

HENRY & HORNE, LLP
CERTIFIED PUBLIC ACCOUNTANTS

TOWN OF DEWEY-HUMBOLDT, ARIZONA

REPORT ON AUDIT OF ANNUAL
EXPENDITURE LIMITATION REPORT
YEAR ENDED JUNE 30, 2012



TOWN OF DEWEY-HUMBOLDT, ARIZONA
ANNUAL EXPENDITURE LIMITATION REPORT
YEAR ENDED JUNE 30, 2012

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HENRY & HORNE, LLP
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INDEPENDENT AUDITORS' REPORT

The Auditor General of the State of Arizona and
The Honorable Mayor and Town Council
of the Town of Dewey-Humboldt, Arizona

We have audited the financial statements of Town of Dewey-Humboldt, Arizona as of and for the year ended June 30, 2012, and have issued our separate report thereon dated September 21, 2012. We have also audited the accompanying Annual Expenditure Limitation Report of Town of Dewey-Humboldt, Arizona for the year ended June 30, 2012. This report is the responsibility of the Town's management. Our responsibility is to express an opinion on this report based on our audit.

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

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

In our opinion, the Annual Expenditure Limitation Report of Town of Dewey-Humboldt, Arizona, for the year ended June 30, 2012, referred to above, presents fairly, in all material respects, the information required by the uniform expenditure reporting system on the basis of accounting described in Note 1.

This report is intended solely for the information and use of the members of the Arizona State Legislature and for filing with the Auditor General of the State of Arizona and is not intended to be and should not be used by anyone other than these specified parties.

Henry & Horne LLP

Casa Grande, Arizona
September 21, 2012

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TOWN OF DEWEY-HUMBOLDT, ARIZONA
 Annual Expenditure Limitation Report - Part I
 Year Ended June 30, 2012

1. Economic Estimates Commission expenditure limitation	<u>\$ 3,998,114</u>	
2. Voter approved alternative limitation	<u>-</u>	
3. Enter applicable amount from Line 1 or Line 2		<u>\$ 3,998,114</u>
4. Amount subject to the expenditure limitation (total amount from Part I, Line C)	<u>1,423,148</u>	
5. Board-authorized expenditures necessitated by a disaster declared by the Governor [Article IX, §20(2)(a), Arizona Constitution]	<u>-</u>	
6. Board-authorized expenditures necessitated by a disaster not declared by the Governor [Article IX, §20(2)(c), Arizona Constitution]	<u>-</u>	
7. Prior-year voter approved expenditures to exceed the expenditure limitation for the reporting fiscal year [Article IX §20(2)(c), Arizona Constitution]	<u>-</u>	
8. Subtotal	<u>1,423,148</u>	
9. Board-authorized excess expenditures for the previous fiscal year necessitated by a disaster not declared by the Governor and not approved by the voters [Article IX, §20(2)(b), Arizona Constitution]	<u>-</u>	
10 Total adjusted amount subject to the expenditure limitation		<u>1,423,148</u>
11 Amount under (in excess of) the expenditure limitation (If excess expenditures are reported provide an explanation.)		<u>\$ 2,574,966</u>

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

Signature of Chief Fiscal Officer: _____

Name and Title: _____

Telephone Number: (928) 632-7362

Date: _____

TOWN OF DEWEY-HUMBOLDT, ARIZONA
Annual Expenditure Limitation Report - Part II
Year Ended June 30, 2012

Description	Governmental Funds	Enterprise Funds	Internal Service Funds	Fiduciary Funds	Total
A Amounts reported on the Reconciliation, Line D	\$ 1,423,148	\$ -	\$ -	\$ -	\$ 1,423,148
B Less exclusions claimed:					
1. Bond proceeds	-	-	-	-	-
Debt service requirements on bonded indebtedness	-	-	-	-	-
Proceeds from other long-term obligations	-	-	-	-	-
Debt service requirements on other long-term obligations	-	-	-	-	-
2. Dividends, interest, and gains on the sale or redemption of investment securities	-	-	-	-	-
3. Trustee or custodian	-	-	-	-	-
4. Grants and aid from the federal government	-	-	-	-	-
5. Grants, aid, contributions, or gifts from a private agency, organization, individual except amounts received in lieu of taxes	-	-	-	-	-
6. Amounts received from the state	-	-	-	-	-
7. Quasi-external fund transactions	-	-	-	-	-
8. Amounts accumulated for the purchase of land, and the purchase or construction of buildings or improvements	-	-	-	-	-
9. Highway user revenues in excess of those received in fiscal year 1979-80	-	-	-	-	-
10 Contracts with other political subdivisions	-	-	-	-	-
11 Refunds, reimbursements, and other recoveries	-	-	-	-	-
12 Voter approved exclusions not identified above (attach resolution)	-	-	-	-	-
13 Prior years carry forward	-	-	-	-	-
14 Total exclusions claimed	-	-	-	-	-
C Amounts subject to the expenditure limitation (If an individual fund category/type amount is negative, reduce exclusions claimed to net to zero.)	\$ 1,423,148	\$ -	\$ -	\$ -	\$ 1,423,148

TOWN OF DEWEY-HUMBOLDT, ARIZONA
Annual Expenditure Limitation Report - Reconciliation
Year Ended June 30, 2012

Description	Governmental Funds	Enterprise Funds	Internal Service Funds	Fiduciary Funds	Total
A. Total					
Expenditures/expenses/deductions and applicable other financing uses, special items, and extraordinary items reported within the fund-based financial statements	\$ 1,423,148	\$ -	\$ -	\$ -	\$ 1,423,148
B. Subtractions					
1. Items not requiring use of working capital:					
Depreciation	-	-	-	-	-
Loss on disposal of capital assets	-	-	-	-	-
Bad debt expense	-	-	-	-	-
Claims incurred but not reported	-	-	-	-	-
Landfill closure and post closure care costs	-	-	-	-	-
2. Expenditures of separate legal entities established under AZ Revised Statutes	-	-	-	-	-
3. Present value of net minimum capital lease and installment purchase contract payments recorded as expenditures at inception of the agreements	-	-	-	-	-
4. Involuntary court judgments	-	-	-	-	-
5. Total subtractions	-	-	-	-	-
C. Additions:					
1. Principal payments on long-term debt	-	-	-	-	-
2. Acquisition of capital assets	-	-	-	-	-
3. Claims paid in the current year but reported as expenses incurred but not reported in previous years	-	-	-	-	-
4. Landfill closure and post closure care costs recorded as expended in previous years	-	-	-	-	-
5. Total additions	-	-	-	-	-
D. Amounts reported on Part II, Line A	\$ 1,423,148	\$ -	\$ -	\$ -	\$ 1,423,148

TOWN OF DEWEY-HUMBOLDT, ARIZONA
NOTES TO ANNUAL EXPENDITURE LIMITATION REPORT
YEAR ENDED JUNE 30, 2012

NOTE 1 Summary of Significant Accounting Policies

The Annual Expenditure Limitation Report (AELR) is presented on the basis of accounting prescribed by the *Uniform Expenditure Reporting System* (UERS), as required by Arizona Revised Statutes §41-1279.07, which excludes expenditures, expenses, or deductions of certain revenues specified in the Arizona Constitution, Article IX, §20 from the total expenditures, expenses, or deductions reported in the fund-based financial statements.