>394</u>	<u>466</u>	<u>113</u>	<u>1,026</u>
<u>24,429</u>	<u>25,811</u>	<u>27,027</u>	<u>28,485</u>	<u>33,707</u>	<u>35,328</u>
(5,237)	2,165	91	4,779	3,542	5,516
323	(1,381)	70	112	(523)	(1,813)
<u>\$ (4,914)</u>	<u>\$ 784</u>	<u>\$ 161</u>	<u>\$ 4,891</u>	<u>\$ 3,020</u>	<u>\$ 3,703</u>

(Concluded)

**City of Bullhead City, Arizona**  
**Table 3**  
**Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b><u>General Fund</u></b>				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-
Nonspendable	11	879	874	874
Restricted	79	49	31	31
Unassigned	<u>6,237</u>	<u>6,635</u>	<u>8,526</u>	<u>9,568</u>
Total General Fund	<u>\$ 6,327</u>	<u>\$ 7,563</u>	<u>\$ 9,431</u>	<u>\$ 10,473</u>
<b><u>All Other Governmental Funds</u></b>				
Restricted	\$ 8,968	\$ 7,452	\$ 5,445	\$ 5,393
Nonspendable	1	-	20	-
Unassigned	<u>(2,127)</u>	<u>(2,081)</u>	<u>(1,952)</u>	<u>(1,732)</u>
Total All Other Governmental Funds	<u>\$ 6,843</u>	<u>\$ 5,371</u>	<u>\$ 3,513</u>	<u>\$ 3,661</u>

Note: Due to implementation of GASB No 54 in FY2011, categories regarding fund balances have been redefined



<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
1,354	703	715	768	901	281
53	77	45	269	241	1,547
<u>10,048</u>	<u>10,731</u>	<u>11,647</u>	<u>15,423</u>	<u>24,170</u>	<u>25,406</u>
<u>\$ 11,455</u>	<u>\$ 11,511</u>	<u>\$ 12,407</u>	<u>\$ 16,461</u>	<u>\$ 25,311</u>	<u>\$ 27,234</u>
\$ 5,864	\$ 6,942	10,019	7,424	4,752	4,237
-	13	1	1	2	33
<u>(1,577)</u>	<u>(1,689)</u>	<u>(1,791)</u>	<u>(1,782)</u>	<u>(1,763)</u>	<u>(298)</u>
<u>\$ 4,287</u>	<u>\$ 5,265</u>	<u>\$ 8,229</u>	<u>\$ 5,643</u>	<u>\$ 2,991</u>	<u>\$ 3,972</u>

**City of Bullhead City, Arizona**  
**Table 4**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b><u>Revenues</u></b>				
City tax revenue	\$ 11,028	\$ 11,569	\$ 12,005	\$ 12,859
Intergovernmental	16,359	15,230	16,066	16,172
Charges for services	2,147	2,482	2,640	2,724
Special assessments	5,076	4,131	3,908	3,752
Licenses and permits	469	570	654	635
Fines and forfeitures	972	1,011	1,132	1,160
Rents	34	41	44	55
Interest income	20	12	11	13
Other revenue	624	668	484	1,085
<b>Total Revenues</b>	<b>36,729</b>	<b>35,715</b>	<b>36,944</b>	<b>38,455</b>
<b><u>Expenditures</u></b>				
General government	7,746	8,876	8,327	9,319
Public safety	12,300	12,557	12,562	11,522
Culture and recreation	3,532	3,549	3,834	3,660
Economic development	155	115	124	77
Redevelopment and housing	332	167	410	420
Highways and streets	2,661	2,808	3,038	4,085
Health and welfare	-	-	-	919
Debt service:				
Principal	5,351	4,497	4,508	4,895
Interest and fiscal charges	1,374	1,044	946	741
Bond Issuance Costs	-	-	-	54
Capital outlay	2,161	2,696	2,978	2,320
<b>Total Expenditures</b>	<b>35,613</b>	<b>36,308</b>	<b>36,727</b>	<b>38,012</b>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers in	1,918	1,732	1,714	4,359
Transfers out	(2,018)	(1,860)	(1,931)	(4,570)
Refunding Bonds Issued	-	-	-	2,712
Capital lease agreements	37	378	8	57
Proceeds from issuance of bonds	-	6,605	-	1,510
Payments to escrow agent	-	(6,531)	-	(2,623)
Sale of capital assets	-	33	3	78
<b>Total Other Financing Sources and (Uses)</b>	<b>(63)</b>	<b>358</b>	<b>(206)</b>	<b>1,524</b>
<b>Net Change in Fund Balances</b>	<b>\$ 1,053</b>	<b>\$ (236)</b>	<b>\$ 11</b>	<b>\$ 1,967</b>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	<b>20.1%</b>	<b>16.5%</b>	<b>16.2%</b>	<b>15.9%</b>

