

**City of Coolidge , Arizona
Annual Comprehensive Financial Report
(ACFR)**



**For the Fiscal Year Ended
June 30, 2025**

City of Coolidge, Arizona



ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2025

**Prepared by the Finance Department
Gabriel Garcia, Finance Director**

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Introductory Section





City of Coolidge

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December 29, 2025

To the Honorable Mayor, Members of the City Council, and Citizens of the City of Coolidge:

We are pleased to submit to you the City of Coolidge Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2025.

The primary purpose of this report is to provide the City Council, Coolidge Citizens, legislative bodies, investors and creditors with detailed information concerning the financial condition and performance of the City of Coolidge, Arizona. In addition, this report provides assurance that the City presents fairly its financial position as verified by independent auditors. These financial statements have been prepared by the Finance Department in accordance with Generally Accepted Accounting Principles (GAAP) for local governments promulgated by the Governmental Accounting Standards Board (GASB).

The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Coolidge for the fiscal year ending June 30, 2025, are free of material misstatement. The City of Coolidge financial statements have been audited by the independent audit firm of Colby and Powell, PLC Certified Public Accountants. This audit was conducted 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. 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 statement presentation.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Coolidge's MD&A is in the financial section immediately following the Independent Auditor's Report.

PROFILE OF THE CITY

Coolidge is in the center of the rapidly expanding growth corridor in Western Pinal County. It continues to be the commercial center of Arizona's cotton industry and is a business friendly City that attracts investment and new businesses. In 1925, after construction of the Coolidge Dam transformed the flat desert into rich farm and ranch land, R.J. Jones laid out an 80-acre site to found the City. The City's name honors President Calvin Coolidge, who dedicated the dam in 1930. Almost 100,000 people annually visit the Casa Grande Ruins National Monument in Coolidge to learn of the prehistoric Hohokam people who constructed the Casa Grande (Spanish for "Big House"), a four-story caliche structure built in the 1300's. Coolidge incorporated in September of 1945 and was primarily dependent on agriculture and some mining. At incorporation the City encompassed one square mile, presently Coolidge sits at over 80.9 square miles. Its economy has diversified to include manufacturing, tourism and regional trade services for agricultural producers and farm families. The Coolidge Industrial Park, the Union Pacific Railroad Industrial Park and Randolph Industrial Park have boosted the presence of manufacturing and the City is setting the stage for increased economic development in these industrial centers.

The City of Coolidge operates under the Council-Manager form of government. The City Council, who has policy making and legislative authority, is comprised of one Mayor and six Council Members. The Mayor is elected every two years, while Council Members are elected to four year overlapping terms, on a non-partisan, at large basis. City Council is responsible for appointing the City Manager, Chief Fiscal Officer, City Magistrate and City Attorney. The City Manager is responsible for carrying out the policies and Ordinances of the City Council and for the general administrative supervision and control of the affairs of the City.

The City of Coolidge provides a full-range of municipal services to include: public safety, recreation, library, streets maintenance and construction, planning and zoning, building code enforcement, animal control, and public transit. The City also provides business-like enterprises that include liquid waste, solid waste and municipal airport services.

In 2014, the City updated the General Plan. This process endeavors a mission to provide exceptional quality services, in partnership with the community, while maintaining a financially sustainable City. This process provides a mechanism in which staff can identify major challenges, short and long term issues and projects, and goals and objectives that the city is expected to face in the next five to fifteen years, the role that City government plays in responding to these issues and challenges, and the resources needed by the city government to fulfill their role.

The annual budget serves as the foundation for the City of Coolidge's financial planning and control. The initial budgetary goal of each department is to request sufficient funds to carry-out the responsibilities within general guidelines established by the City Council. Each department is responsible for establishing priorities within its programs and justifying them to the City Manager. All departments evaluate their programs and services classifying their values and priorities. The Finance Director analyzes departmental budget requests, in comparison with estimated revenues, and presents recommendations for a balanced budget to the City Manager. The City Manager then presents a proposed, balanced budget to City Council for review in March of each year. City Council budget sessions take place during the months of March, April and May affording the public input on the proposed budget. These sessions are available on the city's website and also aired on the city's

public television station. Once final additions and deletions are made, the Tentative Budget is adopted by City Council in June and the Final Budget in July.

FINANCIAL CONTROLS

Internal Controls

The management of the City of Coolidge is responsible for establishing and maintaining a system of internal controls. These controls are designed to provide reasonable, but not absolute, assurance regarding: (1) safeguarding of assets against loss from unauthorized use or disposition, and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. Reasonable assurance recognizes: (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management.

Internal Controls encompass both internal and external audit functions and measure the procedures established within the city's automated accounting and budgeting system framework. They are subject to periodic evaluation by management and considered by the independent auditors as a basis for designing the City's auditing procedures for the purpose of expressing an opinion on the financial statements. All internal control evaluations occur within the above framework. The Finance Department staff believes the city's internal controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary Controls

The City of Coolidge, like many cities in the State of Arizona, operates under the Local Alternative Expenditure Limitation – Home Rule Option that must be adopted by the local voters every four years. This allows the Mayor and Council, as part of the annual budget process; to adopt an Alternative Expenditure Limitation equal to the total amount of budgeted expenditures/expenses as it appears on the annual budget to be adopted each year after a public hearing at which the citizens of the City of Coolidge may comment. No expenditures may be made in violation of such Alternative Expenditure Limitation, nor may any proposed expenditures be in excess of estimated available revenues. The City of Coolidge last adopted the Local Alternative Expenditure Limitation in August of 2022 to be used through June 30, 2026. Under the Local Alternative Expenditure Limitation, the city is allowed to adjust the state-imposed expenditure base (per Article IX, Section 20(1) of the Arizona Constitution) from \$61,543,337 to \$66,159,086 for fiscal year 2024-2025.

The City maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated operating budget approved by the Mayor and Council. Activities of the general fund, special revenue fund, debt service fund, capital projects fund, and enterprise funds, are included in the annual appropriated budget. The legal level of budgetary control (i.e. the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level with any budget revisions requiring a transfer between funds approved by the City Council. The City additionally exercises management control and oversight of the budget at the department level within each fund.

MAJOR BUDGETARY INITIATIVES

The City of Coolidge has relied on fiscal conservativeness to endure times of economic decline over recent years however there are several initiatives that have a direct impact on the current year's financial statements such as:

- **Freeze on Capital Funds** – The City Council continued the freeze on the Capital Projects Fund for projects listed in the Capital Improvement Plan unless funded by a grant or impact fees. This enabled the city to scrutinize the projects in the Capital Improvement Plan for necessity and timeframe for completion.
- **In Lieu Property Tax** - The city continues to receive roughly \$700,000 per year for “in lieu property tax” from the Salt River Project for the TransCanada Power Generating Station. The Salt River Project is considered property tax exempt, but has agreed to pay the City the equivalent of the property tax it would normally generate on a privately operated power station.
- **Public Safety Personnel Retirement System** –The overall pension liability continued to grow and the employer contribution rates are 12.87% for Police tier one and tier two, 11.88% for tier three DB plan, 11.88% for tier three DC plan and 8% for alternative contribution. Tier one and two for fire are 10.47% and 11.89% for tier three.

LOCAL ECONOMY

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City of Coolidge operates.

From Coolidge's founding until the early 1950's, the economy was mainly dependent on agriculture, and to a lesser extent, mining. Growth was relatively steady until the late 1940's. As water use reached an optimum and mechanical equipment replaced farm workers, it leveled off. The Coolidge economy diversified as manufacturers located in and near the City and greater emphasis was placed on winter tourism. Today, it is a regional trade and service center for agricultural producers, providing equipment, supplies and personal services for farming. Government agencies, such as the Pinal County, Arizona Training Program, Central Arizona College, and State/Private Correctional Facilities are also major sources of jobs.

Revenues for taxes including sales tax increased by \$1,867,741 as sales tax from retail and construction increased as a result of housing availability and economic development. Property taxes decreased by \$57,892 as the City lowered the primary tax rate from \$1.6728 to \$1.5675. A combination of higher valuations and an increase in new home builds have increased overall City property tax collections despite the lower tax rate.

The unemployment rate, as of June 2025, has increased slightly from 13% to 15% which is still significantly higher than the state's unemployment rate of 4.1% percent.

LONG TERM PLANNING

A major challenge confronting rapidly growing cities and towns today is developing programs in an era of budgetary constraints. It would appear that finances do not seem to increase at the same pace as the demands for effective services. Balancing these contradictory factors seems impossible at times. Sound budget and finance techniques are both a point-of-view and a process to obtain and make maximum use of all resources available. Sound administration of the local budget process is a necessity. The City of Coolidge is dedicated to enhancing the quality of life for its citizens and to providing municipal services in the most effective and efficient manner while exercising fiscal responsibility. The City completed several projects this year:

- **Legislative Impacts** – The State of Arizona keeps revisiting the removal of transaction privilege tax for food products which could significantly affect the City and its revenue sources beginning 2026-2027.
- **County Impacts** – The County held an election for the incorporation of San Tan Valley which will affect state shared revenues beginning 2026-2027.
- **Expansion of Fire Department** – the City plans to expand build a new fire station and add additional staffing to handle the increased workload and call volume as the City is growing.

Future Projects Include:

- **Wastewater Treatment Plant** - the City is continuing the design and permitting phase of upgrading the existing Wastewater Treatment Plant to a 4.0 MGD class A effluent facility.
- **Roadway Infrastructure Improvement** – continued improvement of local infrastructure including paving of roadways to accommodate new growth and economic development projects.
- **Regional Park** – the City is in the process of designing and implementing a new regional park that will not only attract new residents but satisfy the demand for more park space from the increased population.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Coolidge for its annual comprehensive financial report for the fiscal year ended June 30, 2024. This was the sixteenth consecutive year that the City of Coolidge has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the City of Coolidge had to publish an easily readable and efficiently organized annual comprehensive financial report which satisfied both Generally Accepted Accounting Principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance department, department directors, and administration. We would like to express our appreciation to all members of the departments who assisted and contributed to the preparation of this report. Credit also must be given to the Mayor and Members of the City Council for their continued support in maintaining the highest standards and accountability in the management of the City of Coolidge's finances.

Respectfully submitted,

Gabriel Garcia

Gabriel Garcia
Finance Director/CFO



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Coolidge
Arizona**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO

CITY OF COOLIDGE
LIST OF PRINCIPAL OFFICIALS

MAYOR

Jon Thompson

VICE MAYOR

Tatiana Murrieta

COUNCIL MEMBERS

Adrianna Saavedra

Steve Hudson

Tom Bagnall

Tom Shope

Ian Gillespie

SENIOR MANAGEMENT STAFF

Gilbert Lopez
City Manager

Norma Ortiz
City Clerk

Ben Navarro
Public Works Director

Gabriel Garcia
Finance/Transit/Grants Director

Mark Dillon
Fire Chief

Kyle Hopson
Magistrate

Robby Criswell
IT Director

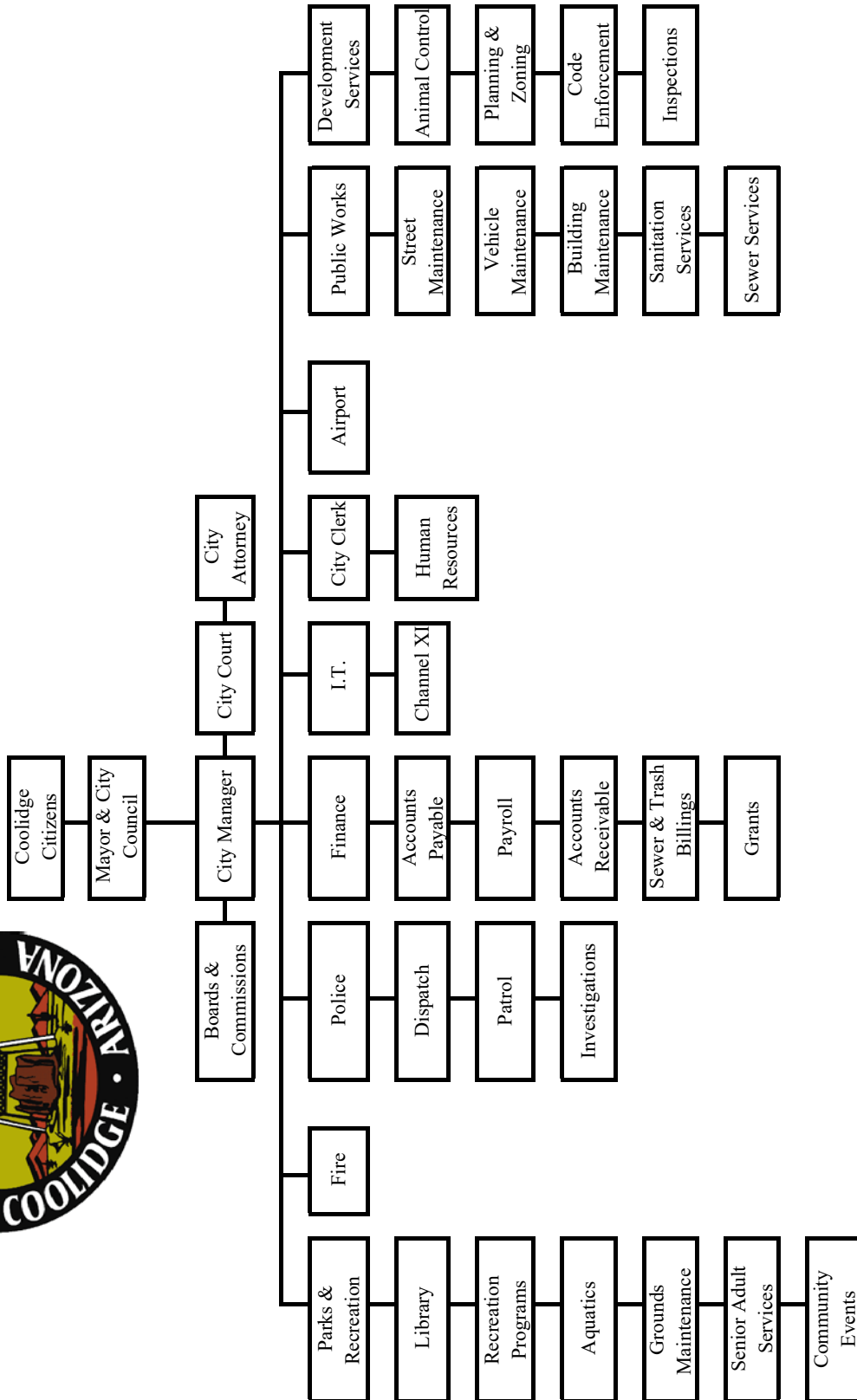
Harry Grizzle
Chief of Police

Ricky LaPaglia
Library, Parks & Recreation Director

James Myers
Development Services Director

Bridget Ashford
Human Resources Director

City of Coolidge



Financial Section





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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Coolidge, Arizona

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the fund budgetary comparison schedules of the City of Coolidge, Arizona as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the 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, the aggregate remaining fund information, and the fund budgetary comparison schedules of the City of Coolidge, Arizona as of June 30, 2025, 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. 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 Coolidge, Arizona 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.

Emphasis of Matter

As discussed in Note 1 to the financial statements, for the year ended June 30, 2025, the City of Coolidge, Arizona adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 101. Our opinions are not modified with respect to this matter.

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 Coolidge, Arizona'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 misstatements, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted 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.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement 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 Coolidge, Arizona'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 Coolidge, Arizona'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, net pension liability information, and other postemployment benefit plan 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's basic financial statements. The Combining and Individual Fund Financial Statements and Schedules 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 Fund Statements and Schedules information is 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 Section and Statistical Section 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.

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 other 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 December 29, 2025, on our consideration of the City of Coolidge, Arizona’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 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 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 the City of Coolidge, Arizona’s internal control over financial reporting and compliance.

Other Reporting Required by *Arizona Revised Statutes*

In connection with our audit, nothing came to our attention that caused us to believe that the 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’s noncompliance with the use of highway user revenue fund monies and other dedicated state transportation revenues, 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 Council and management, and other responsible parties within the City and is not intended to be and should not be used by anyone other than these specified parties.



December 29, 2025

Financial Section

Management's Discussion & Analysis



Management's Discussion and Analysis

The City of Coolidge, Arizona (City) is pleased to provide an overview of our financial activities for the fiscal year ended June 30, 2025. This Management's Discussion and Analysis (MD&A) is intended to provide an introduction to the basic financial statements that provides an objective and easy to read analysis of our financial activities based on currently known facts, decisions, and conditions.

Financial Highlights

- The assets and deferred outflows of resources of the City of Coolidge, Arizona exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$155,021,918 (net position). Of this amount \$35,893,365 is unrestricted and may be used to meet the City's ongoing obligations to its citizens and creditors.
- The City's total net position increased \$19,416,257 from \$135,605,661, as restated, to \$155,021,918 during the fiscal year. Overall revenues increased by \$9,272,176 of which \$7,609,903 was attributed to increase in overall program revenue. Overall expenditures increased by \$6,289,869 over the prior year.
- Net position in governmental activities increased by \$19,047,671, governmental revenues increased by \$8,912,353 of which program revenue accounted for \$7,286,170 of the increase. Expenditures in governmental activities increased by \$6,448,322 as highway and streets expenses continued to be a focus of Council expenditures to manage new growth and to promote new development with street expenditures rising by \$4,227,912.
- Net position in business type activities increased by \$368,586 from 34,529,033 as restated to \$34,696,566, revenue accounted for \$359,823 of the increase with growth related utility connections. Business type expenditures decreased by \$158,453 for the year due to efficiency improvements and solar installation.
- As of June 30, 2025, the City of Coolidge, Arizona's governmental funds reported combined ending fund balances of \$56,613,366 an increase of \$10,459,353 in comparison with the prior year largely due to an increased in general fund balance of \$8,391,579 from \$35,067,336 to \$43,458,915. The increased fund balance will be saved for future investment in infrastructure and capital to meet the demands of increased growth. At the end of the current fiscal year, unassigned fund balance for the general fund was \$43,172,781 or 237 percent of total general fund expenditures.
- General fund revenues (on a budgetary basis) were more than budgeted revenues by \$2,633,681 for fiscal year 2025. Additionally, budgetary basis expenditures were less than the budget by \$10,769,505 in the general fund.
- General fund revenues exceeded expenditures by \$10,440,801 which is a positive variance of \$13,403,186 from the original budget.
- The City includes four separate legal entities in its report – a Municipal Property Corporation, an Industrial Development Authority and two Community Facilities Districts. Although legally separate, these "component units" are important because the City is financially accountable for them. A description of these blended component units is available in Note 1 on page 50 and 51. Separate financial statements are not available for these entities.

Overview of the Financial Statements

The Annual Financial Report for the City of Coolidge, Arizona consists of this discussion and analysis, the basic financial statements and the required supplementary schedules presented after the basic financial statements. The basic financial statements include the government-wide financial statements, fund financial statements, including the budgetary statements for the general fund and major special revenue funds, and notes to the basic financial statements.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City of Coolidge, Arizona's finances, in a manner similar to private-sector business.

The statement of net position presents information on all of the City of Coolidge, Arizona's assets, liabilities, and deferred inflows/outflows of resources with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as useful indicators of whether the financial position of the City of Coolidge, Arizona is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Coolidge, Arizona that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Coolidge, Arizona include general government, public safety, highways and streets, culture and recreation, and redevelopment and housing. The business-type activities include liquid waste, solid waste, and the municipal airport services.

The government-wide financial statements can be found on pages 29-32 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Coolidge, Arizona, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Coolidge, Arizona can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources

available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of Coolidge, Arizona adopts an annual appropriated budget for its general fund by department and by fund for special revenue, debt service and capital project funds. A budgetary comparison statement has been provided for the general fund and any major special revenue funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 33-44 of this report.

Proprietary Funds. The City of Coolidge, Arizona maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City of Coolidge, Arizona uses enterprise funds to account for its liquid waste, solid waste, liquid waste impact fees and municipal airport.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the liquid waste, solid waste, and airport funds, each of which are considered to be major funds of the City of Coolidge, Arizona.

The basic proprietary fund financial statements can be found on pages 44-47 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City of Coolidge, Arizona's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 48-49 of this report.

Notes to the basic financial statements. The notes to the basic financial statements pages 50-88 provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements and should be read with the financial statements.

Required supplementary information other than MD&A. Governments have an option of including the budgetary comparison statements for the General fund and major special revenue

funds as either part of the fund financial statements within the basic financial statements, or as required supplementary information after the footnotes. The City has chosen to present these budgetary statements as part of the basic financial statements. Additionally, governments are required to disclose certain information about employee pension funds. The City has disclosed this information on pages 91-108.

The combining statements are presented on pages 111-125, immediately following the required supplementary information on pensions and other postemployment benefits.

Government-Wide Financial Analysis

Net position may serve over time as a useful indicator of a government's financial position. The following table reflects the Condensed Statement of Net Position of the City for June 30, 2025 showing that the difference between assets plus deferred outflows of resources exceeds liabilities plus deferred inflows of resources by \$155,021,918.

Condensed Statement of Net Position June 30, 2024 and 2023

	Government Activities		Business -type Activities		Totals	
	2025	2024	2025	2024	2025	2024
ASSETS						
Current and other assets	\$ 59,854,237	\$ 54,565,731	\$ 5,159,181	\$ 5,109,227	\$ 65,013,418	\$ 59,674,958
Capital assets						
Non-depreciable	2,916,468	2,351,170	1,980,487	1,925,854	4,896,955	4,277,024
Depreciable (net)	71,016,712	63,219,580	32,177,635	31,929,182	103,194,347	95,148,762
Total Assets	133,787,417	120,136,481	39,317,303	38,964,263	173,104,720	159,100,744
Deferred outflows of resources	2,311,919	3,090,289	122,908	112,408	2,434,827	3,202,697
LIABILITIES						
Other liabilities	1,499,357	6,816,472	569,743	585,091	2,069,100	7,401,563
Non-current liabilities						
Due within one year	1,723,411	1,194,754	173,136	115,973	1,896,547	1,310,727
Due in more than one year	11,283,477	12,887,563	1,310,159	1,190,452	12,593,636	14,078,015
Total liabilities	14,506,245	20,898,789	2,053,038	1,891,516	16,559,283	22,790,305
Deferred inflows of resources	1,267,739	1,050,300	2,690,607	2,857,175	3,958,346	3,907,475
NET POSITION						
Net Investment in capital assets	69,280,177	60,141,071	33,338,755	33,303,190	102,618,932	93,444,261
Restricted	13,088,333	12,595,271	3,421,288	658,385	16,509,621	13,253,656
Unrestricted*	37,956,842	28,541,339	(2,063,477)	366,405	35,893,365	28,907,744
Total net position	\$ 120,325,352	\$ 101,277,681	\$ 34,696,566	\$ 34,327,980	\$ 155,021,918	\$ 135,605,661

*Includes restatement of net position adjustment for end of 2024.

The net position of the City is \$120,325,352 in governmental activities and \$34,696,566 in business type activities at June 30, 2025.

Net position consists of three components, the largest portion of the City of Coolidge, Arizona's net position (58%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment), less any related debt, used to acquire those assets, that is still outstanding. The City of Coolidge, Arizona uses these capital assets to provide services to citizens; consequently, these

assets are not available for future spending. Although the City of Coolidge, Arizona's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Additional information on the City's assets can be found in the Notes to the financial Statements on pages 64-65.

An additional portion of the City of Coolidge, Arizona's total net position (11%) represents resources that are subject to external restrictions on how they may be used.

Deferred outflows of resources decreased by \$767,890 overall which included a reduction of \$778,370 in governmental activities and increased by \$10,500 in business-type activities. These reductions directly affected the ability for the City to meet its obligations to its Citizens and creditors. Deferred inflows of resources increased by \$50,871 overall consisting of an increase of \$217,469 in governmental activities while showing a decrease of \$166,568 for business-type activities these balances which shows that also helps cash flow and overall net position.

As illustrated in both the table above and the table below, the City's overall financial position showed a \$19,416,257 increase in net position from \$135.6 million, as restated, to \$155.0 million. This increase can be attributed mostly to increased revenues over the year and continued efforts to maximize efficiency in operations. As increases in revenue outpaced increases in expenditures for the City. Notably an increase of \$8,912,353 in government revenues, which will be used to fund new growth opportunities in coming years. Net position in governmental activities reported a \$19,047,671 increase over the prior year despite governmental expenditures increasing \$6,448,322. Local taxes increased \$1,802,007 and operating grants and contributions rose \$973,764, fines fees and charges for services increased \$2,817,214, while capital grants and contributions showed the largest gain over \$3,818,925 over the previous year from \$3,640,682 to \$7,459,607. The increase is largely due increased population growth driving tax and charges for services as new home sales drive tax growth and local spending, coupled with commitment of Council and Staff to preserve revenues from growth while planning for future capital and infrastructure improvements is underway. Business-type activities reported a net position increase of \$368,586 revenues increased by \$359,823 most notably an increase of \$424,816 in fines, fees and charges for services. Business-type expenditures decreased by \$158,453 from \$4,289,041 to \$4,130,588 specifically as a result of decreased spending in liquid waste of \$114,309 as improvements to the system are being implemented. Airport spending decreased from \$855,973 to \$552,166 or \$303,807. The business-type activities showed a \$368,586 increase in net position prior to transfers and capital contributions to other funds for overhead. The net increase in the governmental and business-type activities are discussed in more detail following the table below.

Changes in Net Position For the Fiscal Year Ended June 30, 2025 and 2024

	Government Activities		Business -type Activities		Totals	
	2025	2024	2025	2024	2025	2024
Revenues						
Program Revenues						
Fees, Fines and charges for svcs	\$ 3,844,160	\$ 1,451,762	\$ 3,872,173	\$ 3,447,357	\$ 7,716,333	\$ 4,899,119
Operating grants and contributions	4,798,435	3,824,671	-	-	4,798,435	3,824,671
Capital grants and contributions	7,459,607	3,539,599	-	101,083	7,459,607	3,640,682
General Revenues						
Local Taxes	18,011,323	16,209,316	-	-	18,011,323	16,209,316
State shared revenues	7,916,186	8,066,243	-	-	7,916,186	8,066,243
Investment earnings	2,238,570	2,274,776	151,150	126,637	2,389,720	2,401,413
Loss on disposal of capital assets	-	-	-	-	-	-
Miscellaneous	269,777	259,338	11,577	-	281,354	259,338
Total Revenues	44,538,058	35,625,705	4,034,900	3,675,077	48,572,958	39,300,782
Expenses						
General government	5,601,352	4,455,447	-	-	5,601,352	4,455,447
Public Safety	8,600,490	7,179,465	-	-	8,600,490	7,179,465
Highways and streets	6,488,074	2,260,162	-	-	6,488,074	2,260,162
Culture and recreation	2,189,373	2,517,806	-	-	2,189,373	2,517,806
Redevelopment and housing	2,063,359	2,069,943	-	-	2,063,359	2,069,943
Interest on long-term debt	83,465	94,968	-	-	83,465	94,968
Liquid Waste	-	-	1,870,862	1,985,171	1,870,862	1,985,171
Solid Waste	-	-	1,707,560	1,447,897	1,707,560	1,447,897
Municipal Airport	-	-	552,166	855,973	552,166	855,973
Total Expenses	25,026,113	18,577,791	4,130,588	4,289,041	29,156,701	22,866,832
Increase/Decrease in net position						
before transfers	19,511,945	17,047,914	(95,688)	(613,964)	19,416,257	16,433,950
Transfers In (Out)	(464,274)	(412,911)	464,274	412,911	-	-
Change in net position	19,047,671	16,635,003	368,586	(201,053)	19,416,257	16,433,950
Net position, beginning of year	101,825,361	85,190,358	34,369,890	34,570,943	136,195,251	119,761,301
Change in accounting principle	(547,680)	-	(41,910)	-	(589,590)	-
Net position, beginning of year as rest:	101,277,681	-	34,327,980	-	135,605,661	-
Net position, end of year	\$ 120,325,352	\$ 101,825,361	\$ 34,696,566	\$ 34,369,890	\$ 155,021,918	\$ 136,195,251

*Includes restatement of net position adjustment for end of 2024.

Changes in net position, shown above, illustrates the City's total revenues and expenses for the fiscal year ended June 30, 2025 compared to the same period ended June 30, 2024.

Governmental Activities.

Program revenues, which include fines, fees and charges for services, operating grants and contributions and capital grants and contributions increased over the prior fiscal year by \$7,286,170 dollars. The City's fees, fines and charges for services reported a \$2,392,398 dollar decrease over the prior year as permitting for large economic development projects being permitted and charged for services increased, the City expects more large-scale economic development projects in the coming years which could lead to more growth in charges for services. Operating grants and contributions increased by \$973,764 and capital grants and contributions increased by \$3,920,008 over the prior year largely due to the competition and timing in receiving operational and capital grants.

General revenues, which include local taxes, impact fees, state shared revenues and investment earnings increased by \$1,626,183 dollars. Local taxes, including property and City sales taxes, increased by \$1,802,007 due to increased housing development and corresponding population increased driving local spending. State shared revenues decreased by \$150,057 dollars due to decreased revenue share by the State of Arizona through impacts of legislation that affects funding to local municipalities.

Expenses increased by \$6,448,332 largely due to the Council taking investing in public safety as a full-time fire department was added and police salaries increased overall public safety expense rose by \$1,421,025. The City spent an additional \$4,227,912 on highways and streets as population is increasing and roads remain a Council priority.

Business-type Activities.

As discussed above, the City imposes an impact fee to developers for new construction to assist the City in future development and growth. The capital grants for the airport vary from year-to-year based upon funding from various federal and state grants.

Business-type expenses increased in the Liquid Waste and Solid Waste due to expenditures related to increased growth and new housing. Also, liquid waste impact fees increased as a result of increased building and economic development.

Business-type revenues increased \$359,823 from \$3,675,077 to \$4,034,900 primarily due to increased revenue in charges for services as new residents connecting liquid and solid waste services. Expenditures for business-type activities decreased from \$4,289,041 to \$4,130,588 or \$158,453 during the year primarily due to decreased spending at the airport as expenditures decreased \$303,807. Spending in liquid and solid waste increased by \$145,354 as costs to operate utility services continue to increase. The City is looking to conduct a rate study to evaluate current rising costs against current utility rates.

Financial Analysis of the City's Funds.

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Types of Government funds reported by the City include the General Fund, Grants Fund, Impact Fees Fund, Capital Projects Fund, Road Tax Fund, and Non-Major Governmental Funds.

The City of Coolidge's overall financial position has improved. As of the end of the current fiscal year the City's governmental funds reported combined ending fund balances of \$56,613,366, an increase of \$10,459,353 in comparison with the prior year. Approximately 77% of this total amount

\$43,458,915 constitutes General Fund balance. At fiscal year-end 2024-2025 fund balances were as follows:

	<u>2024</u>	<u>2025</u>	Increase (Decrease) From 2024- 2025 Change
General Fund	\$35,067,336	\$43,458,915	\$8,391,579
Grants Fund	312,887	586,260	273,373
Impact Fee Fund	9,885,484	11,301,739	1,416,255
HURF	141,184	0	(141,184)
Road Tax Fund	113,711	45,048	(68,663)
Non-major Governmental Funds	<u>633,411</u>	<u>1,221,404</u>	<u>587,993</u>
Total	46,154,013	56,613,366	10,459,353

The General Fund is the chief operating fund of the City of Coolidge, Arizona. At the end of the current fiscal year, the fund balance of the General Fund was \$43,458,915, an increase of \$8,391,579 over the prior year. This fund balance is available for contribution to the assigned, and unassigned fund balances. As a measure of the General Fund’s liquidity, it may be useful to compare both General Fund balance and total fund balance to total expenditures. General Fund balance represents 275 percent of total General Fund expenditures, while total fund balance represents 176 percent of total City expenditures.

The increase to the General Fund balance during the current fiscal year can be attributed to an increase in program revenue of \$7,286,170 primarily attributed to increased fees, fines and charges for services of \$2,392,398 and higher revenues related to capital grants and contributions of \$3,920,008.

The Grants Fund reported an increase of \$273,373 in fund balance as grant fund balance is subject to timing of receipt and expenditure of funds awarded. Grant funds are carried over to be spent based on allowable costs and projects in future years. The City is continuing to aggressively apply for additional grants which lead to an increase in fund balance.

The Impact Fee Fund reported a \$1,416,255 fund balance increase due to continued issuing of building permits and new construction around the City. The restricted fund balance will be carried over to future years for future planned capital projects.

The Highway User Fund was reclassified as a non-major governmental fund as expenditures decreased in the current year.

The Road Tax Fund reported a decrease of \$68,663 as Council has made road improvements a high priority and has been utilizing the Pinal County Excise Tax Obligation to allow for project

acceleration. The restricted fund balance will be carried over to future years for planned construction projects.

The Non-Major Governmental Funds reported a \$446,809 increase in fund balance due to increased capital project revenues and reclassification of Highway User Revenue Fund to a non-major fund.

Budgetary Highlights

The City's annual budget is the legally adopted expenditure control document of the City. Budgetary comparison statements are required for the General Fund and all major special revenue funds and may be found on pages 40-43 and 115-125. These statements compare the original adopted budget, the budget if amended throughout the fiscal year, and the actual expenditures prepared on a budgetary basis. The City did not amend its budget during the fiscal year.

General Fund revenues of \$26,269,439, on an actual basis, were more than budgeted revenues of \$23,635,758 by \$2,633,681 and actual general fund expenditures of \$15,828,638 were less than the budgeted expenditures of \$26,597,143 by \$10,769,505. The increase in actual revenues over budgetary revenues is largely due to positive variances of \$1,250,767 of taxes collected and increases of \$235,688 for licenses and permits, \$371,057 in charges for services and \$325,092 in investment income. The decrease in actual expenditures compared to budgeted expenditures can be attributed to non-utilization of contingency in the General fund leading to a \$10,769,505 positive variance despite a negative variance of \$87,195 in public safety. The increase of actual revenues over budgeted revenues is primarily due to the increased collection of taxes and charges for services largely related to property taxes as new development is allocated to the tax roll. The decrease in actual expenditures over budgeted expenditures is primarily due to the nonuse of carryover funds for current expenditures.

Capital Assets and Debt Administration

The City's capital assets, for its governmental and business-type activities as of June 30, 2025, amounts to \$73,933,180 and \$34,158,122 respectively, (net of accumulated depreciation). Capital assets include land, buildings, and improvements, machinery and equipment, roads and improvements, vehicles and infrastructure. During fiscal year 2024-2025 the annual depreciation expense was \$4,572,008 and \$1,072,612 for the governmental and business-type capital assets, respectively. Additions to capital assets during the fiscal year totaled \$12,934,438 and \$1,375,698 (inclusive of work in process) for the governmental and business-type capital assets, respectively.

Major capital asset events during the current fiscal year included the following:

Government Funds

- Infrastructure – Sidewalk installation on Ruins Dr from SR87 to Moore Dr (\$24,126.50), Reconstruction of Central Ave and 1st to Pacific Ave (\$125,455.11), Reconstruction of Woodruff Rd from Macrae to Curry Rd (\$1,624,092.70), Reconstruction and widening of

Coolidge Ave from Christensen Rd to Clemans (\$5,325,786.12), Installation of shade structure for Hoover Building (\$132,863.00), Installation of canopy for Main Street Park (\$8,453.91), Installation of canopy for Palo Verde Park (\$9,325.61), Installation of San Carlos Park shade (\$65,528.64), Reconstruction of Fast Track Rd from Storey Rd to Kleck Rd (\$61,671.71), Double chip seal of Vail Rd from Bartlett to Randolph Rd (\$652,608.00), Double chip seal of Bartlett Rd from SR87 to Fast Track Rd (\$868,763.00).

- Equipment – Storage container for City Hall (\$5,784.30), Storage container for Development Services (\$5,784.30), Copy machine for Development Services (\$10,338.48), Ice maker for Fire Department (\$5,388.46), Three Lifepak Cardiac Monitors for Fire Department (\$150,759.22), Eight mobile radios for Fire Department (\$82,107.92), New computers for all departments (\$180,782.62), Library books (\$92,972.85), Three portable light towers for Parks and Recreation Department (\$19,191.50), Four night vision binoculars for Police Department (\$45,862), Ice maker for Police Department (\$5,388.46), Weight room equipment for Police Department (\$99,518.64), Three portable radios for Police Department (\$37,340.12), Copy machine for Police Department (\$10,392.53), New servers for Police Department (\$88,895.63), Seven portable handheld radios for Police Department (\$64,589.91), Radio repeater for Police Department (\$505,018.29), Rotary air compressor for Streets Department (\$17,506.50), Walk behind saw for Streets Department (\$22,950.00), 2024 Vacuum Excavator for Streets Department (\$110,565.11), Two automatic flaggers for Streets Department (\$19,995.36), Two message boards for Streets Department (\$43,063.64), Volvo Pneumatic Roller for Streets Department (\$95,849.00), Trailer mounted spray patcher for Streets Department (\$89,450.00), Mower for Streets Department (\$9,999.36), Computers for Transit Department (\$15,228.62), Tire changer for Vehicle Maintenance, Four 21' long 5 row bleachers for Youth Center (\$23,914.60).
- Vehicles – 2023 GMC Acadia for City Hall (\$31,093.92), 2023 Chevrolet 1500 for Development Services (\$30,150.00), 2018 Chevrolet Tahoe for Fire Department (\$47,576.30), 2013 Refurb Chevrolet Tahoe for Fire Department (\$19,177.00), 2009 Refurbished fire pumper for Fire Department (\$273,109.00), Two 2023 Chevrolet Silverado for Grounds Maintenance (\$60,300.00), 2024 Chevrolet Silverado for Police Department (\$90,695.79), 2025 International Dump Truck for Streets Department (\$205,171.30), 2018 Freightliner 2000 Gallon Water Truck for Streets Department (\$61,248.80), 2025 Chevrolet Silverado 2500 for Streets Department (\$71,911.09), Conversion of 2003 Chevrolet Silverado 3500 to Flatbed for Streets Department (\$9,230.80), Transmission replacement for sweeper for Streets Department (\$14,611.25), Arboc Bus for Cotton Express (\$165,574.00), Arboc Bus for Cotton Express (\$207,680.00), 2024 Chevrolet Silverado for Vehicle Maintenance (\$65,075.43).

Business Funds

- Infrastructure – Completed Wastewater Master Plan (\$103,037.21), Eleven manhole rehabs (\$71,700.00), Relining of Wilson alley sewer line (\$92,337.99), Completed Lagoon Expansion Plan (\$21,288.00), Airport Roadway Improvement (\$296,162.20), Completion

of Airport Bio Cultural Project (\$55,780.00), Ferrous Chloride System (\$216,689.27), Concrete slab for CDC Yard (\$19,031.67).

- **Equipment** – 2023 Tractor for Airport (\$86,021.64), Tractor attachment for Airport (\$10,587.20), Two Flygt Pumps for Liquid Waste (\$48,421.95), Rebuild of Val Vista Pump #2 for Liquid Waste (\$16,985.75), Point to Point Wireless Radio Communication for Liquid Waste (\$24,962.00), Six replacement ARV Valves on Val Vista Force Main Line for Liquid Waste (\$139,683.23), 2025 Tilt Bed Trailer for Solid Waste (\$10,695.00).
- **Vehicles** – 2024 Chevrolet Silverado 1500 for Airport (\$49,146.67), Freightliner Water Truck for Solid Waste (\$58,535.00).

The following table provides a breakdown of the capital assets of the City at June 30, 2025 and 2024.

Capital Assets at June 30, 2025 and 2024 (Net of depreciation)

	Government Activities		Business -type Activities		Totals	
	2025	2024	2025	2024	2025	2024
Land	\$ 1,310,505	\$ 1,310,505	\$ 1,302,335	\$ 1,302,335	\$ 2,612,840	\$ 2,612,840
Construction in Progress	1,605,963	1,040,665	678,152	623,519	2,284,115	1,664,184
Airport hangar and other improvements	-	-	1,112,455	1,114,174	1,112,455	1,114,174
Buildings and improvements	14,098,630	14,469,734	-	-	14,098,630	14,469,734
Infrastructure and land improvements	48,984,977	43,142,306	11,695,538	11,709,614	60,680,515	54,851,920
Sewer treatment plant and collection system			17,895,382	17,811,471	17,895,382	17,811,471
Furniture, machinery, equipment and vehicles	7,933,105	5,607,540	1,474,260	1,293,923	9,407,365	6,901,463
Total Capital Assets	\$ 73,933,180	\$ 65,570,750	\$ 34,158,122	\$ 33,855,036	\$ 108,091,302	\$ 99,425,786

See Note 6 pages 64-65 in the notes to the Basic Financial Statements for further information regarding capital assets.

Long-term Debt

At the end of the current fiscal year, the City of Coolidge, Arizona total Government and Business Type Activities long-term obligations outstanding were \$14,490,184. Of the long-term debt \$6,987,376 represents net pension liability, \$4,481,000 represents bonds payable, \$172,003 represents lease liability and \$819,368 represents outstanding notes payable. The remaining balance represents compensated absences, it should be noted the City’s obligation related to the landfill post-closure care costs was closed out as the City closed the landfill.