	2017	2018	2019	2020	2021	2022
\$	13,601	\$ 14,318	\$ 15,078	\$ 16,089	\$ 19,583	\$ 20,605
	17,627	17,315	18,128	21,636	24,026	25,956
	2,863	2,302	2,561	2,923	2,834	2,865
	3,186	2,734	2,516	2,474	2,132	1,980
	617	724	905	987	1,407	1,489
	1,182	968	823	866	960	769
	67	75	83	57	70	147
	49	152	281	260	18	53
	1,060	358	840	346	619	1,291
	40,251	38,945	41,215	45,638	51,649	55,154
	9,683	10,440	10,041	11,610	10,571	12,051
	11,633	12,935	13,287	14,198	14,268	15,545
	3,971	3,166	3,103	3,429	3,888	4,561
	342	101	97	96	78	119
	676	172	368	249	496	361
	2,695	3,611	3,737	3,547	8,175	4,396
	869	870	885	918	775	778
	3,877	3,943	4,197	4,304	4,351	2,983
	620	610	618	538	482	444
	-	267	76	-	95	(2)
	4,113	4,324	3,488	4,447	4,517	10,094
	38,480	40,438	39,896	43,336	47,696	51,330
	4,974	4,996	5,036	6,961	8,459	11,639
	(5,151)	(5,702)	(5,747)	(7,854)	(9,464)	(12,645)
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	3,230	3,124	-	4,600	-
	-	-	-	-	-	-
	13	3	127	60	233	90
	(164)	2,528	2,540	(834)	3,827	(916)
\$	1,607	\$ 1,035	\$ 3,859	\$ 1,468	\$ 7,781	\$ 2,909
	12.7%	13.6%	13.2%	12.5%	11.2%	8.3%

**City of Bullhead City, Arizona**  
**Table 5**  
**Governmental Activities Tax Revenues by Source**  
**Last Ten Fiscal Years**  
**Accrual Basis of Accounting**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Sales	\$ 10,299	\$ 10,821	\$ 11,284	\$ 12,078	\$ 12,792
Transient Occupancy	71	71	34	75	75
Franchise	659	677	687	707	734
Motor Fuel	<u>3,074</u>	<u>3,186</u>	<u>3,416</u>	<u>3,553</u>	<u>3,673</u>
Totals	<u>\$ 14,102</u>	<u>\$ 14,755</u>	<u>\$ 15,421</u>	<u>\$ 16,412</u>	<u>\$ 17,274</u>

	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
\$	13,504	\$ 14,214	\$ 15,385	\$ 18,725	\$ 19,670
	74	121	174	326	676
	739	744	529	531	531
	3,788	4,014	4,144	4,381	4,559
	<u>18,105</u>	<u>19,092</u>	<u>20,233</u>	<u>23,963</u>	<u>25,436</u>

**City of Bullhead City, Arizona**  
**Table 6**  
**General Government Activities Tax Revenues by Source**  
**Last Ten Fiscal Years**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Sales	\$ 10,299	\$ 10,821	\$ 11,284	\$ 12,078
Franchise	659	677	687	707
Bed Tax	71	71	34	75
Totals	<u>\$ 11,028</u>	<u>\$ 11,569</u>	<u>\$ 12,005</u>	<u>\$ 12,859</u>

Source: City of Bullhead City Finance Department

<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
\$ 12,792	\$ 13,504	\$ 14,214	\$ 15,385	\$ 18,725	\$ 19,670
734	739	744	529	531	531
75	74	121	174	326	676
<u>\$ 13,601</u>	<u>\$ 14,318</u>	<u>\$ 15,078</u>	<u>\$ 16,089</u>	<u>\$ 19,583</u>	<u>\$ 20,877</u>

**City of Bullhead City, Arizona**  
**Table 7**  
**Taxable Sales by Category**  
**Last Ten Fiscal Years**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Communications and utilities	\$ 69,953	\$ 66,996	\$ 67,424	\$ 67,264
Transportation and warehousing	-	-	-	108
Construction	24,617	30,249	34,039	31,327
Manufacturing	-	-	-	-
Wholesale trade	-	-	-	-
Retail trade	312,112	318,683	347,782	372,050
Finance and insurance	-	-	-	-
Real estate, rental and leasing	39,092	37,300	37,624	41,847
Restaurant and bar	43,705	54,417	49,146	58,130
Accommodation	-	-	-	-
Public administration	-	-	-	-
Services	-	-	-	-
Arts and entertainment	-	-	-	1,765
Hotel/Motel	2,183	2,253	2,185	2,537
Publication	2,890	2,536	-	648
Use tax	14,360	20,737	-	22,097
Other	3,388	3,550	25,817	5,973
<b>Total</b>	<u><u>\$ 512,299</u></u>	<u><u>\$ 536,721</u></u>	<u><u>\$ 564,017</u></u>	<u><u>\$ 603,746</u></u>
City Transaction Privilege Rate	2.00%	2.00%	2.00%	2.00%

Sources: Arizona Department of Revenue/Revenue Discover Systems



	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
\$	64,964	\$ 66,684	\$ 65,490	\$ 59,151	\$ 69,833	\$ 59,151
	20	-	-	-	-	-
	28,444	48,575	54,585	75,318	64,210	75,318
	-	-	-	-	-	-
	-	-	-	-	-	-
	403,935	403,006	408,527	626,723	594,070	626,723
	-	-	-	-	-	-
	38,978	41,662	42,174	50,785	46,866	50,785
	61,907	68,460	74,074	96,279	94,145	96,279
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	1,782	2,430	2,141	-	-	-
	3,247	4,011	4,690	13,607	10,999	13,607
	1,167	1,108	1,563	1,561	963	1,561
	29,833	35,773	41,567	55,854	49,845	55,854
	5,303	3,507	15,922	4,214	5,333	4,214
<b>\$</b>	<b>639,580</b>	<b>\$ 675,215</b>	<b>\$ 710,733</b>	<b>\$ 983,492</b>	<b>\$ 936,264</b>	<b>\$ 983,492</b>
	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%



**City of Bullhead City, Arizona**  
**Table 8**  
**Direct and Overlapping Sales Tax Rates**  
**Last Ten Fiscal Years**