The following schedule shows the outstanding debt of the City (both current and long-term) as of June 30, 2025 and 2024. Further detail on the City’s outstanding debt may be found in Note 9 on page 67.

Outstanding Debt at June 30, 2025 and 2024

	Governmental Activities		Business Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Notes Payable	\$ -	\$ -	\$ 819,368	\$ 551,846	\$ 819,368	\$ 551,846
Bond Payable	4,481,000	5,158,000			\$ 4,481,000	\$ 5,158,000
Note Premium					\$ -	\$ -
Finance Purchases	172,003	271,679			\$ 172,003	\$ 271,679
Leases			-	-	\$ -	\$ -
Landfill closure and post-closure costs	806,845	787,096			\$ 806,845	\$ 787,096
Compensated absences	1,139,941	523,832	83,651	31,076	\$ 1,223,592	\$ 554,908
Net Pension Liability	6,407,099	6,794,030	589,277	672,012	\$ 6,996,376	\$ 7,466,042
Total Outstanding Debt	\$ 13,006,888	\$ 13,534,637	\$ 1,492,296	\$ 1,254,934	\$ 14,499,184	\$ 14,789,571

Economic Factors and Next Year's Budgets and Rates

The City relies heavily on state shared revenues, property taxes and local sales tax. During the year, more than 91% of the City's general revenues were derived from state shared revenues, property taxes and local sales tax. The retail picture provides sufficient sales tax revenue to sustain the operational costs of the general government. However, based on an ordinance passed in 2005, the City has supplemented its capital revenues with impact fees. The impact fees are currently used and will be used in future fiscal years to assist the City in keeping up with capital costs related to new growth. The retail picture will depend upon future development of housing, commercial and industrial businesses within the community.

The City's share of state shared revenues is estimated to increase as the Census 2020 numbers are confirming population increases as housing market expands. Increases in some programming and user fees have been implemented in order to generate additional revenues to cover the City's costs of providing services.

Other factors affecting next year's budget include:

- Inflation and increasing cost of operations.
- Economic development and new home builds continuing to increase.
- Public Safety Retirement System changes to employer contributions.
- Arizona State Retirement increase of rates for employer and employee contributions.
- Continued efforts to improve economic development opportunities and encourage workforce development in the City.
- Design and construction of parkland to accommodate future expansion and recreational needs.
- Employee retention and salary adjustments to match increasing market rates as minimum wage continues to increase.

Financial Contact

The financial report is designed to provide a general overview of the City's finances for all of those with an interest in the government's finances and to demonstrate accountability for the use of public funds. Questions about any of the information provided in this report, or requests for additional financial information should be addressed to:

Gabriel Garcia, Finance Director/CFO
City of Coolidge, Arizona
Finance Department
130 West Central Avenue
Coolidge, AZ 85128
E-mail at gabeg@coolidgeaz.com

Financial Section



CITY OF COOLIDGE, ARIZONA
STATEMENT OF NET POSITION
June 30, 2025

ASSETS	Governmental Activities	Business-type Activities	Total
Cash and cash equivalents	\$ 53,732,221	\$ 3,391,214	\$ 57,123,435
Cash - restricted	-	474,048	474,048
Receivables (net of allowance for uncollectible)	397,239	136,186	533,425
Lease receivable	651,555	2,925,640	3,577,195
Prepaid	288,107	-	288,107
Due from other governments	2,001,082	-	2,001,082
Net pension and other postemployment benefits asset	994,870	21,256	1,016,126
Interactivity balances	1,789,163	(1,789,163)	-
Capital assets			
Land and construction in progress	2,916,468	1,980,487	4,896,955
Other capital assets (net of accumulated depreciation)	71,016,712	32,177,635	103,194,347
Total assets	<u>133,787,417</u>	<u>39,317,303</u>	<u>173,104,720</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions and other postemployment benefits	<u>2,311,919</u>	<u>122,908</u>	<u>2,434,827</u>
LIABILITIES			
Accounts payable and other current liabilities	1,033,895	56,099	1,089,994
Accrued expenses and employee benefits	401,899	39,596	441,495
Customer deposits	-	474,048	474,048
Accrued interest payable	63,563	-	63,563
Noncurrent liabilities			
Due within one year			
Compensated absences	854,956	62,738	917,694
Finance purchases	104,162	-	104,162
Loans payable	-	110,398	110,398
Bonds payable	739,000	-	739,000
Landfill closure and post closure care	25,293	-	25,293
Due in more than one year			
Compensated absences	284,985	20,913	305,898
Finance purchases	67,841	-	67,841
Loans payable	-	708,969	708,969
Bonds payable	3,742,000	-	3,742,000
Landfill closure and post closure care	781,552	-	781,552
Net pension liability and other postemployment liability	6,407,099	580,277	6,987,376
Total liabilities	<u>14,506,245</u>	<u>2,053,038</u>	<u>16,559,283</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions and other postemployment benefits	830,310	45,603	875,913
Deferred inflows related to leases	437,429	2,645,004	3,082,433
Total deferred inflows	<u>1,267,739</u>	<u>2,690,607</u>	<u>3,958,346</u>
NET POSITION			
Net investment in capital assets	69,280,177	33,338,755	102,618,932
Restricted for			
Highways and streets	205,189	-	205,189
Transit purposes	16,219	-	16,219
Court purposes	160,871	-	160,871
Public safety purposes	409,445	-	409,445
Capital improvements	11,301,739	3,400,032	14,701,771
Net pension and OPEB assets	994,870	21,256	1,016,126
Unrestricted	37,956,842	(2,063,477)	35,893,365
Total net position	<u>\$ 120,325,352</u>	<u>\$ 34,696,566</u>	<u>\$ 155,021,918</u>



CITY OF COOLIDGE, ARIZONA
STATEMENT OF ACTIVITIES
Year Ended June 30, 2025

Functions / Programs	Expenses	Program Revenue		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities				
General government	\$ 5,601,352	\$ 1,942,531	\$ -	\$ -
Public safety	8,600,490	200,681	949,891	616,577
Highways and streets	6,488,074	1,543,108	2,924,641	6,843,030
Culture and recreation	2,189,373	157,840	533,734	-
Redevelopment and housing	2,063,359	-	390,169	-
Interest on long-term debt	83,465	-	-	-
Total governmental activities	<u>25,026,113</u>	<u>3,844,160</u>	<u>4,798,435</u>	<u>7,459,607</u>
Business-type activities				
Liquid waste	1,856,590	1,223,038	-	-
Solid waste	1,707,560	1,694,115	-	-
Liquid waste impact fees	14,272	558,100	-	-
Municipal airport	552,166	396,920	-	-
Total business-type activities	<u>4,130,588</u>	<u>3,872,173</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 29,156,701</u>	<u>\$ 7,716,333</u>	<u>\$ 4,798,435</u>	<u>\$ 7,459,607</u>

General revenue:

Sales taxes
Property taxes
Franchise tax
State-shared revenues-not restricted
to specific programs
Investment income
Miscellaneous
Transfers in (out)
Total general revenue and transfers

Change in net position

Net position, beginning of year, as restated

Net position, end of year

Net (Expense) Revenue and Changes in Net Position

Governmental Activities	Business-type Activities	Totals
\$ (3,658,821)	\$ -	\$ (3,658,821)
(6,833,341)	-	(6,833,341)
4,822,705	-	4,822,705
(1,497,799)	-	(1,497,799)
(1,673,190)	-	(1,673,190)
(83,465)	-	(83,465)
<u>(8,923,911)</u>	<u>-</u>	<u>(8,923,911)</u>
-	(633,552)	(633,552)
-	(13,445)	(13,445)
-	543,828	543,828
-	(155,246)	(155,246)
<u>-</u>	<u>(258,415)</u>	<u>(258,415)</u>
(8,923,911)	(258,415)	(9,182,326)
14,869,075	-	14,869,075
2,618,449	-	2,618,449
523,799	-	523,799
7,916,186	-	7,916,186
2,238,570	151,150	2,389,720
269,777	-	269,777
(464,274)	464,274	-
<u>27,971,582</u>	<u>627,001</u>	<u>28,598,583</u>
19,047,671	368,586	19,416,257
<u>101,277,681</u>	<u>34,327,980</u>	<u>135,605,661</u>
<u>\$ 120,325,352</u>	<u>\$ 34,696,566</u>	<u>\$ 155,021,918</u>

CITY OF COOLIDGE, ARIZONA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2025

	General	Grants	Impact Fees
ASSETS			
Cash and cash equivalents	\$ 41,389,181	\$ 27,679	\$ 11,301,739
Taxes receivable	80,165	-	-
Accounts receivable	12,684	-	-
Lease receivable	651,555	-	-
Due from other governments	1,140,161	606,641	-
Prepaid	286,134	1,973	-
Due from other funds	1,968,454	-	-
Total assets	<u>\$ 45,528,334</u>	<u>\$ 636,293</u>	<u>\$ 11,301,739</u>
LIABILITIES			
Accounts payable	\$ 915,216	\$ 38,598	\$ -
Accrued payroll and employee benefits	343,996	11,435	-
Due to other funds	-	-	-
Total liabilities	<u>1,259,212</u>	<u>50,033</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	372,778	-	-
Leases	437,429	-	-
Total deferred inflows of resources	<u>810,207</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Nonspendable	286,134	1,973	-
Restricted for			
Highways and streets	-	83,547	-
Transit purposes	-	-	-
Culture and recreation	-	91,295	-
Court purposes	-	-	-
Public safety purposes	-	409,445	-
Capital improvements	-	-	11,301,739
Assigned for			
Capital projects	-	-	-
Unassigned	43,172,781	-	-
Total fund balance	<u>43,458,915</u>	<u>586,260</u>	<u>11,301,739</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 45,528,334</u>	<u>\$ 636,293</u>	<u>\$ 11,301,739</u>

Road Tax Capital Projects	Non-Major Governmental Funds	Total Governmental Funds
\$ -	\$ 1,013,622	\$ 53,732,221
-	-	80,165
-	304,390	317,074
-	-	651,555
111,967	142,313	2,001,082
-	-	288,107
-	-	1,968,454
<u>\$ 111,967</u>	<u>\$ 1,460,325</u>	<u>\$ 59,038,658</u>
\$ -	\$ 80,081	\$ 1,033,895
-	46,468	401,899
66,919	112,372	179,291
<u>66,919</u>	<u>238,921</u>	<u>1,615,085</u>
-	-	372,778
-	-	437,429
<u>-</u>	<u>-</u>	<u>810,207</u>
-	-	288,107
45,048	76,594	205,189
-	16,219	16,219
-	-	91,295
-	160,871	160,871
-	-	409,445
-	-	11,301,739
-	1,059,642	1,059,642
-	(91,922)	43,080,859
<u>45,048</u>	<u>1,221,404</u>	<u>56,613,366</u>
<u>\$ 111,967</u>	<u>\$ 1,460,325</u>	<u>\$ 59,038,658</u>

CITY OF COOLIDGE, ARIZONA
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
GOVERNMENTAL FUNDS
June 30, 2025

Total governmental fund balances \$ 56,613,366

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 reported in the
governmental funds.

Governmental capital assets	148,681,569	
Less accumulated depreciation	<u>(74,748,389)</u>	73,933,180

Certain revenues earned but not received within 60 days of
year-end are unavailable for the governmental statements,
but are recognized as revenue for government-wide
statements.

Property taxes	62,045	
Cross Creek Ranch settlement	<u>310,733</u>	372,778

Net pension/OPEB assets held in trust for future benefits
are not available for City operations and, therefore, are not
reported in the funds

994,870

Long-term liabilities, such as net pension/OPEB liabilities
and bonds payable, are not due and payable in the
current period and, therefore, are not reported as
liabilities in the funds

Compensated absences	(1,139,941)	
Finance purchases	(172,003)	
Landfill closure and postclosure care payable	(806,845)	
Bonds payable	(4,481,000)	
Accrued interest	(63,563)	
Net pension liabilities	<u>(6,407,099)</u>	(13,070,451)

Deferred outflows and inflows of resources related to pensions/OPEB
and deferred charges or credits on debt refundings are applicable to
future reporting periods and, therefore, are not reported in the funds.

1,481,609

Net position of governmental activities

\$ 120,325,352



CITY OF COOLIDGE, ARIZONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2025

	General	Grants	Impact Fees
Revenues			
Taxes	\$ 14,092,853	\$ -	\$ -
Intergovernmental	7,916,186	7,990,301	-
Fines and forfeitures	197,091	4,675	-
Licenses and permits	1,025,688	-	-
Charges for services	1,076,112	-	1,373,240
Investment income	1,725,092	4,013	461,687
Miscellaneous	236,417	-	-
Total revenues	<u>26,269,439</u>	<u>7,998,989</u>	<u>1,834,927</u>
Expenditures			
Current			
General government	4,353,140	-	5,548
Public safety	7,914,453	693,640	-
Highways and streets	-	741,702	233,684
Culture and recreation	1,640,737	-	-
Redevelopment and housing	1,537,321	355,196	-
Capital outlay	92,973	5,935,078	179,440
Debt service			
Principal	279,830	-	-
Interest and debt cost	10,184	-	-
Total expenditures	<u>15,828,638</u>	<u>7,725,616</u>	<u>418,672</u>
Excess (deficiency) of revenue over (under) expenditures	<u>10,440,801</u>	<u>273,373</u>	<u>1,416,255</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	120,600	-	-
Transfers out	<u>(2,169,822)</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(2,049,222)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	8,391,579	273,373	1,416,255
Fund balance, beginning of year	<u>35,067,336</u>	<u>312,887</u>	<u>9,885,484</u>
Fund balance, end of year	<u>\$ 43,458,915</u>	<u>\$ 586,260</u>	<u>\$ 11,301,739</u>

Road Tax Capital Projects	Non-Major Governmental Funds	Total Governmental Funds
\$ -	\$ 3,731,828	\$ 17,824,681
1,404,581	1,724,534	19,035,602
-	1,795	203,561
-	18,091	1,043,779
-	-	2,449,352
60	51,733	2,242,585
-	16,008	252,425
<u>1,404,641</u>	<u>5,543,989</u>	<u>43,051,985</u>
-	434,574	4,793,262
25,391	104,514	8,737,998
-	1,813,953	2,789,339
-	-	1,640,737
-	1,297	1,893,814
3,261,503	1,944,073	11,413,067
-	496,846	776,676
-	73,281	83,465
<u>3,286,894</u>	<u>4,868,538</u>	<u>32,128,358</u>
(1,882,253)	675,451	10,923,627
1,813,590	-	1,934,190
-	(228,642)	(2,398,464)
<u>1,813,590</u>	<u>(228,642)</u>	<u>(464,274)</u>
(68,663)	446,809	10,459,353
<u>113,711</u>	<u>774,595</u>	<u>46,154,013</u>
<u>\$ 45,048</u>	<u>\$ 1,221,404</u>	<u>\$ 56,613,366</u>

CITY OF COOLIDGE, ARIZONA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2025

Net change in fund balances - total governmental funds \$ 10,459,353

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 as depreciation
expense. Also, assets contributed to the City are not reported in
the fund statements and are reported in the Statement of Activities

Capital outlay	11,413,067	
Depreciation expense	<u>(4,572,008)</u>	6,841,059

Governmental funds do not report the contributions of capital assets
from outside sources as additions and revenue. However, in the
Statement of Activities these contributions are recorded as revenue
and additions to capital assets.

Government contributions		1,521,371
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Revenues in the statement of activities that do not provide current
financial resources are not reported as revenues in the funds and
revenues received in the current year that were accrued in the
Statement of Activities in prior years are reported as revenues
in the funds.

Property taxes		35,926
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Interest expense in the Statement of Activities differs from the
amount reported in governmental funds because accrued
interest was calculated for loans payable for the Statement
of Activities, but is expensed when due for the governmental
fund statements.

		9,719
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Debt proceeds provide current financial resources to governmental
funds, but issuing debt increases long-term liabilities in the Statement
of Net Position. Repayment of long-term debt are expenditure in the
governmental funds, but the repayment reduces long-term
liabilities in the Statement of Net Position.

Finance purchases	99,676	
Debt principal repayments	677,000	
Decrease in landfill closure and post closure care costs	<u>(19,749)</u>	756,927

Expenses reported in the Statement of Activities that do not require
the use of current financial resources and therefore are not
reported as expenditures in governmental funds.

Increase in compensated absences		(68,429)
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City pension/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/OPEB liability is measured a year
before the City's report date. Pension/OPEB expense, which is the
change in the net pension/OPEB liability adjusted for changes in deferred
outflows and inflows of resources related to pensions, is reported in
the Statement of Activities.

City pension/OPEB contributions	854,813	
Pension/OPEB expense	<u>(1,363,068)</u>	<u>(508,255)</u>

Change in net position of governmental activities \$ 19,047,671

CITY OF COOLIDGE, ARIZONA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET
TO ACTUAL
Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenue				
Taxes	\$ 12,842,086	\$ 12,842,086	\$ 14,092,853	\$ 1,250,767
Intergovernmental	7,433,617	7,433,617	7,916,186	482,569
Fines and forfeitures	210,000	210,000	197,091	(12,909)
Licenses and permits	790,000	790,000	1,025,688	235,688
Charges for services	705,055	705,055	1,076,112	371,057
Investment income	1,400,000	1,400,000	1,725,092	325,092
Contributions	5,000	5,000	-	(5,000)
Miscellaneous	250,000	250,000	236,417	(13,583)
Total revenue	<u>23,635,758</u>	<u>23,635,758</u>	<u>26,269,439</u>	<u>2,633,681</u>
Expenditures				
Current				
General government	13,404,792	13,404,792	4,353,140	9,051,652
Public safety	8,117,272	8,117,272	8,204,467	(87,195)
Highways and streets	827,477	827,477	-	827,477
Culture and recreation	2,407,585	2,407,585	1,733,710	673,875
Redevelopment and housing	1,841,017	1,841,017	1,537,321	303,696
Total expenditures	<u>26,598,143</u>	<u>26,598,143</u>	<u>15,828,638</u>	<u>10,769,505</u>
Excess (deficiency) of revenue over expenditures	<u>(2,962,385)</u>	<u>(2,962,385)</u>	<u>10,440,801</u>	<u>13,403,186</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	298,285	298,285	120,600	(177,685)
Transfers out	<u>(6,183,058)</u>	<u>(6,183,058)</u>	<u>(2,169,822)</u>	<u>4,013,236</u>
Total other financing sources (uses)	<u>(5,884,773)</u>	<u>(5,884,773)</u>	<u>(2,049,222)</u>	<u>3,835,551</u>
Net change in fund balance	(8,847,158)	(8,847,158)	8,391,579	17,238,737
Fund balance, beginning of year	<u>35,067,336</u>	<u>35,067,336</u>	<u>35,067,336</u>	<u>-</u>
Fund balance, end of year	<u>\$ 26,220,178</u>	<u>\$ 26,220,178</u>	<u>\$ 43,458,915</u>	<u>\$ 17,238,737</u>

CITY OF COOLIDGE, ARIZONA
GRANTS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET
TO ACTUAL
Year Ended June 30, 2025

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget Positive (Negative)
Revenue				
Intergovernmental	\$ 14,078,209	\$ 14,078,209	\$ 7,990,301	\$ (6,087,908)
Fines and forfeitures	-	-	4,675	4,675
Investment income	-	-	4,013	4,013
Total revenue	<u>14,078,209</u>	<u>14,078,209</u>	<u>7,998,989</u>	<u>(6,079,220)</u>
Expenditures				
Current				
Public safety	3,278,209	3,278,209	693,640	2,584,569
Highways and streets	2,400,000	2,400,000	741,702	1,658,298
Redevelopment and housing	2,400,000	2,400,000	355,196	2,044,804
Capital outlay	6,000,000	6,000,000	5,935,078	64,922
Total expenditures	<u>14,078,209</u>	<u>14,078,209</u>	<u>7,725,616</u>	<u>6,352,593</u>
Net change in fund balance	-	-	273,373	273,373
Fund balance, beginning of year	<u>312,887</u>	<u>312,887</u>	<u>312,887</u>	<u>-</u>
Fund balance, end of year	<u>\$ 312,887</u>	<u>\$ 312,887</u>	<u>\$ 586,260</u>	<u>\$ 273,373</u>

CITY OF COOLIDGE, ARIZONA
GENERAL GOVERNMENT IMPACT FEES
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenue				
Charges for services	\$ 1,726,083	\$ 1,726,083	\$ 1,373,240	\$ (352,843)
Investment income	-	-	461,687	461,687
Total revenue	<u>1,726,083</u>	<u>1,726,083</u>	<u>1,834,927</u>	<u>108,844</u>
Expenditures				
General government	20,000	20,000	5,548	14,452
Highways and streets	300,000	300,000	233,684	233,682
Culture and recreation	200,000	200,000	179,440	20,560
Capital outlay	<u>8,808,769</u>	<u>8,808,769</u>	-	8,808,769
Total expenditures	<u>9,328,769</u>	<u>9,328,769</u>	<u>418,672</u>	<u>9,077,463</u>
Excess (deficiency) of revenue over expenditures	<u>(7,602,686)</u>	<u>(7,602,686)</u>	<u>1,416,255</u>	<u>9,018,941</u>
Net change in fund balance	(7,602,686)	(7,602,686)	1,416,255	9,018,941
Fund balance, beginning of year	<u>9,885,484</u>	<u>9,885,484</u>	<u>9,885,484</u>	<u>-</u>
Fund balance, end of year	<u>\$ 2,282,798</u>	<u>\$ 2,282,798</u>	<u>\$ 11,301,739</u>	<u>\$ 9,018,941</u>

CITY OF COOLIDGE, ARIZONA
ROAD TAX CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenue				
Intergovernmental	\$ 1,199,142	\$ 1,199,142	\$ 1,404,581	\$ 205,439
Investment income	-	-	60	60
Total revenue	<u>1,199,142</u>	<u>1,199,142</u>	<u>1,404,641</u>	<u>205,499</u>
Expenditures				
Current				
Public safety	35,000	35,000	25,391	9,609
Highways and streets	100,000	100,000	-	100,000
Capital outlay	<u>5,145,000</u>	<u>5,145,000</u>	<u>3,261,503</u>	<u>1,883,497</u>
Total expenditures	<u>5,280,000</u>	<u>5,280,000</u>	<u>3,286,894</u>	<u>1,993,106</u>
Excess (deficiency) of revenue over expenditures	<u>(4,080,858)</u>	<u>(4,080,858)</u>	<u>(1,882,253)</u>	<u>2,198,605</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	4,275,352	4,275,352	1,813,590	2,461,762
Transfers out	<u>(194,494)</u>	<u>(194,494)</u>	<u>-</u>	<u>194,494</u>
Total other financing sources (uses)	<u>4,080,858</u>	<u>4,080,858</u>	<u>1,813,590</u>	<u>2,656,256</u>
Net change in fund balance	-	-	(68,663)	(68,663)
Fund balance, beginning of year	<u>446,555</u>	<u>446,555</u>	<u>113,711</u>	<u>(332,844)</u>
Fund balance, end of year	<u>\$ 446,555</u>	<u>\$ 446,555</u>	<u>\$ 45,048</u>	<u>\$ (401,507)</u>

CITY OF COOLIDGE, ARIZONA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2025

	Business-type Activities--Enterprise Funds				
	Liquid Waste	Solid Waste	Liquid Waste Impact Fees	Airport	Total
ASSETS					
Current assets					
Cash and cash equivalents	\$ -	\$ -	\$ 3,391,214	\$ -	\$ 3,391,214
Cash - restricted	-	434,048	-	40,000	474,048
Accounts receivables, net	14,344	121,295	-	-	135,639
Intergovernmental receivables, net	-	547	-	-	547
Lease receivable	-	-	-	2,925,640	2,925,640
Total current assets	14,344	555,890	3,391,214	2,965,640	6,927,088
Noncurrent assets					
Net other postemployment benefits asset	10,976	8,483	-	1,797	21,256
Non-depreciable capital assets	1,386,765	-	-	593,722	1,980,487
Depreciable assets, net	18,494,544	1,629,543	-	12,053,548	32,177,635
Total noncurrent assets	19,892,285	1,638,026	-	12,649,067	34,179,378
Total assets	19,906,629	2,193,916	3,391,214	15,614,707	41,106,466
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows related to pensions and other postemployment benefits	63,468	49,052	-	10,388	122,908
Total deferred outflows	63,468	49,052	-	10,388	122,908
LIABILITIES					
Current liabilities					
Accounts payable	35,047	18,985	-	2,067	56,099
Accrued payroll and benefits	7,218	8,898	-	23,480	39,596
Customer deposits	-	434,048	-	40,000	474,048
Due to other funds	1,073,018	612,046	-	104,099	1,789,163
Compensated absences	32,760	17,091	-	12,887	62,738
Current portion of loans payable	110,398	-	-	-	110,398
Total current liabilities	1,258,441	1,091,068	-	182,533	2,532,042
Noncurrent liabilities					
Compensated absences	10,920	5,697	-	4,296	20,913
Loans payable	708,969	-	-	-	708,969
Net pension and other postemployment benefits liability	299,645	231,587	-	49,045	580,277
Total noncurrent liabilities	1,019,534	237,284	-	53,341	1,310,159
Total liabilities	2,277,975	1,328,352	-	235,874	3,842,201
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows related to pensions and other postemployment benefits	23,549	18,200	-	3,854	45,603
Deferred inflows related to leases	-	-	-	2,645,004	2,645,004
Total deferred inflows of resources	23,549	18,200	-	2,648,858	2,690,607
NET POSITION					
Net investment in capital assets	19,061,942	1,629,543	-	12,647,270	33,338,755
Restricted for					
Net OPEB asset	10,976	8,483	-	1,797	21,256
Capital projects	-	-	3,400,032	-	3,400,032
Unrestricted (deficit)	(1,404,345)	(741,610)	(8,818)	91,296	(2,063,477)
Total net position	\$ 17,668,573	\$ 896,416	\$ 3,391,214	\$ 12,740,363	\$ 34,696,566

CITY OF COOLIDGE, ARIZONA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
Year Ended June 30, 2025

	Business-type Activities--Enterprise Funds				
	Liquid Waste	Solid Waste	Liquid Waste Impact Fees	Airport	Total
Operating revenues					
Charges for service	\$ 1,223,038	\$ 1,694,115	\$ 558,100	\$ 396,920	\$ 3,872,173
Operating expenses					
Costs of services	1,186,816	1,653,361	14,272	168,469	3,022,918
Depreciation	634,716	54,199	-	383,697	1,072,612
Total operating expenses	1,821,532	1,707,560	14,272	552,166	4,095,530
Operating income (loss)	(598,494)	(13,445)	543,828	(155,246)	(223,357)
Nonoperating revenue (expenses)					
Investment revenue	655	-	2,233	148,262	151,150
Interest expense	(35,058)	-	-	-	(35,058)
Gain on sale of asset	11,577	-	-	-	11,577
Total nonoperating revenue (expenses)	(22,826)	-	2,233	148,262	127,669
Income (loss) before capital contributions, and transfers	(621,320)	(13,445)	546,061	(6,984)	(95,688)
Transfers in	-	-	-	584,874	584,874
Transfers out	(54,672)	(65,928)	-	-	(120,600)
Change in net position	(675,992)	(79,373)	546,061	577,890	368,586
Total net position, beginning of year as restated	18,344,565	975,789	2,845,153	12,162,473	34,327,980
Total net position, end of year	\$ 17,668,573	\$ 896,416	\$ 3,391,214	\$ 12,740,363	\$ 34,696,566

CITY OF COOLIDGE, ARIZONA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended June 30, 2025

	Business-type Activities--Enterprise Funds				
	Liquid Waste	Solid Waste	Liquid Waste Impact Fees	Airport	Total
Cash flows from operating activities:					
Received from customers	\$ 1,320,698	\$ 1,696,318	\$ 558,100	\$ 303,279	\$ 3,878,395
Payments to suppliers	(902,756)	(1,169,436)	(14,272)	(203,702)	(2,290,166)
Payments to employees	(402,186)	(396,190)	-	(69,725)	(868,101)
Net cash provided (used) by operating activities	<u>15,756</u>	<u>130,692</u>	<u>543,828</u>	<u>29,852</u>	<u>720,128</u>
Cash flows from noncapital and related financing activities:					
Transfers in	-	-	-	584,874	584,874
Transfers out	(54,672)	(65,928)	-	-	(120,600)
Received from other funds	405,001	48,414	-	(105,035)	348,380
Net cash provided (used) for noncapital and related financing activities	<u>350,329</u>	<u>(17,514)</u>	<u>-</u>	<u>479,839</u>	<u>812,654</u>
Cash flows from capital and financing activities:					
Proceeds for sale of asset	11,577	-	-	-	11,577
Proceeds from notes payable	375,000	-	-	-	375,000
Interest paid	(35,058)	-	-	-	(35,058)
Purchase of capital assets	(610,780)	(88,262)	-	(676,657)	(1,375,699)
Principal payments of notes payable	(107,479)	-	-	-	(107,479)
Net cash provided (used) for capital and related financing activities	<u>(366,740)</u>	<u>(88,262)</u>	<u>-</u>	<u>(676,657)</u>	<u>(1,131,659)</u>
Cash flows from investing activities:					
Investment income	655	-	2,233	148,262	151,150
Net increase (decrease) in cash and cash equivalents	-	24,916	546,061	(18,704)	552,273
Cash, restricted cash, and cash equivalents, beginning of year	<u>-</u>	<u>409,132</u>	<u>2,845,153</u>	<u>58,704</u>	<u>3,312,989</u>
Cash, restricted cash, and cash equivalents, end of year	<u>\$ -</u>	<u>\$ 434,048</u>	<u>\$ 3,391,214</u>	<u>\$ 40,000</u>	<u>\$ 3,865,262</u>

CITY OF COOLIDGE, ARIZONA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended June 30, 2025

	Business-type Activities--Enterprise Funds				
	Liquid Waste	Solid Waste	Liquid Waste Impact Fees	Airport	Total
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:					
Operating income (loss)	\$ (598,494)	\$ (13,445)	\$ 543,828	\$ (155,246)	\$ (223,357)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation	634,716	54,199	-	383,697	1,072,612
Provision for uncollectible accounts	(96,477)	56,223	-	-	(40,254)
Change in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:					
Net pension and other postemployment benefits asset	(837)	(1,529)	-	2,819	453
Accounts receivables	97,660	(26,684)	-	-	70,976
Due from other governments	-	3,971	-	-	3,971
Lease receivables	-	-	-	(93,641)	(93,641)
Prepaid expenses	44,577	-	-	-	44,577
Deferred outflows of resources related to pensions and other postemployment benefits	(10,968)	(13,046)	-	13,514	(10,500)
Accounts payable	(49,692)	15,987	-	(21,146)	(54,851)
Accrued payroll and benefits	(3,947)	(178)	-	18,714	14,589
Customer deposits	-	24,916	-	-	24,916
Compensated absences	10,522	9,898	-	(19,467)	953
Net pension and other postemployment benefits liability	(14,156)	16,374	-	(93,823)	(91,605)
Deferred inflows of resources related to pensions and other postemployment benefits	2,852	4,006	-	(5,569)	1,289
Net cash provided (used) by operating activities	<u>\$ 15,756</u>	<u>\$ 130,692</u>	<u>\$ 543,828</u>	<u>\$ 29,852</u>	<u>\$ 720,128</u>

CITY OF COOLIDGE, ARIZONA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
June 30, 2025

	<u>Pension Trust</u>
ASSETS	
Cash and cash equivalents	\$ 45,372
Investments - mutual funds	<u>158,719</u>
Total assets	<u>204,091</u>
LIABILITIES	
Accounts payable	<u>6,049</u>
NET POSITION RESTRICTED FOR PENSIONS	<u><u>\$ 198,042</u></u>

CITY OF COOLIDGE, ARIZONA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
Year Ended June 30, 2025

	<u>Pension Trust</u>
Additions	
Contributions	\$ 44
Investment income	<u>21,646</u>
Total additions	<u>15,641</u>
Deductions	
Administrative expense	<u>3,646</u>
Change in net position	11,995
Net position, beginning of year	<u>186,047</u>
Net position, end of year	<u><u>\$ 198,042</u></u>

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Coolidge, Arizona (City) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

For the year ended June 30, 2025, the City implemented the provisions of GASBS 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs financial statement users by updating the recognition and measurement guidance for compensated absences.

A. Reporting Entity

The City is a municipal government that is governed by a separately elected governing body. It is legally separate from and fiscally independent of other state and local governments. As required by accounting principles generally accepted in the United States of America, these financial statements present the City and its component units, entities for which the City is considered financially accountable. Blended component units, although legally separate entities, are in substance, part of the City's operations and so data from these units are combined with data from the City, the primary government.

Blended Component Units - The *City of Coolidge Municipal Property Corporation*. The Coolidge Municipal Property Corporation's (CMPC) board of directors consists of six members who are appointed by the Coolidge City Council. CMPC, which is a nonprofit corporation incorporated under the laws of the State of Arizona, was formed for the sole purpose of assisting the City in obtaining financing for various capital projects. All related receivables and payables between the City and the CMPC have been eliminated.

The *City of Coolidge Industrial Development Authority*. The Industrial Development Authority (IDA) board of directors consists of a seven-member board, which is appointed by the Coolidge City Council. The IDA, which is a nonprofit corporation incorporated under the laws of the State of Arizona, was formed to assist the City in obtaining financing for various capital projects and promoting economic development. The City's management has operational responsibility for IDA.

The *Martin Valley Community Facilities District*. The Martin Valley Community Facilities District (MVCFD) board of directors consists of a seven-member board comprised of all members of the City of Coolidge City Council. The MVCFD, which is a political subdivision under the laws of the State of Arizona, was formed to assist the developer with financing of public infrastructure. The City's management has operational responsibility for MVCFD.

The *Sandia Community Facilities District*. The Sandia Community Facilities District (SCFD) board of directors consists of a seven-member board comprised of all members of the City of Coolidge City Council. The SCFD, which is a political subdivision under the laws of the State of

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Arizona, was formed to assist the developer with financing of public infrastructure. The City's management has operational responsibility for SCFD.

Separate financial statements of the blended component units are not prepared.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) present financial information about the City as a whole. These statements report the financial activities of the overall government, except for fiduciary activities. They also distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes and intergovernmental revenues. Business-type activities are financed in whole or in part by fees charged to external parties.

A statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities and each segment of its business-type activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The City does not allocate indirect expenses to programs or functions. Program revenues include charges to customers for goods or services, operating grants, capital grants and contributions. Revenues that are not classified as program revenues, including internally dedicated resources and all taxes, are reported as general revenues.

Generally, the effect of interfund activity has been eliminated from the government-wide financial statements to minimize the double counting of internal activities. Charges for interfund services provided and used are not eliminated if the prices approximate their external exchange values.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Fund Balances - Governmental Funds

As of June 30, 2025, fund balances of the governmental funds are classified as follows:

Nonspendable - amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted - amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Committed - amounts that can be used only for specific purposes pursuant to constraints imposed internally by formal action of the City Council. Formal action by the City Council through resolution is required to establish, modify, or rescind committed fund balance.

Assigned - amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the City's adopted policy, only City Council or the City's Finance Director may assign amounts for specific purposes.

Unassigned - all other spendable amounts. The general fund is the only fund that reports a positive unassigned fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless City Council or the City's Finance Director has provided otherwise in its commitment or assignment actions.

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-wide Financial Statements - The government-wide financial statements and fiduciary funds 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. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the grantor or provider have been met. As a general rule, the effect on internal activity has been eliminated from the government-wide financial statements.

Fund Financial Statements - 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.

Property taxes, sales taxes, franchise taxes, licenses and permits, charges for service, special assessments and investment income associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Grants

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

and similar awards are recognized as revenues as soon as all eligibility requirements imposed by the grantor or provider have been met. Miscellaneous revenue is not susceptible to accrual because generally they are not measurable until received in cash. Deferred revenues also arise when the City receives resources before it has legal claim to them, as when grant monies are received prior to meeting all eligibility requirements imposed by the provider.

Delinquent property taxes have been recorded as unavailable revenue if not collected within 60 days. Receivables that will not be collected within the available period have also been reported as unavailable revenue on the governmental fund financial statements.

The City reports the following major governmental funds:

General Fund - This fund is the general operating fund of the City. It accounts for all financial resources of the City, except those required to be accounted for in other funds.

Grants Fund - This fund accounts for the activity of various state and federal grants.

Impact Fees Fund - This fund accounts for the activity of the development fees assessed to offset the costs associated with providing necessary public services to new developments.

Road Tax - Capital Projects Fund - This fund accounts for the capital improvement, acquisitions and construction of major roads through the use of county sales taxes.

The City reports the following major proprietary funds:

Liquid Waste Fund - This fund accounts for the costs to operate, construct and finance the City's sewer utility operations.

Solid Waste Fund - This fund is used to account for the activities of the City's sanitation operations.

Liquid Waste Impact Fees Fund - This fund is used to account for monies collected from developers for the City's sewer utility operations.

Municipal Airport Fund - This fund is used to account for the activities of the City's airport operations.

The City reports the following fiduciary fund:

Pension Trust Fund - This Pension Trust Fund is used to account for the City's Volunteer Firefighter's Relief and Pension Fund, a defined contribution plan for which the assets are held by the City in a trustee capacity. Fiduciary reporting focus is on net position and changes in net position and are reported using the accrual basis of accounting.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 the City's enterprises fund are charges to customers for wastewater and sanitation services, sales, and development fees. Operating expenses for these funds include the cost of sales and services, administrative expenses and depreciation. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. The City's non-major funds are as follows:

Special Revenue Funds

Highway User Revenue Fund (HURF)
Transit Fund
Court Surcharge Fund

Debt Service Fund

Capital Projects Funds

Capital Projects Fund
Sandia Community Facilities District Capital Projects
Martin Valley Community Facilities District Capital Projects

E. Cash and Cash Equivalents

Cash represents amounts in demand deposits and amounts held in trust by financial institutions. The funds held in trust are available to the City upon demand. Cash equivalents are defined as short-term (original maturities of three months or less), highly liquid investments that are 1) readily convertible to known amounts of cash and 2) so near maturity that they present insignificant risk of changes in value because of changes in interest rates.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Investments

Arizona Revised Statutes (ARS) authorize the City to invest public monies in the State Treasurer's Local Government Investment Pool, interest-bearing savings account, certificates of deposit, and repurchase agreements in eligible depositories; bonds or other obligations of the U.S. government that are guaranteed as to principal and interest by the U.S. government; and bonds of the State of Arizona counties, cities, school districts, and special districts as specified by statute. The City's interest rate policy is to coordinate its investment maturities to closely match cash flow needs. The City's credit risk policy is to hold investments as authorized by the Arizona Revised Statutes.

G. 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 either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of the interfund loans).

All trade and property tax receivables are shown net of allowance for uncollectables. Trade accounts receivable in excess of 90 days comprise the trade accounts receivables allowance for uncollectables.

Property taxes are levied by the City and collected by the Pinal County Treasurer. Property taxes are levied no later than the third Monday in August and are payable in two installments due October 1 of the current year and March 1 of the subsequent year. Taxes become delinquent after the first business day of November and May, respectively. Interest attaches on installments after the delinquent date. Pursuant to ARS, a lien against assessed real and personal property attaches on the first day of January preceding assessment and levy; however according to case law, an enforceable legal claim to the asset does not arise.

H. Prepaid Items

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

I. Capital Assets

Capital assets, which include land, buildings, improvements other than buildings, vehicles, machinery, equipment, construction in progress, intangibles and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2025

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The City defines capital assets as assets with an initial, individual cost of \$10,000 or more and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized in the current year.

Certain capital assets of the City are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Estimated Useful Life (years)</u>
Infrastructure	20-50
Buildings and improvements	20-50
Sewer collection system	20-50
Land improvements	20
Furniture, vehicles, machinery and equipment	5-20
Right-of-use assets	
Leases	N/A
Subscription based technology	N/A

Intangible right-to-use lease assets are amortized over the shorter of the lease term or the useful life of the underlying asset, unless the lease contains a purchase option that the City is reasonably certain of being exercised—then the lease asset is amortized over the useful life of the underlying asset.