<b>Privilege (Sales) Tax Rates</b>				<b>Use Tax Rates</b>			
<b>Fiscal Year</b>	<b>City Direct</b>	<b>County Rate</b>	<b>State Rate</b>	<b>Fiscal Year</b>	<b>City Direct</b>	<b>County Rate</b>	<b>State Rate</b>
2013 <sup>b</sup>	2.00%	0.25%	5.60%	2013 <sup>b</sup>	2.00%	0.00%	5.60%
2014	2.00%	0.25%	5.60%	2014	2.00%	0.00%	5.60%
2015	2.00%	0.25%	5.60%	2015	2.00%	0.00%	5.60%
2016	2.00%	0.25%	5.60%	2016	2.00%	0.00%	5.60%
2017	2.00%	0.25%	5.60%	2017	2.00%	0.00%	5.60%
2018	2.00%	0.25%	5.60%	2018	2.00%	0.00%	5.60%
2019	2.00%	0.25%	5.60%	2019	2.00%	0.00%	5.60%
2020	2.00%	0.25%	5.60%	2020	2.00%	0.00%	5.60%
2021	2.00%	0.00%	5.60%	2021	2.00%	0.00%	5.60%
2022							

<b>Transient Occupancy Tax Rates</b>				<b>Jet Fuel Tax Rates (cents per gallon)</b>			
<b>Fiscal Year</b>	<b>City Direct</b>	<b>County Rate</b>	<b>State Rate</b>	<b>Fiscal Year</b>	<b>City Direct</b>	<b>County Rate</b>	<b>State Rate</b>
2013 <sup>b</sup>	3.00%	0.18%	5.60%	2013	0.03	0.00152	0.0305
2014	3.00%	0.18%	5.60%	2014	0.03	0.00152	0.0305
2015	3.00%	0.18%	5.60%	2015	0.03	0.00152	0.0305
2016	3.00%	0.18%	5.60%	2016	0.03	0.00152	0.0305
2017	3.00%	0.18%	5.60%	2017	0.03	0.00152	0.0305
2018	3.00%	0.18%	5.60%	2018	0.03	0.00152	0.0305
2019	3.00%	0.18%	5.60%	2019	0.03	0.00152	0.0305
2020	3.00%	0.18%	5.60%	2020	0.03	0.00152	0.0305
2021	3.00%	0.18%	5.60%	2021	0.03	0.00152	0.0305
2022	3.00%	0.18%	5.60%	2021	0.03	0.00152	0.0305

Source: Arizona Department of Revenue

Note: Privilege (Sales) Tax applies to the sale, lease, license for use and/or rental transactions.

Use Tax applies to the storage or use of items within the city on which no privilege tax has been paid.

Transient Occupancy Tax applies to transactions involving transient lodging.

Jet Fuel Tax applies to transactions involving the sale of jet fuel.

a - The State of Arizona tax rate went from 5.6% to 6.6% on June 1, 2010

b - The State of Arizona tax rate went from 6.6% to 5.6% on June 1, 2013

**City of Bullhead City, Arizona**  
**Table 9**  
**Sales Tax Revenue Payers by Industry**  
**Current Year and Nine Years Ago**

	<b>Fiscal Year 2022</b>			
	<b>Number of Filers</b>	<b>Percentage of Total</b>	<b>Tax Revenue</b>	<b>Percentage of Total</b>
Communications and Utilities	57	1.25%	1,183,022	6.01%
Construction	179	3.92%	1,506,360	7.66%
Retail Trade	2,888	63.21%	12,534,460	63.72%
Real Estate, Rental & Leasing	468	10.24%	1,015,691	5.16%
Restaurant and Bar	98	2.14%	1,925,581	9.79%
Hotel/Motel	36	0.79%	272,146	1.38%
Publication	17	0.37%	31,216	0.16%
Use Tax	808	17.68%	1,117,080	5.68%
Other	18	0.39%	84,286	0.43%
<b>Total</b>	<b><u>4,569</u></b>	<b><u>100.00%</u></b>	<b><u>19,669,842</u></b>	<b><u>100.00%</u></b>

**Note:** Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories are intended to provide alternative information regarding the sources of the City's revenue. The tax filers reported do not include those under \$30 in tax collections.

Fiscal Year 2013			
Number of Filers	Percentage of Total	Tax Revenue	Percentage of Total
83	3.20%	1,399,060	13.65%
454	17.48%	492,331	4.81%
1,095	42.16%	6,242,237	60.92%
381	14.67%	781,845	7.63%
76	2.93%	874,095	8.53%
22	0.85%	43,662	0.43%
11	0.42%	57,791	0.56%
433	16.67%	287,196	2.80%
42	1.62%	67,764	0.66%
<u>2,597</u>	<u>100.00%</u>	<u>\$10,245,981</u>	<u>100.00%</u>

**City of Bullhead City, Arizona**  
**Table 10**  
**Assessed Value and Estimated Actual Value of Taxable Property**  
**Last Ten Fiscal Years**