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

J. Deferred Outflows/Inflows of Resources

The City reports decreases in net assets that relate to future periods as deferred outflows of resources in a separate section of its government-wide and proprietary funds statements of net position. Deferred outflows of resources reported in this year's financial statements include (1) a deferred amount arising from the refunding of enterprise fund bonds, (2) a deferred outflow of resources for contributions made to the City's defined benefit pension and OPEB plans between the measurement date of the net pension liabilities from those plans and the end of the city's fiscal year, (3) deferred outflows of resources related to the differences between the expected and actual demographics for the city's single-employer defined benefit fund, and (4) asset retirement obligations. The deferred refunding amount is being amortized over the remaining life of the

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

refunding bonds as part of interest expense. Deferred outflows for pension and OPEB contributions will be recognized in the subsequent fiscal year. The deferred amount related to the actuarial assumptions for demographic factors in the pension fund will be recognized over a closed period equal to the average of the expected remaining service lives of all employees participating in the plan. No deferred outflows of resources affect the governmental funds financial statements in the current year. Deferred outflows of resources for asset retirement obligations are amortized over the remaining useful lives of the related assets

In addition to liabilities, the City's statements of net position and its governmental fund balance sheet report a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net assets that applies to a future period(s). Deferred inflows of resources are reported in the City's various statements of net position for pensions and leases. Actual pension or OPEB plan investment earnings in excess of the expected amounts included in determining pension expense. This deferred inflow of resources is attributed to pension or OPEB expense over a total of 5 years, including the current year. In its governmental funds, the only deferred inflow of resources is for revenues that are not considered available. The City will not recognize the related revenues until they are available (collected not later than 60 days after the end of the City's fiscal year) under the modified accrual basis of accounting. Accordingly, unavailable revenues from property taxes and grants are reported in the governmental funds balance sheet. Deferred inflows related to leases are amortized over the term of the lease agreement future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The government has only one type of item which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

K. Long-term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position.

L. Compensated Absences

Compensated absences consist of vacation and sick leave earned by employees based on services already rendered.

Employees may accumulate up to 280 hours of vacation depending on years of service, but any vacation hours in excess of the maximum amount that are unused at year-end are forfeited. Upon termination of employment, all unused and unforfeited vacation benefits are paid to employees.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Employees may accumulate 720 hours of sick leave. Generally, sick leave benefits provide for ordinary sick pay and are cumulative but are forfeited upon termination of employment.

Accordingly, vacation and sick leave benefits are accrued as a liability in the government-wide and proprietary fund financial statements.

M. Interfund Activity

Flows of cash from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers between governmental funds are eliminated in the Statement of Activities. Interfund transfers in the fund statements are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds.

N. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

O. Budgetary Data

According to the laws of the State of Arizona, all operating budgets must be approved by their governing board on or before the second Monday in August to allow sufficient time for legal announcements and hearings required for the adoption of the property tax levy on the third Monday in August.

In April, the proposed budget for the following fiscal year is presented by the City Manager to the City Council. The budget includes proposed expenditures and the means of financing them. Public meetings are held to obtain citizen comment.

Prior to June 30, the City Council legally enacts the budget, through the passage of an ordinance. The ordinance sets the limit for expenditures for the year, within the voter mandated state expenditure limitation. Additional expenditures may be authorized if directly necessitated by a natural or man-made disaster as prescribed in the state constitution. There were no supplemental appropriations made during fiscal year 2025.

The maximum legal expenditure permitted for the year is the total budget as adopted. All funds of the City have legally adopted budgets except for the Court Surcharge. The City adopts the budget by fund for all funds. The initial budget for the fiscal year may be amended during the year in a legally permissible manner. The City Manager is generally authorized to transfer budgeted amounts within any specific department's expenditure appropriation and between departments within the same fund. Any budget revisions requiring a transfer between funds must be approved by the City Council.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The City approves its annual budget consistent with GAAP. GASB Statement #34 requires that budgetary comparison statements for the General Fund and major revenue funds be presented in the annual financial statements. These statements must display original budget, amended budget and actual results (on a budgetary basis).

P. Postemployment Benefits

For purposes of measuring the net pension and other postemployment benefits (OPEB) assets and liabilities, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the plans' fiduciary net position and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans. 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.

Q. Leases

As lessee, the City recognizes lease liabilities with an initial, individual value of \$5,000 or more. 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 City's borrowing rate for unsecured debt for a comparable amount and time period, and then decreased based on full collateral.

As lessor, the City recognizes lease receivables with an initial, individual value of \$5,000 or more. 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 as described above.

R. Subscription-based IT agreements

The City obtains the right to use vendor's information technology software through various long-term contracts. The City recognizes a subscription liability and an intangible right-to-use subscription asset in the applicable governmental or business-type activities column in the government-wide financial statements.

At the commencement of a subscription, the City initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of the subscription payments made. The right-to-use asset is initially measured as the initial amount of the subscription liability adjusted for subscription payments made at or before the subscription commencement date, plus certain initial implementation costs. Right-to-use subscription assets' useful lives are determined by the length of the subscription period and are amortized using the straight-line method.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Key estimates and judgments include how the City determines the discount rate and subscription term it uses to discount the expected subscription payments to present value. The City uses the market rate of interest at the subscription's inception as the discount rate. The subscription's term includes the noncancelable period of the subscription. Subscription payments included in the measurement of the subscription payable are composed of fixed payments as outlined in the subscription.

NOTE 2 CASH AND INVESTMENTS

Arizona Revised Statutes (A.R.S.) authorize the City to invest public monies in the State Treasurer's investment pool; obligations issued or guaranteed by the United States or any of the senior debt of its agencies, sponsored agencies, corporations, sponsored corporations, or instrumentalities; specified state and local government bonds, notes, and other evidences of indebtedness; interest-earning investments such as savings accounts, certificates of deposit and repurchase agreements in eligible depositories; specified commercial paper issued by corporations organized and doing business in the United States; specified bonds, debentures, notes, and other evidences of indebtedness that are denominated in United States dollars; and certain open-end and closed-end mutual funds, including exchange traded funds. In addition, the City Treasurer may invest trust funds in certain fixed income securities of corporations doing business in the United States or District of Columbia.

Credit risk

Statutes have the following requirements for credit risk:

1. Commercial paper must be of prime quality and be rated within the top two ratings by a nationally recognized rating agency.
2. Specified bonds, debentures, notes, and other evidences of indebtedness that are denominated in United States dollars must be rated "A" or better at the time of purchase by at least two nationally recognized rating agencies.
3. Fixed income securities must carry one of the two highest ratings by Moody's investor's service and Standard and Poor's rating service. If only one of the above-mentioned services rates the security, it must carry the highest rating of that service.

Custodial credit risk

Statutes require collateral for deposits at 102 percent of all deposits federal depository insurance does not cover.

Concentration of credit risk

Statutes do not include any requirements for concentration of credit risk

Interest rate risk

Statutes require that public monies invested in securities and deposits have a maximum maturity of 5 years. The maximum maturity for investments in repurchase agreements is 180 days.

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2025

NOTE 2 CASH AND INVESTMENTS (Continued)

Foreign currency risk

Statutes do not allow foreign investments unless the investment is denominated in United States dollars.

The City's investment policy states that the City will conform with Arizona Revised Statutes. The City does not have a formal investment policy with respect to custodial credit risk, concentration of credit risk, or foreign currency risk.

Deposits—At June 30, 2025, the carrying amount of the City's total cash in bank was \$57,851,424, and the bank balances were \$ 57,597,483. Of the bank balances, \$500,000 was covered by federal depository insurance or similar insurance. The remainder was covered by collateral held by the pledging financial institution in the City's name.

Investments—The City reported investments in the State Treasurer's Investment Pool 7 with a reported amount of \$390,755. The State Treasurer's Investment Pool 7 is unrated.

The City's Pension Trust Fund had investments in mutual funds of \$158,719 at June 30, 2025, categorized within the fair value hierarchy established by generally accepted accounting principles as Level 1. Investments categorized as Level 1 are valued using prices quoted in active market for those investments.

The State Board of Investment provides oversight for the State Treasurer's pools. The fair value of a participant's position in the pool approximates the value of that participant's pool shares and the participant's shares are not identified with specific investments.

A reconciliation of cash, deposits, and investments to amounts shown on the statements of net position follows:

	Governmental activities	Business-type activities	Pension Trust Fund	Total
Cash and cash equivalents:				
Cash on hand	\$ 3,595	\$ -	\$ -	\$ 3,595
Amount of deposits	53,337,871	3,865,262	45,372	57,248,505
State Treasurer's investment pool 7	390,755	-	-	390,755
Total	<u>\$ 53,732,221</u>	<u>\$ 3,865,262</u>	<u>\$ 45,372</u>	<u>\$ 57,642,855</u>
Investments				
Mutual funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 158,719</u>	<u>\$ 158,719</u>
Total cash and cash equivalents and investments	<u>\$ 53,732,221</u>	<u>\$ 3,865,262</u>	<u>\$ 204,091</u>	<u>\$ 57,801,574</u>

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 3 RECEIVABLES

Receivables, net of allowance for uncollectables, as of year-end for the City’s individual major governmental funds and nonmajor governmental funds in the aggregate are as follows:

Governmental Activities:

	General	Non-Major Governmental	
	Fund	Fund	Total
Receivables:			
Taxes	\$ 80,165	\$ -	\$ 80,165
Accounts	12,684	304,390	317,074
	<u>92,849</u>	<u>304,390</u>	<u>397,239</u>
Less:			
Allowance	-	-	-
Net Receivables	<u>\$ 92,849</u>	<u>\$ 304,390</u>	<u>\$ 397,239</u>

The following table summarizes the City’s receivables for the enterprise funds as of June 30, 2025.

Business-type Activities:

	Liquid	Solid	
	Waste Fund	Waste Fund	Total
Receivables:			
Accounts	\$ 289,344	\$ 596,295	\$ 885,639
Less:			
Allowance	<u>(275,000)</u>	<u>(475,000)</u>	<u>(750,000)</u>
Net Receivables	<u>\$ 14,344</u>	<u>\$ 121,295</u>	<u>\$ 135,639</u>

Revenues of the Liquid Waste Fund and Solid Waste Fund are reported net of uncollectible amounts. Total uncollectible amounts related to liquid waste and solid waste revenues of the current period are \$0 and \$0 respectively.

NOTE 4 LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require that the City place a final cover on its landfill site when it stopped accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The City reached 100 percent capacity in 1993, the final cover was installed in 2022. The estimated liability for post closure care is \$ 806,845, which represent the estimated current costs that would be incurred to monitor the landfill for the next 27 years. However, cost of post closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 5 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. The City's insurance protection is provided by the Arizona Municipal Risk Retention Pool, of which the City is a participating member.

The Arizona Municipal Risk Retention Pool is structured such that member premiums are based on an actuarial review that will provide adequate reserves to allow the pool to meet its expected financial obligations. The pool has authority to assess its members additional premiums should reserve and annual premiums be insufficient to meet the pool's obligations. The maximum liability for the City for the fiscal year is \$10,000 and the deductible is \$5,000 per occurrence.

The City is insured by the Workers' Compensation Insurance Fund for potential worker-related accidents.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 6 CAPITAL ASSETS

A summary of capital assets activity for the fiscal year ended June 30, 2025 follows:

Governmental activities:	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	\$ 1,310,505	\$ -	\$ -	\$ 1,310,505
Construction in progress	1,040,665	565,298	-	1,605,963
Total capital assets not being depreciated	<u>2,351,170</u>	<u>565,298</u>	<u>-</u>	<u>2,916,468</u>
Capital assets being depreciated:				
Infrastructure	95,283,342	8,898,675	-	104,182,017
Buildings and improvements	22,853,768	242,273	-	23,096,041
Vehicles, furniture and equipment	15,379,839	3,228,192	(120,988)	18,487,043
Total capital assets being depreciated	<u>133,516,949</u>	<u>12,369,140</u>	<u>(120,988)</u>	<u>145,765,101</u>
Less accumulated depreciation for:				
Infrastructure	(52,141,036)	(3,056,004)	-	(55,197,040)
Buildings and improvements	(8,384,034)	(613,377)	-	(8,997,411)
Vehicles, furniture and equipment	(9,772,299)	(902,627)	120,988	(10,553,938)
Total accumulated depreciation	<u>(70,297,369)</u>	<u>(4,572,008)</u>	<u>120,988</u>	<u>(74,748,389)</u>
Total capital assets, being depreciated, net	<u>63,219,580</u>	<u>7,797,132</u>	<u>-</u>	<u>71,016,712</u>
Governmental activities capital assets, net	<u>\$ 65,570,750</u>	<u>\$ 8,362,430</u>	<u>\$ -</u>	<u>\$ 73,933,180</u>
Business-type activities:	Ending Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	\$ 1,302,335	\$ -	\$ -	\$ 1,302,335
Construction in progress	623,519	54,633	-	678,152
Total capital assets not being depreciated	<u>1,925,854</u>	<u>54,633</u>	<u>-</u>	<u>1,980,487</u>
Capital assets being depreciated:				
Land improvements	14,354,102	370,974	-	14,725,076
Airport hangar and improvements	1,206,132	-	-	1,206,132
Sewer treatment plant and collection system	27,364,887	644,736	-	28,009,623
Vehicles, machinery and equipment	2,560,322	305,355	(6,000)	2,859,677
Total capital assets being depreciated	<u>45,485,443</u>	<u>1,321,065</u>	<u>(6,000)</u>	<u>46,800,508</u>
Less accumulated depreciation for:				
Land improvements	(2,644,488)	(385,050)	-	(3,029,538)
Airport hangar and improvements	(91,958)	(1,719)	-	(93,677)
Sewer treatment plant and collection system	(9,553,416)	(560,825)	-	(10,114,241)
Vehicles, machinery and equipment	(1,266,399)	(125,018)	6,000	(1,385,417)
Total accumulated depreciation	<u>(13,556,261)</u>	<u>(1,072,612)</u>	<u>6,000</u>	<u>(14,622,873)</u>
Total capital assets, being depreciated, net	<u>31,929,182</u>	<u>248,453</u>	<u>-</u>	<u>32,177,635</u>
Business-type activities capital assets, net	<u>\$ 33,855,036</u>	<u>\$ 303,086</u>	<u>\$ -</u>	<u>\$ 34,158,122</u>

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 6 CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
General government	\$ 227,028
Public safety	571,401
Highways and streets	3,404,709
Culture and recreation	368,870
Total depreciation expense	<u>\$ 4,572,008</u>
Business-type activities:	
Wastewater	\$ 634,716
Sanitation	54,199
Airport	383,697
Total depreciation expense	<u>\$ 1,072,612</u>

NOTE 7 LOANS PAYABLE

Loans payable from direct borrowing and direct placements - The City issued long-term loans payable to provide funds for the acquisition and construction of major capital facilities. Loans payable from direct borrowings and direct placements payable at June 30, 2025, are as follows:

Description	Interest Rate (Including Fees)	Maturity	Outstanding Principal June 30, 2025	Due Within One Year
Business-type activities:				
Water Infrastructure Finance Authority Note	2.97%	07/01/10 - 29	\$ 466,463	\$ 87,917
Water Infrastructure Finance Authority Note	1.74%	07/01/24 - 36	<u>352,904</u>	<u>22,481</u>
Total			<u>\$ 819,367</u>	<u>\$ 110,398</u>

Annual debt service requirements to maturity on the loans payable at June 30, 2025 are summarized as follows:

Fiscal year ending June 30,	Business-type Activities	
	Principal	Interest
2026	\$ 110,398	\$ 18,482
2027	113,398	15,439
2028	116,482	12,311
2029	119,653	9,096
2030	122,914	5,064
2031-2035	126,859	15,127
2036-2037	109,663	3,854
Total	<u>\$ 819,367</u>	<u>\$ 79,373</u>

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2025

NOTE 8 BONDS PAYABLE

In November 2016 the City issued \$2,550,000 of pledged excise tax revenue obligation series 2016 bonds at a stated interest rate of 1.95% to finance the acquisition, construction, installation and equipping of certain street and sidewalk improvements, and other projects for the City. The bonds are secured and payable from pledged excise tax. The bonds mature in July 2031.

In October 2020 the City issued \$5,000,000 of general obligation series 2020 bonds at a stated interest rate of 1.26% to finance the acquisition, construction, installation, and equipping of the City's aquatic center. The bonds are secured and payable from general revenues. The bond matures in June 2030.

A summary of the long-term bond payable at June 30, 2025 is as follows:

Description	Interest Rate	Maturity	Outstanding Principal June 30, 2025	Due Within One Year
City of Coolidge Excise Tax Revenue Obligation, Series 2016	1.95%	7/1/2031	\$ 1,271,000	\$ 171,000
City of Coolidge General Obligation Bonds, Series 2020	1.26%	6/1/2030	3,210,000	568,000
			\$ 4,481,000	\$ 739,000

Annual debt service requirements to maturity on governmental bonds payable at June 30, 2025 is as follows:

Fiscal year ending June 30,	Principal	Interest
2026	\$ 739,000	\$ 63,563
2027	781,000	53,033
2028	822,000	41,956
2029	860,000	30,341
2030	898,000	18,218
2031	381,000	7,459
Total	\$ 4,481,000	\$ 214,570

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 9 CHANGES IN LONG-TERM LIABILITIES

Long-term liabilities activity for the year ended June 30, 2025 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Compensated absences	\$ 1,071,512	\$ 68,429	\$ -	\$ 1,139,941	\$ 854,956
Bond payable	5,158,000	-	(677,000)	4,481,000	739,000
Finance purchases	271,679	-	(99,676)	172,003	104,162
Landfill closure and postclosure costs	787,096	19,749	-	806,845	25,293
Net pension and other postemployment benefits liability	6,794,030	-	(386,931)	6,407,099	-
Governmental activities long-term liabilities	<u>\$ 14,082,317</u>	<u>\$ 88,178</u>	<u>\$ (1,163,607)</u>	<u>\$ 13,006,888</u>	<u>\$ 1,723,411</u>
	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-type activities:					
Compensated absences	\$ 72,985	\$ 10,666	\$ -	\$ 83,651	\$ 62,738
Loans payable from direct borrowings and direct placement	551,847	375,000	(107,479)	819,368	110,398
Net pension and other postemployment benefits liability	672,012	-	(91,735)	580,277	-
Business-type activities long-term liabilities	<u>\$ 1,296,844</u>	<u>\$ 385,666</u>	<u>\$ (199,214)</u>	<u>\$ 1,483,296</u>	<u>\$ 173,136</u>

The liability for pension-related debt in the Governmental activities is fully liquidated by the general fund.

The City's outstanding notes from direct borrowings and direct placements related to business-type activities of \$819,368 are secured by a lien on and pledge of the net revenues of the Liquid Waste system.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 FINANCE PURCHASES

The City has acquired vehicles under the contract agreements at a total price of \$500,548 in governmental-type activities.

The following schedule details debt service requirements to maturity for the City's finance purchases at June 30, 2025

Fiscal year ending June 30,	Governmental-type Activities		
	Principal	Interest	Total
2026	\$ 104,162	\$ 5,609	\$ 109,771
2027	61,331	1,445	62,776
2028	6,510	37	6,547
	<u>\$ 172,003</u>	<u>\$ 7,091</u>	<u>\$ 179,094</u>

NOTE 11 INTERFUND PAYABLES AND TRANSFERS

Interfund payables for the year ended June 30, 2025 were as follows:

Fund	Receivable Amount	Payable Amount
General Fund	\$ 1,968,454	\$ -
Liquid Waste Fund	-	1,073,018
Solid Waste Fund	-	612,046
Airport Fund	-	104,099
Road Tax Capital Projects Fund	-	66,919
Debt Service - Non-Major Governmental Fund	-	65,123
Sandia CFD Non-Major Governmental Fund	-	30,215
HURF -Non-Major Governmental Fund	-	17,034
Total	<u>\$ 1,968,454</u>	<u>\$ 1,968,454</u>

The General Fund owes money to funds listed above to assist with the various proprietary fund operations and to cover the cash shortage in the capital projects fund during the various on-going projects.

Interfund transfers for the year ended June 30, 2025 were as follows:

Fund	Transfers	
	Out	In
General Fund	\$ 2,169,822	\$ 120,600
Road Tax Capital Projects Fund	-	1,813,590
Non-Major Governmental Funds	228,642	-
Airport	-	584,874
Solid Waste Fund	65,928	-
Liquid Waste Fund	54,672	-
Total	<u>\$ 2,519,064</u>	<u>\$ 2,519,064</u>

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 11 INTERFUND PAYABLES AND TRANSFERS (Continued)

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, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

The general fund transferred \$1,813,590 to the road tax capital fund for capital asset project purchases and \$356,232 to the HURF fund (non-major fund) for the operations of highways and streets. The capital projects fund (non-major fund) transferred \$584,874 to the airport fund for the purchases of capital assets, and \$194,423 to the debt service fund (non-major fund) for the payments on debt. The liquid waste and the solid waste funds transferred \$54,672 and \$65,928, respectively, to the general fund to return excess revenues collected.

NOTE 12 CONTINGENT LIABILITIES

Federal and State grants and loans- The City has received a number of grants and loans from both the Federal and State governments. Although the programs have been audited, not all audits have been approved as of June 30, 2025; however, the City expects no material disallowances of expenditures.

Lawsuits - The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

The City contributes to the plans described below. The plans are component units of the State of Arizona.