Fiscal Year		Real Property		Personal Property		Centrally Valued Property	
		Net Assessed Value	Estimated Actual Value	Net Assessed Value	Estimated Actual Value	Net Assessed Value	Estimated Actual Value
2013	P	236,161,588	2,249,358,438	12,584,485	100,066,316	16,766,811	85,983,625
	S	241,646,112	2,316,259,885	12,584,485	100,066,316	16,766,813	85,983,625
2014	P	233,172,625	2,251,553,219	11,265,656	93,745,440	16,148,385	84,991,529
	S	237,222,823	2,291,328,954	11,265,656	93,745,440	16,148,390	84,991,529
2015	P	234,402,193	2,264,099,104	10,227,668	86,056,899	17,248,601	93,248,758
	S	260,855,953	2,519,579,044	10,278,526	86,587,129	17,248,602	93,248,758
2016	P	239,916,276	2,305,962,550	9,579,097	85,784,908	18,125,351	100,703,769
	S	291,296,926	2,782,678,012	10,044,928	91,281,260	18,125,353	100,703,769
2017	P	251,349,015	2,410,929,628	9,270,331	84,363,679	16,152,343	89,751,715
	S	306,799,292	2,988,440,935	9,356,997	85,111,568	16,152,343	89,751,715
2018	P	261,692,884	2,518,065,471	9,580,104	85,794,980	18,205,270	101,146,597
	S	320,732,886	3,106,743,494	10,045,935	91,291,332	18,205,270	101,146,597
2019	P	274,492,458	2,622,851,566	11,476,090	106,534,602	18,798,291	104,439,190
	S	330,159,589	3,182,167,459	11,818,581	109,822,810	18,798,287	104,439,190
2020	P	274,492,458	2,622,851,566	11,476,090	106,534,602	19,948,642	104,439,190
	S	330,159,589	3,182,167,459	11,818,581	109,822,810	19,948,642	104,439,190
2021	P	295,179,056	2,810,397,340	9,836,454	91,459,766	19,948,825	110,828,275
	S	360,264,285	3,464,909,621	10,028,255	93,562,913	19,948,825	110,828,275
2022	P	299,768,107	2,868,335,409	43,677,721	424,474,661	22,231,695	127,040,438
	S	382,736,442	3,680,653,760	56,922,501	555,955,265	22,231,696	127,040,438

Source: Mohave County Assessor's Office

<b>Total</b>			Ratio of Total Assessed Value to Total Estimated Actual Value
Net Assessed Value	Estimated Actual Value	Direct Tax Rate	
265,512,884	2,435,408,379	0.0000	10.90%
270,997,410	2,502,309,826	0.0000	
260,586,666	2,430,290,188	0.0000	10.72%
264,636,869	2,470,065,923	0.0000	
261,878,462	2,443,404,761	0.0000	10.72%
288,383,081	2,699,414,931	0.0000	
267,620,724	2,492,451,227	0.0000	10.74%
319,467,207	2,974,663,041	0.0000	
276,771,689	2,585,045,022	0.0000	10.71%
332,308,632	3,163,304,218	0.0000	
289,478,258	2,705,007,048	0.0000	10.70%
348,984,091	3,299,181,423	0.0000	
304,766,839	2,833,825,358	0.0000	10.75%
360,776,457	3,396,429,459	0.0000	
305,917,190	2,833,825,358	0.0000	10.80%
361,926,812	3,396,429,459	0.0000	
324,964,335	3,012,685,381	0.0000	10.79%
390,241,365	3,669,300,809	0.0000	
365,677,523	3,419,850,508	0.0000	10.69%
461,890,639	4,363,649,463	0.0000	

**City of Bullhead City, Arizona**  
**Table 11**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b>Governmental Activities</b>				
Special Assessment Bonds	\$ -	\$ -	\$ -	\$ -
Revenue Bonds (1)	12,433	11,910	10,667	10,732
Notes Payable	26,432	23,262	20,092	16,944
Capital Leases	116	400	297	158
Total Governmental Activities	<u>38,981</u>	<u>35,572</u>	<u>31,055</u>	<u>27,835</u>
<b>Business-Type Activities</b>				
General Obligation Bonds	-	-	-	-
Revenue Bonds (2)	26,743	29,929	26,850	23,512
Capital Leases	-	484	365	247
Total Business-Type Activities	<u>27,014</u>	<u>30,829</u>	<u>27,673</u>	<u>24,249</u>
Total Primary Government	<u>\$ 65,995</u>	<u>\$ 66,401</u>	<u>\$ 58,728</u>	<u>\$ 52,084</u>
Percentage of Personal Income*	<u>0.17%</u>	<u>0.17%</u>	<u>0.15%</u>	<u>0.13%</u>
Per Capita*	<u>\$ 32.77</u>	<u>\$ 32.95</u>	<u>\$ 29.13</u>	<u>\$ 25.82</u>

\* See the Schedule of Demographic & Economic Statistics for personal income and population data.

(1) Net of related premium

(2) Net of deferred amounts



<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
\$ -	\$ 3,230	\$ 3,230	\$ 3,130	\$ 3,030	\$ 2,930
9,144	7,549	8,992	6,979	9,557	7,488
14,762	12,580	10,398	8,216	6,035	3,853
80	-	-	-	-	-
<u>23,987</u>	<u>23,359</u>	<u>22,620</u>	<u>18,325</u>	<u>18,622</u>	<u>14,271</u>
-	-	-	-	-	-
20,771	18,104	16,200	17,190	15,004	120,330
125	243	211	179	144	109
<u>21,428</u>	<u>18,347</u>	<u>16,786</u>	<u>17,783</u>	<u>15,500</u>	<u>120,727</u>
<u>\$ 45,415</u>	<u>\$ 41,706</u>	<u>\$ 39,407</u>	<u>\$ 36,108</u>	<u>\$ 34,122</u>	<u>\$ 134,997</u>
<u>0.11%</u>	<u>0.10%</u>	<u>0.10%</u>	<u>0.09%</u>	<u>0.08%</u>	<u>0.01%</u>
<u>\$ 22.50</u>	<u>\$ 20.66</u>	<u>\$ 19.51</u>	<u>\$ 17.87</u>	<u>\$ 16.88</u>	<u>\$ 3.24</u>



**City of Bullhead City, Arizona**  
**Table 12**  
**Direct and Overlapping Governmental Activities by Debt**  
**As of June 30, 2022**

<b>Governmental Unit</b>	<b>Debt Outstanding</b>	<b>Estimated Percentage Applicable</b>	<b>Estimated Share of Overlapping Debt</b>
State of Arizona	\$ -	0.47%	\$ -
Mohave County	-	16.20%	-
Mohave County Community College District	-	16.20%	-
Bullhead City Fire District	13,450,000	99.49%	13,381,405
Western AZ Vocation Ed District	-	16.37%	-
Colorado River Union High School District No. 2	27,570,000	57.35%	15,811,395
Bullhead City Elementary School District No. 15	-	97.12%	-
Subtotal, overlapping debt	<u>41,020,000</u>		<u>29,192,800</u>
City direct debt	<u>14,270,593</u>	<u>100.00%</u>	<u>-</u>
Total direct and overlapping debt	<u>\$ 41,020,000</u>		<u>\$ 29,192,800</u>

Source: Stifel, Nicolaus & Company, Incorporated

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Bullhead City. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

**City of Bullhead City, Arizona**  
**Table 13**  
**Legal Debt Margin Information**  
**Last Ten Fiscal Years**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b><u>20% Limitation (1)</u></b>				
Debt limit Equal to 20% of Secondary Assessed Valuation	\$ 54,199,482	\$ 52,927,374	\$ 57,676,616	\$ 63,893,441
Total net debt applicable to 20% limit Legal 20% debt margin	-	-	-	-
(Available Borrowing Capacity)	<u>\$ 54,199,482</u>	<u>\$ 52,927,374</u>	<u>\$ 57,676,616</u>	<u>\$ 63,893,441</u>
Total net debt applicable to 20% limit as a percentage of 20% debt limit	0.00%	0.00%	0.00%	0.00%
<b><u>6% Limitation (2)</u></b>				
Debt limit Equal to 6% of Secondary Assessed Valuation	\$ 16,259,845	\$ 15,878,212	\$ 17,302,985	\$ 19,168,032
Total net debt applicable to 6% limit Legal 6% debt margin	-	-	-	-
(Available Borrowing Capacity)	<u>\$ 16,259,845</u>	<u>\$ 15,878,212</u>	<u>\$ 17,302,985</u>	<u>\$ 19,168,032</u>
Total net debt applicable to 6% limit as a percentage of 6% debt limit	0.00%	0.00%	0.00%	0.00%

(1) Additional bonds amounting to 20% of the assessed valuation of taxable property can be issued for supplying such services as water, artificial light, sewers and for the acquisition and development of land for open space preserves, parks, playgrounds and recreational facilities.

(2) The Arizona Constitution states that for general municipal purposes a municipality cannot incur a debt exceeding 6% of the assessed valuation of taxable property.

<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 66,461,726	\$ 69,796,818	\$ 69,796,818	\$ 78,048,273	\$ 87,151,846	\$ 92,378,128
-	-	-	-	-	-
<u>\$ 66,461,726</u>	<u>\$ 69,796,818</u>	<u>\$ 69,796,818</u>	<u>\$ 78,048,273</u>	<u>\$ 87,151,846</u>	<u>\$ 92,378,128</u>

0.00%      0.00%      0.00%      0.00%      0.00%      0.00%

\$ 19,938,518	\$ 20,939,045	\$ 20,939,045	\$ 23,414,482	\$ 26,145,554	\$ 27,713,438
-	-	-	-	-	-
<u>\$ 19,938,518</u>	<u>\$ 20,939,045</u>	<u>\$ 20,939,045</u>	<u>\$ 20,939,045</u>	<u>\$ 46,145,554</u>	<u>\$ 27,713,438</u>

0.00%      0.00%      0.00%      0.00%      0.00%      0.00%

**City of Bullhead City, Arizona**  
**Table 14**  
**Pledged-Revenue Coverage**  
**Last Ten Fiscal Years**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b>Municipal Property Corporation Bonds</b>				
Excise Taxes	\$ 22,758,705	\$ 24,198,716	\$ 25,398,021	\$ 26,534,754
<b>Debt Service</b>				
Principal	3,885,000	3,110,000	3,195,000	3,670,000
Interest	1,713,473	1,587,325	849,382	563,788
Coverage	4.07	5.15	6.28	6.27

Includes debt service payments paid out of revenue from the Wastewater Fund.

Note: Details regarding the city's outstanding debt

<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
\$ 27,519,938	\$ 29,104,729	\$ 30,759,523	\$ 32,537,167	\$ 37,843,423	\$ 40,198,982
3,719,000	2,287,000	2,365,000	1,747,000	1,786,000	159,000
512,798	443,248	376,114	98,531	56,462	12,942
6.50	10.66	11.22	17.63	20.54	233.79

**City of Bullhead City, Arizona**  
**Table 15**  
**Demographic and Economic Statistics**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Population(1)</b>	<b>Personal Income (in thousands)</b>	<b>Per Capita Personal Income (2)</b>	<b>Median Age (3)</b>	<b>School Enrollment (4)</b>	<b>Unemployment Rate (5)</b>
2013	39,495	819,601	20,741	46.8	5,442	8.80%
2014	39,465	843,209	21,366	49.7	4,931	8.20%
2015	39,445	881,896	21,999	50.4	4,726	7.90%
2016	39,970	867,241	20,462	50.0	4,591	7.60%
2017	40,495	901,540	22,263	50.5	4,933	6.00%
2018	40,551	932,592	22,998	50.5	5,079	5.40%
2019	40,804	950,529	23,295	51.0	5,142	6.30%
2020	41,193	983,854	23,884	52.0	5,549	8.96%
2021	41,573	1,009,143	24,274	51.9	5,549	7.80%
2022	41,604	1,139,617	27,392	51.5	4,611	4.70%

Data Sources:

- 1 population.az.gov website (2008-2016); Arizona Office of Employment & Population Statistics (2017)
- 2 Bullhead City Economic Development Authority & Department Estimates (2008-2011); U.S. Census Bureau (2012-present)
- 3 Bullhead City Economic Development Authority & Department Estimates
- 4 Arizona Department of Education
- 5 Arizona Department of Economic Security; Arizona Workforce; Bureau of Labor Statistics



**City of Bullhead City, Arizona**  
**Table 16**  
**Principal Employers**  
**Current Year and Nine Years Ago**

Employer	2022			2013		
	Employees	Rank	Percentage of Total City Employment*	Employees	Rank	Percentage of Total City Employment*
Western Arizona Regional Medical Center	561	1	2.57%	670	1	3.74%
Wal-Mart	392	2	2.52%	400	2	2.23%
Bullhead City Elementary School District #15	334	3	2.15%	352	3	1.96%
City of Bullhead City	289	4	1.86%	339	4	1.89%
DOT Foods	255	5	1.64%			
Colorado River Union High School District	206	6	1.32%	230	5	1.28%
Sam's Club	155	7	1.00%	141	6	0.79%
Safeway	150	8	0.96%	91	12	0.51%
Lowe's	136	9	0.87%	98	11	0.55%
Home Depot	121	10	0.78%	106	10	0.59%
Kohl's	113	11	0.73%	112	8	0.63%
Arizona Pipeline	112	12	0.72%			
Silver Ridge Village	105	13	0.67%	118	7	0.66%
Smith's Food & Drug #191	95	14	0.61%	110	9	0.61%
Mohave Electric Cooperative	88	15	0.57%	76	13	0.42%
Target	85	16	0.55%	69	14	0.39%
News West Publishing	45	17	0.29%	65	15	0.36%
Kmart Discount Department Store	0			61	16	0.34%
<b>Total</b>	<b>3,242</b>		<b>19.80%</b>	<b>3,038</b>		<b>16.96%</b>

Source: Employer

\* June 2022 labor force 17,926

\*\* 2013 labor force 17,915

Source: Mohave County Economic Development Web site

**City of Bullhead City, Arizona**  
**Table 17**  
**Full-time Equivalent City Government Employees by Function**  
**Last Ten Fiscal Years**

<b>Function</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>
General Government	99.50	100.50	101.50	100.90
Public Safety	125.50	125.50	124.50	124.50
Highways and Streets	19.00	19.00	19.00	19.00
Culture and Recreation	17.00	18.00	19.00	20.00
Redevelopment and housing	1.00	1.00	1.00	1.00
Wastewater Operations	18.00	19.00	20.00	20.00
	<u>280.00</u>	<u>283.00</u>	<u>285.00</u>	<u>285.40</u>

Source: City of Bullhead City Finance Department.

<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
106.50	109.50	105.50	106.50	106.50	129.00
118.00	114.00	114.00	115.00	116.00	118.00
19.00	19.00	21.00	21.00	21.00	21.00
21.00	21.00	22.00	22.00	22.00	22.00
1.00	1.00	1.00	1.00	-	-
20.00	20.00	19.00	19.00	50.00	54.00
<b>285.50</b>	<b>284.50</b>	<b>282.50</b>	<b>284.50</b>	<b>315.50</b>	<b>344.00</b>

**City of Bullhead City, Arizona**  
**Table 18**  
**Operating Indicators by Function**  
**Last Ten Fiscal Years**

Function	2013	2014	2015	2016
<b>Police</b>				
Number of Sworn Officers	83	82	82	82
Number of Events Responded To	41,043	39,667	39,247	36,271
Number of Criminal Arrests	2,428	2,727	2,652	2,513
Number of Traffic Citations	4,459	3,486	5,094	4,421
<b>Financial Services</b>				
Accounts Payable Checks Issued	5,645	5,718	6,038	5,810
Accounts Payable EFTs Issued	1,781	3,022	3,291	3,534
Purchase Orders Issued	3,264	3,108	3,220	3,177
Payroll Checks/Direct Deposits Issued <sup>1</sup>	10,106	10,248	10,351	10,470
Customer Contacts (Utilities, Assessments & Licensing)	63,085	62,833	62,598	62,125
Number of Utility Bills mailed	223,276	223,536	223,572	223,704
Number of Cashier Transactions	190,736	183,278	174,041	168,386
<b>Transit</b>				
Total Transit Ridership	163,321	171,958	181,470	180,776
Miles Driven	267,105	258,581	289,408	272,401
<b>Wastewater Operations</b>				
Number of Service Connections	18,614	18,700	18,779	18,642
Sewage Treated (million gallons per day)	3.03	2.80	2.99	3.20
<b>General</b>				
Building Permits Issued	901	1,184	1,480	1,484
Building Inspections Conducted	5,266	7,394	8,669	9,704
Plan Reviews (Hours) <sup>2</sup>	885	**	**	**

Source: City of Bullhead City departments.

1 - Payroll checks were created and issued by ADP between May 2009 and December 2010.