At June 30, 2025, the City reported the following aggregate amounts related to pensions and other postemployment benefits (OPEB) for all plans to which it contributes:

Statement of Net Position and Statement of Activities	Governmental Activities	Business-type Activities	Total
Net pension and OPEB asset	\$ 994,870	\$ 21,256	\$ 1,016,126
Net pension and OPEB liability	6,407,099	580,277	6,987,376
Deferred outflows of resources related to pensions and OPEB	2,311,919	122,908	2,434,827
Deferred inflows of resources related to pensions and OPEB	830,310	45,603	875,913
Pension and OPEB expense	1,363,068	66,382	1,429,450

The City reported \$854,813 of pension and OPEB contributions as expenditures in the governmental funds related to all plans to which it contributes.

A. Arizona State Retirement System

Plan Description – City employees not covered by the other pension plans described below participate in the Arizona State Retirement System (ASRS). The ASRS administers a cost-sharing multiple-employer defined benefit pension plan, a cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) plan, and a cost-sharing multiple-employer defined benefit long-term disability (OPEB) plan. The Arizona State Retirement System Board governs the ASRS according to the provisions of A.R.S. Title 38, Chapter 5, Articles 2 and 2.1. The ASRS issues a publicly available financial report that includes its financial statements and required supplementary information. The report is available on its website at www.azasrs.gov.

Benefits Provided – The ASRS provides retirement, health insurance premium supplement, long-term disability, and survivor benefits. State statute establishes benefits terms. Retirement benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

ASRS	Initial membership date:	
	Before July 1, 2011	On or after July 1, 2011
Years of service and age required to receive benefit	Sum of years and age equals 80 10 years age 62 5 years age 50* Any years age 65	30 years age 55 25 years age 60 10 years age 62 5 years age 50* Any years age 65
Final average salary is based on	Highest 36 months of last 120 months	Highest 60 months of last 120 months
Benefit percent per year of service	2.1% to 2.3%	2.1% to 2.3%

*With actuarially reduced benefits

Retirement benefits for members who joined the ASRS prior to September 13, 2013, are subject to automatic cost-of-living adjustments based on excess investment earning. Members with a membership date on or after September 13, 2013, are not eligible for cost-of-living adjustments. Survivor benefits are payable upon a member's death. For retired members, the retirement benefit option chosen determines the survivor benefit. For all other members, the beneficiary is entitled to the member's account balance that includes the member's contributions and employer's contributions, plus interest earned.

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. For members with 10 or more years of service, benefits range from \$100 per month to \$260 per month depending on the age of the member and dependents. For members with 5 to 9 years of service, the benefits are the same dollar amounts as above multiplied by a vesting fraction based on completed years of service.

Active members are eligible for a monthly long-term disability benefit equal to two-thirds of monthly earnings. Members receiving benefits continue to earn service credit up to their normal retirement dates. Members with long-term disability commencement dates after June 30, 1999, are limited to 30 years of service or the service on record as of the effective disability date if their service is greater than 30 years.

Contributions – In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. 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.

For the year ended June 30, 2025, statute required active ASRS members to contribute at the actuarially determined rate of 12.27 percent (12.12 percent for retirement and 0.15 percent for long-term disability) of the members' annual covered payroll, and statute required the City to contribute at the actuarially determined rate of 12.27 percent (12.05 percent for retirement, 0.07

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

percent for health insurance premium benefit, and 0.15 percent for long-term disability) of the active members' annual covered payroll. In addition, the City was required by statute to contribute at the actuarially determined rate of 10.19 percent (10.14 percent for retirement, 0.05 percent for long-term disability) of annual covered payroll of retired members who worked for the City in positions that an employee who contributes to the ASRS would typically fill. The City's contributions to the pension, health insurance premium benefit, and long-term disability plans for the year ended June 30, 2025, were \$723,833, \$4,213, and \$9,027, respectively.

During fiscal year 2025, the City paid for ASRS pension and OPEB contributions as follows: 91.36 percent from the General Fund, 4.46 percent from the Liquid Waste Fund, 3.45 percent from the Solid Waste Fund, and 0.73 percent from the Airport Fund.

Liability – At June 30, 2025, the City reported the following assets and liabilities for its proportionate share of the ASRS' net pension/OPEB asset or liability.

	Net Pension/OPEB
	<u>(Asset) Liability</u>
Pension	\$ 6,717,432
Health insurance premium benefit	(246,102)
Long-term disability	1,074

The net asset and net liabilities were measured as of June 30, 2024. The total liability used to calculate the net asset or net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2023, to the measurement date of June 30, 2024.

The City's proportion of the net asset or net liability was based on the City's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2024. The City's proportions measured as of June 30, 2024, and the change from its proportions measured as of June 30, 2023, were:

	<u>Proportion</u>	<u>Increase/(Decrease)</u>
	<u>June 30, 2024</u>	<u>From June 30, 2023</u>
Pension	0.041980%	0.00177%
Health insurance premium benefit	0.040730%	0.00173%
Long-term disability	0.041200%	0.00161%

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Expense – For the year ended June 30, 2025, the City recognized the following pension and OPEB expense.

	Pension/OPEB Expense
Pension	\$ 800,556
Health insurance premium benefit	(36,826)
Long-term disability	4,578

Deferred Outflows/Inflows of Resources – At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	<u>Pension</u>		<u>Health Insurance Premium Benefit</u>		<u>Long-Term Disability</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 374,961	\$ -	\$ 7,122	\$ 59,424	\$ 3,949	\$ 2,860
Changes of assumptions or other inputs	-	-	-	2,553	777	6,430
Net difference between projected and actual earnings on plan investments	-	428,982	-	16,917	-	1,173
Changes in proportion and differences between City contributions and proportionate share of contributions	297,616	-	659	8,221	891	1,437
City contributions subsequent to the measurement date	723,833	-	4,213	-	9,027	-
Total	<u>\$ 1,396,410</u>	<u>\$ 428,982</u>	<u>\$ 11,994</u>	<u>\$ 87,115</u>	<u>\$ 14,644</u>	<u>\$ 11,900</u>

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Contributions made after the measurement date of the collective net pension and OPEB liability, but before the end of the City’s reporting period will be recognized as a reduction of the collective net pension and OPEB liability in the subsequent fiscal period rather than in the current fiscal period.

The amounts reported as deferred outflows of resources related to ASRS pensions and OPEB resulting from City contributions subsequent to the measurement date will be recognized as an increase of the net asset or a reduction of the net liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be recognized as expenses as follows:

Year Ended June 30,	Pension	Health Insurance Premium Benefit	Long-Term Disability
2026	\$ 12,628	\$ (47,397)	\$ (2,148)
2027	418,279	(12,314)	(432)
2028	(108,589)	(12,386)	(1,926)
2029	(78,723)	(5,964)	(1,713)
2030	-	(1,273)	(651)
Thereafter	-	-	587

Actuarial Assumptions – The significant actuarial assumptions used to measure the total pension/OPEB liability are as follows:

ASRS

Actuarial valuation date	June 30, 2023
Actuarial roll forward date	June 30, 2024
Actuarial cost method	Entry age normal
Investment rate of return	7.0%
Projected salary increases	2.9 - 8.4% for pensions/not applicable for OPEB
Inflation	2.3%
Permanent benefit increase	Included for pensions/not applicable for OPEB
Mortality rates	2017 SRA Scale U-MP for pensions and health insurance premium benefit
Recovery rates	2012 GLDT for long-term disability
Healthcare cost trend rate	Not applicable

Actuarial assumptions used in the June 30, 2023, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2020.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

The long-term expected rate of return on ASRS plan investments was determined to be 7.00 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Geometric Real Rate of Return</u>
Public equity	44%	4.48%
Credit	23%	4.40%
Real estate	17%	6.05%
Private equity	10%	6.11%
Interest rate sensitive	6%	(0.45)%
Total	<u>100%</u>	

Discount Rate – At June 30, 2024, the discount rate used to measure the ASRS total pension/OPEB liability was 7.0 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates under Arizona statute. 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 pensions/OPEB liability.

Sensitivity of the City’s Proportionate Share of the ASRS Net Pension/OPEB (Asset) Liability to Changes in the Discount Rate – The following table presents the City’s proportionate share of the net pension/OPEB liability calculated using the discount rate of 7.0 percent, as well as what the City’s proportionate share of the net pension/OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.0 percent) or 1 percentage point higher (8.0 percent) than the current rate:

	<u>1% Decrease (6.0%)</u>	<u>Current Discount Rate (7.0%)</u>	<u>1% Increase (8.0%)</u>
City's proportionate share of the			
Net pension liability	\$ 10,285,762	\$ 6,717,432	\$ 3,743,540
Net insurance premium benefit liability (asset)	(178,915)	(246,102)	(303,225)
Net long-term disability liability	3,695	1,074	(1,505)

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Plan Fiduciary Net Position – Detailed information about the plan’s fiduciary net position is available in the separately issued ASRS financial report.

B. Public Safety Personnel Retirement System

Plan Descriptions – City police and fire employees participate in the Public Safety Personnel Retirement System (PSPRS) or employees who became members on or after July 1, 2017, may participate in the Public Safety Personnel Defined Contribution Retirement Plan (PSPDCRP). The PSPRS administers agent and cost-sharing multiple-employer defined benefit pension plans and agent and cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) plans. 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).

The PSPRS issue publicly available financial reports that include their financial statements and required supplementary information. The reports are available on the PSPRS Web site at www.psprs.com.

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS – (Continued)

Benefits Provided – The PSPRS provide 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	Initial membership date:	
	Before January 1, 2012	On or after January 1, 2012 and before July 1, 2017
Retirement and Disability		
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 credited service, age 52.5
Final average salary is based on	Highest 36 consecutive months of last 20 years	Highest 36 consecutive 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 services 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	
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	
Survivor Benefit		
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 result of injuries received on the job	

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

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.

Employees Covered by Benefit Terms – At June 30, 2025, the following employees were covered by the agent plans’ benefit terms:

	PSPRS Police		PSPRS Fire	
	Pension	Health	Pension	Health
Inactive employees or beneficiaries currently receiving benefits	21	21	-	-
Inactive employees entitled to but not yet receiving benefits	5	2	1	-
Active employees	10	10	4	4
Total	36	33	5	4

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.

In addition, statute required the City to contribute at the actuarially determined rate indicated below of annual covered payroll of retired members who worked for the City in positions that an employee who contributes to the PSPRS would typically fill and employees participating in the PSPRS Tier 3 Risk Pool and PSPDCRP members in addition to the County’s required contributions to the PSPRS Tier 3 risk Pool and PSPDCRP.

Contributions rates for the year ended June 30, 2025, are indicated below. Rates are a percentage of active members’ annual covered payroll.

	Active Member-Pension	City-Pension	City-Health Insurance Premium Benefit
PSPRS Police Tier 1 & 2	7.65%%	12.87%	0.00%
PSPRS Fire Tier 1 & 2	7.65%%	10.47%	0.00%
PSPRS Police Tier 3 Risk Pool	11.89%	11.89%	0.00%
PSPRS Fire Tier 3 Risk Pool	8.89%	11.88%	0.00%

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS – (Continued)

The City’s contributions to the plans for the year ended June 30, 2025, were:

	<u>Pension</u>	<u>Health Insurance Premium Benefit</u>
PSPRS Police	\$ 332,813	\$ -
PSPRS Fire	103,628	-

During fiscal year 2025, the City paid for 100 percent of PSPRS pension and OPEB contributions from the General Fund.

Liability – At June 30, 2025, the City reported the following net assets and liability:

	<u>Net Pension (Asset) Liability</u>	<u>Net OPEB (Asset) Liability</u>
PSPRS Police	\$ 268,870	\$ (189,171)
PSPRS Fire	(566,860)	(14,000)

The net assets and net liabilities were measured as of June 30, 2024, and the total liability used to calculate the net asset or liability was determined by an actuarial valuation as of that date. The total liabilities as of June 30, 2024, reflect actuarial assumptions.

Actuarial Assumptions – The significant actuarial assumptions used to measure the total pension/OPEB liability are as follows:

PSPRS

Actuarial valuation date	June 30, 2024
Actuarial cost method	Entry age normal
Investment rate of return	7.2%
Wage inflation	3.0 - 6.25% for pensions/not applicable for OPEB
Price inflation	2.5% for pensions/not applicable for OPEB
Cost-of-living adjustment	1.85% for pensions/not applicable for OPEB
Mortality rates	PubS-2010 tables
Healthcare cost trend rate	Not applicable.

Actuarial assumptions used in the June 30, 2024, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2021.

The long-term expected rate of return on PSPRS plan investments was determined to be 7.2 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:

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Asset Class	Target Allocation	Long-term Expected Geometric Real Rate of Return
U.S. public equity	24%	3.62%
International public equity	16%	4.47%
Global private equity	27%	7.05%
Core bonds	6%	2.44%
Private credit	20%	6.24%
Diversifying strategies	5%	3.15%
Cash - Mellon	2%	0.89%
Total	100%	

Discount Rates – At June 30, 2024, the discount rate used to measure the PSPRS total pension/OPEB liabilities was 7.2 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/OPEB liability.

Changes in the Net Pension/OPEB Liability (Asset)

	Pension		
	Increase (Decrease)		
	Total Pension Liability (Asset) (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances at June 30, 2024	\$ 18,328,837	\$ 17,374,542	\$ 954,295
Changes for the year			
Service Cost	203,418	-	203,418
Interest on the total liability	1,302,538	-	1,302,538
Differences between expected and actual experience in the measurement of the liability	(256,910)	-	(256,910)
Contributions-employer	-	138,860	(138,860)
Contributions-employee	-	73,055	(73,055)
Net investment income	-	1,733,912	(1,733,912)
Benefit payments, including refunds of employee contributions	(882,890)	(882,890)	-
Administrative expense	-	(11,356)	11,356
Net changes	366,156	1,051,581	(685,425)
Balances at June 30, 2025	\$ 18,694,993	\$ 18,426,123	\$ 268,870

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

PSPRS Police OPEB

	Health Insurance Premium Benefit		
	Increase (Decrease)		
	Total Pension Liability (Asset)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset)
	(a)		(a) - (b)
Balances at June 30, 2024	\$ 280,493	\$ 429,266	\$ (148,773)
Changes for the year			
Service Cost	4,874	-	4,874
Interest on the total liability	20,104	-	20,104
Differences between expected and actual experience in the measurement of the liability	(22,917)	-	(22,917)
Net investment income	-	42,709	(42,709)
Benefit payments, including refunds of employee contributions	(12,280)	(12,280)	-
Administrative expense	-	(250)	250
Net changes	(10,219)	30,179	(40,398)
Balances at June 30, 2025	<u>\$ 270,274</u>	<u>\$ 459,445</u>	<u>\$ (189,171)</u>

PSPRS Fire

	Pension		
	Increase (Decrease)		
	Total Pension Liability (Asset)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset)
	(a)		(a) - (b)
Balances at June 30, 2024	\$ 1,427,723	\$ 1,870,365	\$ (442,642)
Changes for the year			
Service Cost	66,024	-	66,024
Interest on the total liability	107,550	-	107,550
Differences between expected and actual experience in the measurement of the liability	(36,730)	-	(36,730)
Contributions-employer	-	44,738	(44,738)
Contributions-employee	-	26,952	(26,952)
Net investment income	-	192,124	(192,124)
Benefit payments, including refunds Administrative expense	-	(2,752)	2,752
Net changes	136,844	261,062	(124,218)
Balances at June 30, 2025	<u>\$ 1,564,567</u>	<u>\$ 2,131,427</u>	<u>\$ (566,860)</u>

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

	Health Insurance Premium Benefit		
	Increase (Decrease)		
	Total Pension Liability (Asset) (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances at June 30, 2024	\$ 23,212	\$ 36,002	\$ (12,790)
Service Cost	1,639	-	1,639
Interest on the total liability	1,789	-	1,789
Differences between expected and actual experience in the measurement of the liability	498	-	498
Contributions-employer	-	1,776	(1,776)
Net investment income	-	3,405	(3,405)
Administrative expense	-	(45)	45
Net changes	3,926	5,136	(1,210)
Balances at June 30, 2025	\$ 27,138	\$ 41,138	\$ (14,000)

Sensitivity of the City’s Net Pension/OPEB Liability to Changes in the Discount Rate – The following table presents the City’s net pension/OPEB (assets) liabilities calculated using the discount rate of 7.2 percent, as well as what the City’s net pension/OPEB (asset) liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.2 percent) or 1 percentage point higher (8.2 percent) than the current rate:

	1% Decrease (6.2%)	Current Discount Rate (7.2%)	1% Increase (8.2%)
PSPRS Police			
Net pension (asset) liability	\$ 2,721,500	\$ 268,870	\$ (1,741,479)
Net OPEB (asset) liability	(159,187)	(189,171)	(214,493)
PSPRS Fire			
Net pension (asset) liability	(274,809)	(566,860)	(801,074)
Net OPEB (asset) liability	(10,267)	(14,000)	(17,142)

Plan Fiduciary Net Position – Detailed information about the plans’ fiduciary net position is available in the separately issued PSPRS financial reports.

Expense – For the year ended June 30, 2025, the City recognized the following pension and OPEB expense:

	Pension Expense	OPEB Expense
PSPRS Police	\$ 678,353	\$ (27,272)
PSPRS Fire	10,839	(778)

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Deferred Outflows/Inflows of Resources – At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

PSPRS Police

	Pension		Health Insurance Premium Benefit	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 384,847	\$ 128,455	\$ -	\$ 18,941
Net difference between projected and actual earnings on plan investments	-	24,818	-	5,487
City contributions subsequent to the measurement date	332,813	-	-	-
Total	\$ 717,660	\$ 153,273	\$ -	\$ 24,428

PSPRS Fire

	Pension		Health Insurance Premium Benefit	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 170,902	\$ 143,636	\$ 671	\$ 7,553
Changes of assumptions or other inputs	18,502	-	459	315
Net difference between projected and actual earnings on plan investments	-	18,600	-	127
City contributions subsequent to the measurement date	103,628	-	-	-
Total	\$ 293,032	\$ 162,236	\$ 1,130	\$ 7,995

CITY OF COOLIDGE, ARIZONA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

The amounts reported as deferred outflows of resources related to pensions and OPEB resulting from City contributions subsequent to the measurement date will be recognized as an increase in the net asset or a reduction of the net liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be recognized as expenses as follows:

Year Ended June 30,	PSPRS Police	
	Pension	Health
2026	\$ 225,075	\$ (26,190)
2027	220,299	6,989
2028	(112,298)	(2,776)
2029	(101,502)	(2,451)
2030	-	-
Thereafter	-	-

Year Ended June 30,	PSPRS Fire	
	Pension	Health
2026	\$ (34,371)	\$ (1,898)
2027	6,927	(875)
2028	10,646	(1,629)
2029	19,109	(1,219)
2030	30,104	(728)
Thereafter	(5,247)	(516)

Contributions made after the measurement date of the collective net pension and OPEB liability, but before the end of the City's reporting period will be recognized as a reduction of the collective net pension and OPEB liability in the subsequent fiscal period rather than in the current fiscal period.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Pension Trust Fund – City’s Volunteer Fireman’s Relief and Pension Plan

The City of Coolidge Part-time Firemen’s Investment Plan is a single-employer defined contribution plan, which was approved by the City Council on January 1, 1988. The authority to establish and amend benefit provisions rests with the City Council.

The assets of the plan are valued annually and the earnings or loss is distributed among the participant’s accounts in the plan. The only expenditures being made from this fund are administration fees, retirement payments, and refunds to those firefighters who leave the service of the Fire Department before becoming eligible for pension benefits. The cost of administering the plan is financed from investment earnings. Retirement with full benefits can be at age 62 or 20 of credited service. Volunteer fire fighters are 50% vested after 20 years of service with a 10% increase for each additional year. Fire fighters are fully vested after 25 years of service. As of June 30, 2025, there were 16 eligible employees participating in the plan. The plan is administered by the City and a board of trustees for the City’s volunteer fire fighters.

Each participant must contribute 5% of covered compensation, which is equally matched by the City. Total covered compensation to volunteer fire fighters for the year ended June 30, 2025, was \$22 and the City’s required and actual contributions amounted to \$22.

As of June 30, 2025, the plan’s assets consisted of the following:

Money market funds	\$ 45,372
Mutual funds	<u>158,719</u>
	<u>\$ 204,091</u>

The plan has never had an actuarial valuation; however, benefits cannot exceed plan assets. The fair values of mutual funds are determined from readily available market quotations.

The fund uses the accrual basis of accounting. Contributions are recognized when earned; benefits and refunds are expensed when incurred.

NOTE 14 LEASES

The City leases office space at 351 North Arizona Boulevard, Coolidge, AZ, to Alluvion Communications. The current lease term is for ten years, expiring March 31, 2031 . There is an escalation clause in the lease that calls for a 2.5% increase in lease payments each year. The lease contains options to extend for an additional ten-year term. The City received monthly payments of \$212 for 2025. The City recognized \$704 in lease revenue and \$1,866 in interest revenue during the current year related to this lease.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 14 LEASES (Continued)

A. Governmental Leases

The City leases office space at 1789 W Coolidge, AZ, to Central Arizona Valley Institute of Technology (CAVIT). The current lease term is for 25 years, expiring September 30, 2032. The lease contains options to extend for an additional five-year term. The City received monthly payments of \$2,415 for 2025. The City recognized \$12,286 in lease revenue and \$16,694 in interest revenue during the current year related to this lease.

The City leases office space at 1789 W Coolidge, AZ, to Disabled American Veterans, Pinal County Chapter 36. The current lease term is for ten years, expiring August 31, 2028. The City received monthly payments of \$417 for 2025. The City recognized \$4,156 in lease revenue and \$848 in interest revenue during the current year related to this lease.

The City leases office space at City Hall, to Pappas Kids Schoolhouse Foundation. The current lease term is for five years, expiring November 30, 2027. There is an escalation clause in the lease that calls for a four percent increase in lease payments each year. The lease contains options to extend three additional times for five years each. The City received monthly payments of \$399 for 2025. The City recognized \$891 in lease revenue and \$3,897 in interest revenue during the current year related to this lease.

The City leases land to Verizon Wireless. The current lease term is for five years, expiring March 31, 2028. The lease contains options to extend three additional times for five years each. The City received monthly payments of \$1,200 for 2025. The City recognized \$4,505 in lease revenue and \$9,895 in interest revenue during the current year related to this lease.

B. Proprietary Leases

The City leases the water system at the Coolidge Municipal Airport to Arizona Water Company. The current lease term is for 10 years, expiring October 30, 2027. There is an escalation clause in the lease that calls for a four percent increase in lease payments each year. The City received monthly payments of \$1,097 for 2025. The City recognized \$11,313 in lease revenue and \$1,851 in interest revenue during the current year related to this lease.

The City leases land at the Coolidge Municipal Airport to eCube Solutions, Ltd. The current lease term is for ten years, expiring October 31, 2032. The lease contains an option to extend for three years. The City received monthly payments of \$9,445 for 2025. The City recognized \$66,712 in lease revenue and \$46,628 in interest revenue during the current year related to this lease.

The City leases land at the Coolidge Municipal Airport to Hangar Right, LLC. The current lease term is for five years, with options to extend, expiring November 30, 2037. There is an escalation clause in the lease that calls for a four percent increase in lease payments each year. The lease contains options to extend three additional times for ten years each. The City received monthly payments of \$1,982 for 2025. The City recognized \$9,336 in lease revenue and \$14,448 in interest revenue during the current year related to this lease.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 14 LEASES (Continued)

The City leases land at the Coolidge Municipal Airport to Skydive Force, Inc. The current lease term is for five years, expiring June 21, 2028. There is an escalation clause in the lease that calls for a four percent increase in lease payments each year. The lease contains options to extend four additional times for four years each. The City received monthly payments of \$1,566 for 2025. The City recognized \$2,218 in lease revenue and \$16,574 in interest revenue during the current year related to this lease.

The City leases land at the Coolidge Municipal Airport to Coolidge Aviation, LLC. The current lease term is for 30 years, expiring September 7, 2033. There is an escalation clause in the lease that calls for a four percent increase in lease payments each year. The lease contains options to extend four additional times for four years each. The City received monthly payments of \$2,774 for 2025. The City recognized \$15,659 in lease revenue and \$17,629 in interest revenue during the current year related to this lease.

The City leases land at the Coolidge Municipal Airport to TLG Coolidge Properties, LLC. The current lease term is for ten years, expiring October 7, 2033. There is an escalation clause in the lease that calls for a four percent increase in lease payments each year. The lease contains options to extend two additional times for ten years each. The City received monthly payments of \$1,682 for 2025. The City recognized \$12,545 in lease revenue and \$7,639 in interest revenue during the current year related to this lease.

CITY OF COOLIDGE, ARIZONA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 15 ACCOUNTING CHANGES AND ERROR CORRECTIONS

During fiscal year 2025, accounting changes for the implementation of GASB Statement No. 101, *Compensated Absences* resulted in adjustments to and restatements of beginning net position and/or fund balance. Additionally, the HURF fund was considered a major fund during fiscal year 2024, and for the fiscal year 2025, it is classified as a non-major fund. The changes for GASB Statement No. 101 and the change in major funds are presented as follows:

	Net position/fund balance at June 30, 2024 as previously reported	Change in accounting principle - GASB 101	Change within the reporting entity	Net position/fund balance July 1, 2024 as restated
Government-wide				
Governmental activities	\$ 101,825,361	\$ (547,680)	\$ -	\$ 101,277,681
Business-type activities	34,369,890	(41,910)	-	34,327,980
Total primary government	\$ 136,195,251	\$ (589,590)	\$ -	\$ 135,605,661
Governmental funds				
Major funds:				
General Fund	\$ 35,067,336	\$ -	\$ -	\$ 35,067,336
Highway User Fund	141,184	-	(141,184)	-
Grants Fund	312,887	-	-	312,887
Impact Fees	9,885,484	-	-	9,885,484
Road Tax Capital Projects	113,711	-	-	113,711
Nonmajor funds	633,411	-	141,184	774,595
Total governmental funds	\$ 46,154,013	\$ -	\$ -	\$ 46,154,013
Proprietary funds				
Major funds:				
Liquid Waste	\$ 18,362,260	\$ (17,695)	\$ -	\$ 18,344,565
Solid Waste	980,856	(5,067)	-	975,789
Liquid Waste Impact Fees	2,845,153	-	-	2,845,153
Airport	12,181,621	(19,148)	-	12,162,473
Total proprietary funds	\$ 34,369,890	\$ (41,910)	\$ -	\$ 34,327,980



REQUIRED SUPPLEMENTARY INFORMATION

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S PROPORTIONATE
SHARE OF THE NET PENSION/OPEB LIABILITY
COST-SHARING PLANS
June 30, 2025

ASRS-Pension

	Reporting Fiscal Year (Measurement Date)			
	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)
City's proportion of the net pension liability	0.041980%	0.040210%	0.037810%	0.038500%
City's proportionate share of the net pension liability	\$ 6,717,432	\$ 6,506,559	\$ 6,171,432	\$ 5,058,729
City's covered payroll	\$ 5,649,302	\$ 4,995,899	\$ 4,290,980	\$ 4,228,013
City's proportionate share of the net pension liability as a percentage of its covered payroll	118.91%	130.24%	143.82%	117.89%
Plan fiduciary net position as a percentage of the total pension liability	76.93%	75.47%	74.26%	78.58%

ASRS-Health Insurance Premium Benefit

	Reporting Fiscal Year (Measurement Date)			
	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)
City's proportion of the net OPEB (asset)	0.040730%	0.038997%	0.036690%	0.037370%
City's proportionate share of the net OPEB (asset)	\$ (246,102)	\$ (210,410)	\$ (204,766)	\$ (182,070)
City's covered payroll	\$ 5,649,302	\$ 4,995,899	\$ 4,290,980	\$ 4,228,013
City's proportionate share of the net OPEB (asset) as a percentage of its covered payroll	-4.36%	-4.21%	-4.77%	-4.24%
Plan fiduciary net position as a percentage of the total OPEB liability	137.51%	134.37%	137.79%	130.24%

ASRS-Long-Term Disability

	Reporting Fiscal Year (Measurement Date)			
	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)
City's proportion of the net OPEB (asset)	0.041200%	0.039590%	0.037280%	0.037870%
City's proportionate share of the net OPEB (asset)	\$ 1,074	\$ 5,188	\$ 3,443	\$ 7,817
City's covered payroll	\$ 5,649,302	\$ 4,995,899	\$ 4,290,980	\$ 4,228,013
City's proportionate share of the net OPEB (asset) as a percentage of its covered payroll	0.02%	0.10%	0.08%	0.18%
Plan fiduciary net position as a percentage of the total OPEB liability	98.77%	93.70%	95.40%	90.38%

See the accompanying notes to pension/OPEB schedules.

2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)
0.040100%	0.042420%	0.043520%	0.045390%	0.047270%	0.047370%
\$ 6,947,935	\$ 6,172,604	\$ 6,069,508	\$ 7,070,877	\$ 7,629,853	\$ 7,378,067
\$ 4,388,847	\$ 4,473,596	\$ 4,323,366	\$ 4,426,994	\$ 4,426,074	\$ 4,362,755
158.31%	137.98%	140.39%	159.72%	172.38%	169.11%
69.33%	73.24%	73.40%	69.92%	67.06%	68.35%

2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 through 2016
0.039380%	0.041640%	0.042900%	0.045030%	Information not available
\$ (27,881)	\$ (11,507)	\$ (15,448)	\$ (24,514)	
\$ 4,388,847	\$ 4,473,596	\$ 4,323,366	\$ 4,426,994	
-0.64%	-0.26%	-0.36%	-0.55%	
104.33%	101.62%	102.20%	103.57%	

2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 through 2016
0.039620%	0.041850%	0.043520%	0.045120%	Information not available
\$ 27,263	\$ 27,263	\$ 22,739	\$ 16,355	
\$ 4,228,013	\$ 4,473,596	\$ 4,323,366	\$ 4,426,994	
0.64%	0.61%	0.52%	0.37%	
68.01%	72.85%	77.83%	84.44%	

See the accompanying notes to pension/OPEB schedules.

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION/OPEB LIABILITY (ASSET) AND RELATED RATIOS
AGENT PLANS
June 30, 2025

PSPRS Police	Reporting Fiscal Year (Measurement Date)			
	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)
Total pension liability				
Service cost	\$ 203,418	\$ 197,843	\$ 211,920	\$ 263,190
Interest on the total pension liability	1,302,538	1,186,318	1,143,514	1,089,671
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience in the measurement of the pension liability	(256,910)	1,154,540	144,399	190,896
Changes of assumptions or other inputs	-	-	181,281	-
Benefit payments, including refunds of employee contributions	(882,890)	(977,328)	(732,624)	(777,178)
Net change in total pension liability	366,156	1,561,373	948,490	766,579
Total pension liability - beginning	18,328,837	16,767,464	15,818,974	15,052,395
Total pension liability - ending (a)	<u>\$ 18,694,993</u>	<u>\$ 18,328,837</u>	<u>\$ 16,767,464</u>	<u>\$ 15,818,974</u>
Plan fiduciary net position				
Contributions - employer	\$ 138,860	\$ 885,590	\$ 3,552,017	\$ 5,754,662
Contributions - employee	73,055	93,724	89,273	105,009
Net investment income	1,733,912	1,217,518	(548,794)	1,939,689
Benefit payments, including refunds of employee contributions	(882,890)	(977,328)	(732,624)	(777,178)
Hall/Parker Settlement	-	-	-	-
Administrative expense	(11,356)	(8,449)	(9,906)	(9,041)
Other changes	-	-	-	-
Net change in plan fiduciary net position	1,051,581	1,211,055	2,349,966	7,013,141
Plan fiduciary net position - beginning	17,374,542	16,163,487	13,813,521	6,800,380
Adjustments to beginning of year	-	-	-	-
Plan fiduciary net position - ending (b)	<u>\$ 18,426,123</u>	<u>\$ 17,374,542</u>	<u>\$ 16,163,487</u>	<u>\$ 13,813,521</u>
City's net pension liability (asset) - ending (a) - (b)	<u>\$ 268,870</u>	<u>\$ 954,295</u>	<u>\$ 603,977</u>	<u>\$ 2,005,453</u>
Plan fiduciary net position as a percentage of the total pension liability	98.56%	94.79%	96.40%	87.32%
Covered payroll	\$ 2,430,192	\$ 2,474,050	\$ 1,924,867	\$ 1,924,867
City's net pension liability (asset) as a percentage of covered payroll	11.06%	38.57%	31.38%	104.19%

See the accompanying notes to pension/OPEB schedules.

2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)
\$ 297,687	\$ 310,282	\$ 285,512	\$ 388,656	\$ 334,563	\$ 269,661
1,044,528	959,242	929,527	879,725	862,355	821,813
-	-	-	211,102	179,887	-
37,894	374,368	(308,611)	(188,089)	(239,382)	105,542
-	375,439	-	363,893	472,637	-
(677,269)	(644,441)	(700,352)	(844,071)	(941,645)	(484,369)
702,840	1,374,890	206,076	811,216	668,415	712,647
14,349,555	12,974,665	12,768,589	11,957,373	712,647	-
<u>\$ 15,052,395</u>	<u>\$ 14,349,555</u>	<u>\$ 12,974,665</u>	<u>\$ 12,768,589</u>	<u>\$ 1,381,062</u>	<u>\$ 712,647</u>
\$ 840,360	\$ 720,951	\$ 673,601	\$ 647,191	\$ 632,418	\$ 426,541
127,310	130,730	152,712	195,135	202,170	190,449
84,141	324,482	383,914	596,306	30,292	180,905
(677,269)	(644,441)	(700,352)	(844,071)	(941,645)	(484,369)
-	-	(214,065)	-	-	-
(6,861)	(6,635)	(6,543)	(5,676)	(4,759)	(4,789)
1,370	(2,742)	(11,509)	(20,467)	(70,470)	(14,229)
369,051	522,345	277,758	568,418	(151,994)	294,508
6,431,329	5,910,496	5,632,738	5,064,320	294,508	-
-	(1,512)	-	-	-	-
<u>\$ 6,800,380</u>	<u>\$ 6,431,329</u>	<u>\$ 5,910,496</u>	<u>\$ 5,632,738</u>	<u>\$ 142,514</u>	<u>\$ 294,508</u>
<u>\$ 8,252,015</u>	<u>\$ 7,918,226</u>	<u>\$ 7,064,169</u>	<u>\$ 7,135,851</u>	<u>\$ 1,238,548</u>	<u>\$ 418,139</u>
45.18%	44.82%	45.55%	44.11%	10.32%	41.33%
\$ 1,891,686	\$ 1,502,301	\$ 1,451,508	\$ 1,738,951	\$ 1,787,196	\$ 1,592,879
436.23%	527.07%	486.68%	410.35%	69.30%	26.25%

See the accompanying notes to pension/OPEB schedules.

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION/OPEB LIABILITY (ASSET) AND RELATED RATIOS
AGENT PLANS
June 30, 2025

PSPRS Fire	Reporting Fiscal Year (Measurement Date)			
	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)
Total pension liability				
Service cost	\$ 66,024	\$ 65,543	\$ 66,182	\$ 62,048
Interest on the total pension liability	107,550	85,947	69,026	61,324
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience in the measurement of the pension liability	(36,730)	148,063	98,021	(22,000)
Changes of assumptions or other inputs	-	-	15,565	-
Benefit payments, including refunds of employee contributions	-	-	-	-
Net change in total pension liability	136,844	299,553	248,794	101,372
Total pension liability - beginning	1,427,723	1,128,170	879,376	778,004
Total pension liability - ending (a)	\$ 1,564,567	\$ 1,427,723	\$ 1,128,170	\$ 879,376
Plan fiduciary net position				
Contributions - employer	\$ 44,738	\$ 318,301	\$ 46,047	\$ 45,370
Contributions - employee	26,952	26,830	33,501	31,430
Net investment income	192,124	111,858	(59,251)	309,796
Benefit payments, including refunds of employee contributions	-	-	-	-
Hall/Parker Settlement	-	-	-	-
Administrative expense	(2,752)	(1,283)	(1,067)	(1,428)
Other changes	-	(57,722)	-	-
Net change in plan fiduciary net position	261,062	397,984	19,230	385,168
Plan fiduciary net position - beginning	1,870,365	1,472,381	1,453,151	1,067,983
Adjustments to beginning of year	-	-	-	-
Plan fiduciary net position - ending (b)	\$ 2,131,427	\$ 1,870,365	\$ 1,472,381	\$ 1,453,151
City's net pension liability (asset) - ending (a) - (b)	\$ (566,860)	\$ (442,642)	\$ (344,211)	\$ (573,775)
Plan fiduciary net position as a percentage of the total pension liability	136.23%	131.00%	130.51%	165.25%
Covered payroll	\$ 350,716	\$ 316,631	\$ 296,672	\$ 286,376
City's net pension liability (asset) as a percentage of covered payroll	-161.63%	-139.80%	-116.02%	-200.36%

See the accompanying notes to pension/OPEB schedules.

	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)
\$	59,398	\$ 78,889	\$ 76,565	\$ 103,893	\$ 70,140	\$ 35,035
	53,910	54,116	58,942	51,532	22,230	15,726
	-	-	-	(2,917)	66,493	-
	(14,401)	(118,455)	(239,710)	(49,077)	195,658	14,533
	-	12,141	-	21,263	32,519	-
	-	-	(3,234)	-	-	-
	98,907	26,691	(107,437)	124,694	387,040	65,294
	679,097	652,406	759,843	635,149	65,294	-
\$	<u>778,004</u>	<u>\$ 679,097</u>	<u>\$ 652,406</u>	<u>\$ 759,843</u>	<u>\$ 452,334</u>	<u>\$ 65,294</u>
\$	45,263	\$ 56,616	\$ 69,426	\$ 62,001	\$ 47,704	\$ 35,935
	30,329	31,587	33,559	38,584	33,645	27,932
	12,998	47,664	51,825	71,068	2,688	12,165
	-	-	(3,234)	-	-	-
	-	-	(37,229)	-	-	-
	(1,060)	(1,824)	(1,489)	(1,029)	(788)	(687)
	-	-	7	7	91,439	(252)
	87,530	134,043	112,865	170,631	174,688	75,093
	980,453	846,533	733,668	563,037	75,093	-
	-	(123)	-	-	-	-
\$	<u>1,067,983</u>	<u>\$ 980,453</u>	<u>\$ 846,533</u>	<u>\$ 733,668</u>	<u>\$ 249,781</u>	<u>\$ 75,093</u>
\$	<u>(289,979)</u>	<u>\$ (301,356)</u>	<u>\$ (194,127)</u>	<u>\$ 26,175</u>	<u>\$ 202,553</u>	<u>\$ (9,799)</u>
	137.27%	144.38%	129.76%	96.56%	55.22%	115.01%
\$	279,589	\$ 305,705	\$ 279,589	\$ 335,957	\$ 455,872	\$ 331,947
	-103.76%	-98.58%	-69.43%	7.79%	44.43%	-2.95%

See the accompanying notes to pension/OPEB schedules.

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION/OPEB LIABILITY (ASSET) AND RELATED RATIOS
AGENT PLANS
June 30, 2025

PSPRS OPEB - Police	Reporting Fiscal Year (Measurement Date)			
	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)
Total OPEB liability				
Service cost	\$ 4,874	\$ 5,130	\$ 5,537	\$ 7,654
Interest on the total OPEB liability	20,104	20,750	18,877	20,834
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience in the measurement of the OPEB liability	(22,917)	(22,445)	15,209	(41,196)
Changes of assumptions or other inputs	-	-	2,360	-
Benefit payments, including refunds of employee contributions	(12,280)	(12,001)	(11,943)	(12,027)
Net change in total OPEB liability	(10,219)	(8,566)	30,040	(24,735)
Total OPEB liability - beginning	280,493	289,059	259,019	283,754
Total OPEB liability - ending (a)	\$ 270,274	\$ 280,493	\$ 289,059	\$ 259,019
Plan fiduciary net position				
Contributions - employer	\$ -	\$ -	\$ -	\$ 394
Net investment income	42,709	30,759	(17,142)	96,697
Benefit payments, including refunds of employee contributions	(12,280)	(12,001)	(11,943)	(12,027)
Administrative expense	(250)	(226)	(305)	(398)
Other changes	-	-	-	-
Net change in plan fiduciary net position	30,179	18,532	(29,390)	84,666
Plan fiduciary net position - beginning	429,266	410,734	440,124	355,458
Adjustments to beginning of year	-	-	-	-
Plan fiduciary net position - ending (b)	\$ 459,445	\$ 429,266	\$ 410,734	\$ 440,124
City's net OPEB liability (asset) - ending (a) - (b)	\$ (189,171)	\$ (148,773)	\$ (121,675)	\$ (181,105)
Plan fiduciary net position as a percentage of the total OPEB liability	169.99%	153.04%	142.09%	169.92%
Covered payroll	\$ 2,430,192	\$ 2,474,050	\$ 1,924,867	\$ 1,924,867
City's net OPEB liability (asset) as a percentage of covered payroll	-7.78%	-6.01%	-6.32%	-9.41%

See the accompanying notes to pension/OPEB schedules.