2 - Plan Review Hours are no longer tracked by the Public Works Department

2017	2018	2019	2020	2021	2022
76	71	71	71	73	75
45,312	48,407	44,805	22,204	39,187	36,591
1,988	2,408	2,154	682	1,192	1,190
5,612	4,298	3,660	1,631	3,305	3,160
5,886	5,997	5,297	4,960	3,880	5,315
3,100	2,221	2,480	2,603	2,729	2,870
3,273	3,271	3,984	4,166	3,745	4,566
10,885	10,925	10,760	10,777	10,505	11,905
60,725	62,846	70,032	63,432	65,571	69,587
224,376	229,224	226,110	228,996	230,320	414,205
157,440	159,056	160,657	160,412	157,944	168,518
179,300	171,034	165,622	133,049	106,694	111,675
293,300	290,937	304,646	297,664	287,468	303,325
18,687	19,102	18,843	19,083	19,299	21,695
3.27	3.42	3.53	3.30	3.35	3.70
1,506	1,447	1,476	1,371	1,697	1,670
10,850	9,254	10,303	10,001	11,446	14,034
**	**	**	**		

**City of Bullhead City, Arizona**  
**Table 19**  
**Capital Asset Statistics by Function**  
**Last Ten Fiscal Years**

<b>Function</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>
<b><u>Public Safety</u></b>				
Police Stations	1	1	1	1
Police Vehicles	77	77	71	72
<b><u>Highways and Streets</u></b>				
Equivalent 12' Wide Lane Miles	321	321	321	321
Streetlights	2,984	2,984	2,984	2,984
Traffic Signals	9	9	9	9
<b><u>Culture and Recreation</u></b>				
Parks*	7	7	7	7
Parks Acreage*	793	793	793	793
Swimming Pools	1	1	1	1
Community Centers	1	1	1	1

Source: City of Bullhead City departments.

\* Includes undeveloped parks/acreage

2017	2018	2019	2020	2021	2022
1	1	1	1	1	1
67	74	76	72	75	72
700	706	710	710	710	710
2,984	3105	3105	3130	3130	3130
10	10	23	32	32	32
7	8	8	8	8	8
710	1008	1008	1008	1008	1008
1	1	1	1	1	1
1	1	1	1	1	1





**City of Bullhead City, Arizona**  
**Table 20**  
**City Transaction Privilege (Sales) Tax Collections by Industry Classification**  
**Continuing Disclosure Compliance**  
**SEC Rule 15c2-12**

<u>Category</u>	<u>2022</u>	<u>% of Total</u>
Retail Trade	\$ 12,534,460	64%
Restaurant & Bar	1,925,581	10%
Communication & Utilities	1,183,022	6%
Construction	1,506,360	8%
Use Tax	1,117,080	6%
Real Estate, Rental & Leasing	1,015,691	5%
Accommodation	272,146	1%
Other	84,286	0%
Publication	31,216	0%
<b>Total</b>	<b>\$ 19,669,842</b>	<b>100%</b>

**City of Bullhead City, Arizona**  
**Table 21**  
**Excise Tax Collections**  
**Continuing Disclosure Compliance**  
**SEC Rule 15c2-12**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
City Sales Tax	\$ 10,298,558	\$ 10,820,754	\$ 11,283,690	\$ 12,077,531
Franchise Tax	658,933	677,342	686,850	706,887
License & Permit Fees	469,137	569,845	654,066	634,701
State Sales Tax	3,246,195	3,447,161	3,628,735	3,728,320
State Income Tax	4,038,926	4,407,235	4,786,562	4,760,611
Auto Lieu Tax	1,831,829	1,901,827	2,018,654	2,157,406
Grant	9,432	16,119	3,881	-
Charges for Services	942,237	1,108,194	1,073,402	1,089,669
Fines & Forfeitures	911,330	943,681	1,032,101	1,030,481
<b>Total</b>	<u><u>\$ 22,739,179</u></u>	<u><u>\$ 24,198,716</u></u>	<u><u>\$ 25,398,021</u></u>	<u><u>\$ 26,534,754</u></u>

<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
\$ 12,791,595	\$ 13,504,303	\$ 14,213,668	\$ 15,385,499	\$ 18,725,290	\$ 20,605,445
733,892	739,185	743,605	529,113	531,200	531,294
616,791	723,505	905,073	987,089	1,407,284	1,488,724
3,614,505	3,841,727	4,050,177	4,179,103	4,890,827	5,837,223
4,825,811	4,950,665	4,874,512	5,227,021	5,842,895	5,433,327
2,295,131	2,530,005	2,672,200	2,670,036	3,409,076	3,368,039
-	-	-	-	-	-
1,122,815	1,514,739	1,826,370	2,166,191	2,133,535	2,220,548
1,057,371	868,108	744,531	794,619	903,316	714,382
<b>\$ 27,519,938</b>	<b>\$ 29,104,729</b>	<b>\$ 30,030,136</b>	<b>\$ 31,938,671</b>	<b>\$ 37,843,423</b>	<b>\$ 40,198,982</b>

**City of Bullhead City, Arizona**  
**Table 22**  
**Real and Secured Property Taxes Levied and Collections (a)**  
**Mohave County, Arizona**  
**Continuing Disclosure Compliance**

Fiscal Year	Adopted County Tax Levy	Amount	% of Levy	Amount	% of Levy
2022/23	\$ 57,735,939	(b)	(b)	\$ 10,881,233	18.85%
2021/22	55,310,176	53,664,632	97.02%	54,375,935	27.23%
2020/21	53,798,690	52,053,940	96.76%	52,792,305	98.13%
2019/20	51,364,427	49,774,474	96.90%	51,065,106	99.42%
2018/19	49,078,097	47,276,000	96.33%	48,696,300	99.22%
2017/18	47,076,774	45,407,716	96.45%	46,680,803	99.16%
2016/17	44,874,743	43,059,220	95.95%	44,492,712	99.15%
2015/16	44,159,991	42,194,482	95.55%	44,004,124	99.65%
2014/15	43,881,843	41,825,230	95.31%	43,726,969	99.65%
2013/14	45,481,685	42,925,077	94.38%	45,298,128	99.60%

(a) Taxes are collected by the Treasurer of the County. Taxes in support of debt service are levied by the Board of Supervisors of the County as required by Arizona Revised Statutes. Delinquent taxes are subject to an interest penalty charge of 16% per annum, which is prorated at a monthly rate of 1.33%. Interest and penalty collections for delinquent taxes are not included in the collections figures above, but are deposited in the County's General Fund. Interest and penalties with respect to the first half tax collections (delinquent November 1) are waived if the full year's taxes are paid by December 31.

(b) 2021/22 taxes are in course of collection:  
 First installment due 10-01-22; delinquent 11-01-22  
 Second installment due 03-01-23; delinquent 05-01-23

# Compliance Section

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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND  
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Honorable Mayor and City Council  
City of Bullhead City, Arizona

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Bullhead City, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Bullhead City's basic financial statements, and have issued our report thereon dated February 9, 2023.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City of Bullhead City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Bullhead City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Bullhead City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City of Bullhead City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Baker Tilly US, LLP*

Tempe, Arizona  
February 9, 2023





INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Honorable Mayor and City Council  
City of Bullhead City, Arizona

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited City of Bullhead City's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of City of Bullhead City's major federal programs for the year ended June 30, 2022. City of Bullhead City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, City of Bullhead City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of City of Bullhead City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of City of Bullhead City's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to City of Bullhead City's federal programs.

## **Auditors' Responsibilities for the Audit of Compliance**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on City of Bullhead City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about City of Bullhead City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding City of Bullhead City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of City of Bullhead City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of City of Bullhead City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

## **Report on Internal Control over Compliance**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Baker Tilly US, LLP*

Tempe, Arizona  
February 9, 2023

CITY OF BULLHEAD CITY, ARIZONA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2022

Federal Grantor/Pass-through Grantor/Program Title	Assistance Listing Number	Cluster Title	Pass-Through Grantor	Pass-Through Entity Identifying Number	Total Federal Expenditures
Department of Justice:					
COVID-19 - Coronavirus emergency supplement Fundind Program	16.034		State of Arizona Governor's Office of Highway Safety	2020-VD-BX0985	\$ 6,632
Crime Victim Assistance/Discretionary Grant	16.575		State of Arizona Department of Justice	2018-255	133,630
Drug Court Discretionary Grant Program	16.585		Direct Grant		112,997
2019 Bulletproof Vest Partnership Program	16.607		Direct Grant		2,766
Total Department of Justice					<u>256,025</u>
Department of Housing and Urban Development					
Community Development Block Grants/Entitlement Grants	14.218	Entitlement Grants Cluster	State of Arizona Department of Commerce	118-22	21,313
Total Entitlement Grants Cluster					<u>21,313</u>
Community Development Block Grants/ Entitlement Grants	14.228		State of Arizona Department of Commerce	136-22	59,459
Home Investment Partnerships Program	14.239		State of Arizona Department of Commerce	308-21 and 300-22	250,575
Total Department of Housing and Urban Development					<u>331,347</u>

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Assistance Listing Number	Cluster Title	Pass-Through Grantor	Pass-Through Entity Identifying Number	Total Federal Expenditures
Department of Transportation					
State and Community Highway Safety	20.600	Highway Safety Cluster	State of Arizona Governor's Office of Highway Safety	2020-VDBX 0985 2021-AL-002	<u>15,439</u>
Total Highway Safety Cluster					<u>15,439</u>
Formula Grants for Rural Areas and Tribal Transit Program	20.509		State of Arizona Department of Transportation	GRT18-0007091T	<u>727,619</u>
Highway Planning and Construction	20.205	Highway Planning and Construction Cluster	State of Arizona Department of Transportation	GRT18-0007091T	<u>291,281</u>
Total Highway Planning and Construction Cluster					<u>291,281</u>
Total Department of Transportation					<u>1,034,339</u>
Department of Health & Human Services					
Special Programs for the Aging_Title III Part C_Nutrition Services	93.045	Aging Cluster	Western Arizona Council of Governments	E860494205-401-01-17	<u>151,410</u>
Total Aging Cluster					<u>151,410</u>
Total Department of Health & Human Services					<u>151,410</u>
Department of the Treasury					
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027		Direct Grant		3,389,124 *
COVID-19 Coronavirus Relief Fund	21.019		State of Arizona Governor's Office	ERMT-20-002	<u>1,239</u>
Total Department of Treasury					<u>3,390,363</u>
Total Expenditures of Federal Awards					<u>\$ 5,163,484</u>

\* Denotes major program

CITY OF BULLHEAD CITY, ARIZONA  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2022

NOTE 1 BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Bullhead City under programs of the federal government for the year ended June 30, 2022. The information in this schedule is presented in accordance with requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of City of Bullhead City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City of Bullhead City.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- A) Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and/or OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- B) The City of Bullhead City has not elected to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

CITY OF BULLHEAD CITY, ARIZONA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 Year Ended June 30, 2022

SECTION I – SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? \_\_\_yes      X  no
- Significant deficiency(ies) identified that are not considered to be a material weakness(es)? \_\_\_ yes      X   none reported

Noncompliance material to financial statements noted? \_\_\_ yes      X   no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? \_\_\_ yes      X  no
- Significant deficiency(ies) identified that are not considered to be a material weakness(es)? \_\_\_yes      X   none reported

Type of auditors' report issued on compliance for each major program listed below:

COVID-19 Coronavirus Relief Fund Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)? \_\_\_ yes      X  no

Identification of major programs:

Assistance Listing Numbers	Name of Federal Program or Cluster
21.027	COVID-19 - Coronavirus State And Local Fiscal Recovery Funds

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? \_\_\_ yes      X   no

CITY OF BULLHEAD CITY, ARIZONA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2022

SECTION II – FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

None noted.

SECTION III – FINDINGS AND QUESTIONED COSTS RELATED TO FEDERAL AWARDS

None noted.