	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 through 2016
					Information not available
\$	8,416	\$ 5,661	\$ 5,225	\$ 7,130	
	18,519	20,205	19,998	20,403	
	-	-	-	1,942	
	21,372	(44,866)	(12,340)	(10,387)	
	-	7,161	-	(8,039)	
	<u>(12,786)</u>	<u>(14,623)</u>	<u>(11,628)</u>	<u>(12,159)</u>	
	35,521	(26,462)	1,255	(1,110)	
	<u>248,233</u>	<u>274,695</u>	<u>273,440</u>	<u>274,550</u>	
\$	<u>283,754</u>	<u>\$ 248,233</u>	<u>\$ 274,695</u>	<u>\$ 273,440</u>	
\$	-	\$ 415	\$ 945	\$ -	
	4,542	19,035	23,787	37,178	
	(12,786)	(14,623)	(11,628)	(12,159)	
	(369)	(329)	(362)	(329)	
	<u>-</u>	<u>-</u>	<u>1</u>	<u>-</u>	
	(8,613)	4,498	12,743	24,690	
	<u>364,071</u>	<u>358,061</u>	<u>345,318</u>	<u>320,628</u>	
	-	1,512	-	-	
\$	<u>355,458</u>	<u>\$ 364,071</u>	<u>\$ 358,061</u>	<u>\$ 345,318</u>	
\$	<u>(71,704)</u>	<u>\$ (115,838)</u>	<u>\$ (83,366)</u>	<u>\$ (71,878)</u>	
	125.27%	146.67%	130.35%	126.29%	
\$	1,891,686	\$ 1,502,301	\$ 1,451,508	\$ 1,738,951	
	-3.79%	-7.71%	-5.74%	-4.13%	

See the accompanying notes to pension/OPEB schedules.

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION/OPEB LIABILITY (ASSET) AND RELATED RATIOS
AGENT PLANS
June 30, 2025

PSPRS OPEB - Fire	Reporting Fiscal Year (Measurement Date)			
	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)
Total OPEB liability				
Service cost	\$ 1,639	\$ 1,825	\$ 1,906	\$ 1,851
Interest on the total OPEB liability	1,789	1,539	1,300	1,095
Differences between expected and actual experience in the measurement of the OPEB liability	498	298	(70)	(194)
Changes of assumptions or other inputs	-	-	507	-
Net change in total OPEB liability	3,926	3,662	3,643	2,752
Total OPEB liability - beginning	23,212	19,550	15,907	13,155
Total OPEB liability - ending (a)	<u>\$ 27,138</u>	<u>\$ 23,212</u>	<u>\$ 19,550</u>	<u>\$ 15,907</u>
Plan fiduciary net position				
Contributions - employer	\$ 1,776	\$ 840	\$ 729	\$ 920
Contributions - employee	-	-	-	-
Net investment income	3,405	2,409	(1,309)	7,009
Administrative expense	(45)	(30)	(23)	(29)
Other changes	-	-	-	-
Net change in plan fiduciary net position	5,136	3,219	(603)	7,900
Plan fiduciary net position - beginning	36,002	32,783	33,386	25,486
Adjustments to beginning of year	-	-	-	-
Plan fiduciary net position - ending (b)	<u>\$ 41,138</u>	<u>\$ 36,002</u>	<u>\$ 32,783</u>	<u>\$ 33,386</u>
City's net OPEB liability (asset) - ending (a) - (b)	<u>\$ (14,000)</u>	<u>\$ (12,790)</u>	<u>\$ (13,233)</u>	<u>\$ (17,479)</u>
Plan fiduciary net position as a percentage of the total OPEB liability	151.59%	155.10%	167.69%	209.88%
Covered payroll	\$ 350,716	\$ 316,631	\$ 296,672	\$ 286,376
City's net OPEB liability (asset) as a percentage of covered payroll	-3.99%	-4.04%	-4.46%	-6.10%

See the accompanying notes to pension/OPEB schedules.

	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 through 2016
					Information not available
\$	1,740	\$ 1,713	\$ 1,713	\$ 1,960	
	910	1,384	1,631	1,469	
	(53)	(9,735)	(7,536)	-	
	-	209	-	(859)	
	2,597	(6,429)	(4,192)	2,570	
	10,558	16,987	21,179	18,609	
\$	<u>13,155</u>	<u>\$ 10,558</u>	<u>\$ 16,987</u>	<u>\$ 21,179</u>	
\$	1,173	\$ 1,946	\$ 1,591	\$ 2,308	
	-	-	-	-	
	303	1,184	1,279	1,737	
	(25)	(20)	(19)	(15)	
	-	-	(1)	-	
	1,451	3,110	2,850	4,030	
	24,035	20,803	17,953	13,923	
	-	122	-	-	
\$	<u>25,486</u>	<u>\$ 24,035</u>	<u>\$ 20,803</u>	<u>\$ 17,953</u>	
\$	<u>(12,331)</u>	<u>\$ (13,477)</u>	<u>\$ (3,816)</u>	<u>\$ 3,226</u>	
	193.74%	227.65%	122.46%	84.77%	
\$	279,589	\$ 305,705	\$ 279,589	\$ 335,957	
	-4.41%	-4.41%	-1.36%	0.96%	

See the accompanying notes to pension/OPEB schedules.

CITY OF COOLIDGE, ARIZONA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CITY'S PENSION/OPEB CONTRIBUTIONS
 June 30, 2025

ASRS-Pension

Reporting Fiscal Year

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Statutorily required contribution	\$ 723,833	\$ 673,837	\$ 595,511	\$ 540,487
City's contributions in relation to the statutorily required contribution	(723,833)	(673,837)	(595,511)	(540,487)
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 6,018,369	\$ 5,649,302	\$ 4,995,899	\$ 4,290,980
City's contributions as a percentage of covered payroll	12.03%	11.93%	11.92%	12.60%

ASRS-Health Insurance Premium Benefit

Reporting Fiscal Year

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Statutorily required contribution	\$ 4,213	\$ -	\$ 6,994	\$ 8,949
City's contributions in relation to the statutorily required contribution	(4,213)	-	(6,994)	(8,949)
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 6,018,369	\$ 5,649,302	\$ 4,995,899	\$ 4,290,980
City's contributions as a percentage of covered payroll	0.07%	0.00%	0.14%	0.21%

ASRS-Long-Term Disability

Reporting Fiscal Year

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Statutorily required contribution	\$ 9,027	\$ 8,326	\$ 5,495	\$ 8,353
City's contributions in relation to the statutorily required contribution	(9,027)	(8,326)	(5,495)	(8,353)
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 6,018,369	\$ 5,649,302	\$ 4,995,899	\$ 4,290,980
City's contributions as a percentage of covered payroll	0.15%	0.15%	0.11%	0.19%

See the accompanying notes to pension/OPEB schedules.

2021	2020	2019	2018	2017	2016
\$ 493,621	\$ 502,523	\$ 500,148	\$ 471,557	\$ 477,230	\$ 480,229
<u>(493,621)</u>	<u>(502,523)</u>	<u>(500,148)</u>	<u>(471,557)</u>	<u>(477,230)</u>	<u>(480,229)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 4,228,013	\$ 4,388,847	\$ 4,473,596	\$ 4,323,366	\$ 4,426,994	\$ 4,426,074
11.68%	11.18%	11.18%	10.91%	10.78%	10.85%

2021	2020	2019	2018	2017	2016
\$ 16,489	\$ 20,591	\$ 19,713	\$ 18,414	\$ 24,241	Information not available
<u>(16,489)</u>	<u>(20,591)</u>	<u>(19,713)</u>	<u>(18,414)</u>	<u>(24,241)</u>	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
\$ 4,228,013	\$ 4,388,847	\$ 4,388,847	\$ 4,323,366	\$ 4,426,994	
0.39%	0.49%	0.46%	0.43%	0.55%	

2021	2020	2019	2018	2017	2016
\$ 7,610	\$ 7,267	\$ 6,955	\$ 6,905	\$ 6,136	Information not available
<u>(7,610)</u>	<u>(7,267)</u>	<u>(6,955)</u>	<u>(6,905)</u>	<u>(6,136)</u>	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
\$ 4,228,013	\$ 4,228,013	\$ 4,388,847	\$ 4,323,366	\$ 4,426,994	
0.18%	0.17%	0.16%	0.16%	0.14%	

See the accompanying notes to pension/OPEB schedules.

CITY OF COOLIDGE, ARIZONA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CITY'S PENSION/OPEB CONTRIBUTIONS
 June 30, 2025

PSPRS Police

Reporting Fiscal Year

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Actuarially determined contribution	\$ 332,813	\$ 251,695	\$ 252,018	\$ 421,273
City's contributions in relation to the actuarially determined contribution	<u>(332,813)</u>	<u>(251,695)</u>	<u>(1,206,779)</u>	<u>(3,611,686)</u>
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (954,761)</u>	<u>\$ (3,190,413)</u>
City's covered payroll	\$ 2,819,378	\$ 2,430,192	\$ 2,474,050	\$ 1,924,867
City's contributions as a percentage of covered payroll	11.80%	10.36%	48.78%	187.63%

PSPRS Fire

Reporting Fiscal Year

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Actuarially determined contribution	\$ 103,628	\$ 109,539	\$ 91,823	\$ 51,520
City's contributions in relation to the actuarially determined contribution	<u>(103,628)</u>	<u>(109,539)</u>	<u>(91,823)</u>	<u>(51,520)</u>
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 296,970	\$ 350,716	\$ 316,631	\$ 296,672
City's contributions as a percentage of covered payroll	34.90%	31.23%	29.00%	17.37%

See the accompanying notes to pension/OPEB schedules.

2021	2020	2019	2018	2017	2016
\$ 786,967	\$ 865,809	\$ 720,951	\$ 673,601	\$ 647,191	\$ 632,418
<u>(5,786,967)</u>	<u>(865,809)</u>	<u>(720,951)</u>	<u>(673,601)</u>	<u>(647,191)</u>	<u>(632,418)</u>
<u>\$ (5,000,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 1,924,867	\$ 1,891,686	\$ 1,502,301	\$ 1,451,508	\$ 1,738,951	\$ 1,787,196
300.64%	45.77%	47.99%	46.41%	37.22%	35.39%

2021	2020	2019	2018	2017	2016
\$ 40,896	\$ 40,538	\$ 56,616	\$ 69,426	\$ 62,001	\$ 47,704
<u>(40,896)</u>	<u>(40,538)</u>	<u>(56,616)</u>	<u>(69,426)</u>	<u>(62,001)</u>	<u>(47,704)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 286,376	\$ 279,589	\$ 335,957	\$ 455,872	\$ 331,947	\$ 259,053
14.28%	14.50%	16.85%	15.23%	18.68%	18.41%

See the accompanying notes to pension/OPEB schedules.

CITY OF COOLIDGE, ARIZONA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CITY'S PENSION/OPEB CONTRIBUTIONS
 June 30, 2025

PSPRS OPEB - Police

	Reporting Fiscal Year			
	2025	2024	2023	2022
Actuarially determined contribution	\$ -	\$ -	\$ -	\$ 320
City's contributions in relation to the actuarially determined contribution	-	-	-	(320)
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 2,819,378	\$ 2,430,192	\$ 2,474,050	\$ 1,924,867
City's contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.02%

PSPRS OPEB - Fire

	Reporting Fiscal Year			
	2025	2024	2023	2022
Actuarially determined contribution	\$ -	\$ -	\$ -	\$ -
City's contributions in relation to the actuarially determined contribution	-	-	-	-
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 296,970	\$ 350,716	\$ 316,631	\$ 296,672
City's contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%

See the accompanying notes to pension/OPEB schedules.

2021	2020	2019	2018	2017	2016
\$ 330	\$ 549	\$ 415	\$ 945	\$ -	Information not available
(330)	(549)	(415)	(945)	-	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
<u>\$ 1,924,867</u>	<u>\$ 1,891,686</u>	<u>\$ 1,502,301</u>	<u>\$ 1,451,508</u>	<u>\$ 1,738,951</u>	
0.02%	0.03%	0.03%	0.07%	0.00%	

2021	2020	2019	2018	2017	2016
\$ -	\$ 1,323	\$ 1,946	\$ 1,591	\$ 2,308	Information not available
-	(1,323)	(1,946)	(1,591)	(2,308)	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
<u>\$ 286,376</u>	<u>\$ 305,705</u>	<u>\$ 279,589</u>	<u>\$ 335,957</u>	<u>\$ 455,872</u>	
0.00%	0.43%	0.70%	0.47%	0.51%	

See the accompanying notes to pension/OPEB schedules.

CITY OF COOLIDGE, ARIZONA
 REQUIRED SUPPLEMENTARY INFORMATION
 NOTES TO PENSION/OPEB PLAN SCHEDULES
 June 30, 2025

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 2023 actuarial valuation	15 years
Asset valuation method	7-year smoothed fair value; 80%/120% market corridor
	30-Jun-24
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%–8.5% for PSPRS.
Wage growth	In the 2022 actuarial valuation, wage growth was changed from 3.5% to a range of 3.0 - 6.25%. 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% to 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)

NOTE 2 FACTORS THAT AFFECT THE IDENTIFICATION OF 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.

CITY OF COOLIDGE, ARIZONA
REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO PENSION/OPEB PLAN SCHEDULES
June 30, 2025

NOTE 2 FACTORS THAT AFFECT THE IDENTIFICATION OF TRENDS (Continued)

These changes also increased the PSPRS-required pension contributions beginning in fiscal year 2019 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. PSPRS allowed the City to phase in the increased contributions for members who were retired as of the law's effective date over 3 years. As a result, the City's pension contributions were less than the actuarially determined contributions for 2016 and 2017. 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 2019 and 2020.



OTHER SUPPLEMENTARY INFORMATION

COMBINING FUND FINANCIAL STATEMENTS

CITY OF COOLIDGE, ARIZONA
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 June 30, 2025

	Special Revenue			Capital Projects
	Highway User Fund	Transit	Court Surcharge	Capital Projects
ASSETS				
Cash and cash equivalents	\$ -	\$ 23,429	\$ 160,871	\$ 752,814
Accounts receivable - net	-	23,558	-	280,832
Due from other governments	138,860	-	-	-
Total assets	<u>\$ 138,860</u>	<u>\$ 46,987</u>	<u>\$ 160,871</u>	<u>\$ 1,033,646</u>
LIABILITIES				
Accounts payable	\$ 19,095	\$ 10,437	\$ -	\$ 20,550
Accrued payroll and employee benefits	26,137	20,331	-	-
Due to other funds	17,034	-	-	-
Total liabilities	<u>62,266</u>	<u>30,768</u>	<u>-</u>	<u>20,550</u>
FUND BALANCES				
Restricted for				
Highways and streets	76,594	-	-	-
Transit purposes	-	16,219	-	-
Court purposes	-	-	160,871	-
Assigned for				
Capital projects	-	-	-	1,013,096
Unassigned	-	-	-	-
Total fund balance	<u>76,594</u>	<u>16,219</u>	<u>160,871</u>	<u>1,013,096</u>
Total liabilities and fund balance	<u>\$ 138,860</u>	<u>\$ 46,987</u>	<u>\$ 160,871</u>	<u>\$ 1,033,646</u>

Capital Projects			Total Non-Major Governmental Funds
Sandia CFD	Martin Valley CFD	Debt Service	
\$ -	\$ 76,508	\$ -	\$ 1,013,622
-	-	-	304,390
-	37	3,416	142,313
<u>\$ -</u>	<u>\$ 76,545</u>	<u>\$ 3,416</u>	<u>\$ 1,460,325</u>
\$ -	\$ 29,999	\$ -	\$ 80,081
-	-	-	46,468
30,215	-	65,123	112,372
<u>30,215</u>	<u>29,999</u>	<u>65,123</u>	<u>238,921</u>
-	-	-	76,594
-	-	-	16,219
-	-	-	160,871
-	46,546	-	1,059,642
<u>(30,215)</u>	<u></u>	<u>(61,707)</u>	<u>(91,922)</u>
<u>(30,215)</u>	<u>46,546</u>	<u>(61,707)</u>	<u>1,221,404</u>
<u>\$ -</u>	<u>\$ 76,545</u>	<u>\$ 3,416</u>	<u>\$ 1,460,325</u>

CITY OF COOLIDGE, ARIZONA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 Year Ended June 30, 2025

	Special Revenue			Capital Projects
	Highway User Fund	Transit	Court Surcharge	Capital Projects
REVENUE				
Taxes	\$ -	\$ -	\$ -	\$ 3,717,269
Intergovernmental	1,384,806	117,790	-	-
Fines and forfeitures	-	-	1,795	-
Charges for services	-	18,091	-	-
Investment income	-	469	6,847	37,478
Miscellaneous	8,325	7,683	-	-
Total revenue	<u>1,393,131</u>	<u>144,033</u>	<u>8,642</u>	<u>3,754,747</u>
EXPENDITURES				
Current				
General government	-	434,574	-	-
Public safety	-	-	-	104,514
Highways and streets	1,813,953	-	-	-
Redevelopment and housing	-	-	-	-
Capital outlay	-	-	-	1,944,073
Debt service				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	<u>1,813,953</u>	<u>434,574</u>	<u>-</u>	<u>2,048,587</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(420,822)</u>	<u>(290,541)</u>	<u>8,642</u>	<u>1,706,160</u>
OTHER FINANCING SOURCES (USES)				
Transfers	<u>356,232</u>	<u>-</u>	<u>-</u>	<u>(779,297)</u>
Net change in fund balances	(64,590)	(290,541)	8,642	926,863
Fund balance, beginning of year	<u>141,184</u>	<u>306,760</u>	<u>152,229</u>	<u>86,233</u>
Fund balance, end of year	<u>\$ 76,594</u>	<u>\$ 16,219</u>	<u>\$ 160,871</u>	<u>\$ 1,013,096</u>

Capital Projects			Total
Sandia CFD	Martin Valley CFD	Debt Service	Non-Major Governmental Funds
\$ 992	\$ 13,567	\$ -	\$ 3,731,828
-	-	221,938	1,724,534
-	-	-	1,795
-	-	-	18,091
271	2,871	3,797	51,733
-	-	-	16,008
<u>1,263</u>	<u>16,438</u>	<u>225,735</u>	<u>5,543,989</u>
-	-	-	434,574
-	-	-	104,514
-	-	-	1,813,953
611	686	-	1,297
-	-	-	1,944,073
-	-	496,846	496,846
-	-	73,281	73,281
<u>611</u>	<u>686</u>	<u>570,127</u>	<u>4,868,538</u>
<u>652</u>	<u>15,752</u>	<u>(344,392)</u>	<u>675,451</u>
-	-	194,423	(228,642)
652	15,752	(149,969)	446,809
<u>(30,867)</u>	<u>30,794</u>	<u>88,262</u>	<u>774,595</u>
<u>\$ (30,215)</u>	<u>\$ 46,546</u>	<u>\$ (61,707)</u>	<u>\$ 1,221,404</u>

CITY OF COOLIDGE, ARIZONA
HIGHWAY USER FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenue				
Intergovernmental	\$ 1,426,526	\$ 1,426,526	\$ 1,384,806	\$ (41,720)
Miscellaneous	-	-	8,325	8,325
Total revenue	<u>1,426,526</u>	<u>1,426,526</u>	<u>1,393,131</u>	<u>(33,395)</u>
Expenditures				
Current				
Highways and streets	<u>1,443,335</u>	<u>1,443,335</u>	<u>1,813,953</u>	<u>(370,618)</u>
Excess (deficiency) of revenue over expenditures	<u>(16,809)</u>	<u>(16,809)</u>	<u>(420,822)</u>	<u>(404,013)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	194,494	194,494	356,232	161,738
Transfers out	<u>(177,685)</u>	<u>(177,685)</u>	<u>-</u>	<u>177,685</u>
Total other financing sources (uses)	<u>16,809</u>	<u>16,809</u>	<u>356,232</u>	<u>339,423</u>
Net change in fund balance	-	-	(64,590)	(64,590)
Fund balance, beginning of year	<u>141,184</u>	<u>141,184</u>	<u>141,184</u>	<u>-</u>
Fund balance, end of year	<u>\$ 141,184</u>	<u>\$ 141,184</u>	<u>\$ 76,594</u>	<u>\$ (64,590)</u>

CITY OF COOLIDGE, ARIZONA
TRANSIT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenue				
Intergovernmental	\$ 100,000	\$ 100,000	\$ 117,790	\$ 17,790
Charges for services	20,000	20,000	18,091	(1,909)
Investment income	500	500	469	(31)
Miscellaneous	4,432	4,432	7,683	3,251
Total revenue	<u>124,932</u>	<u>124,932</u>	<u>144,033</u>	<u>19,101</u>
Expenditures				
Current				
General government	939,612	939,612	434,574	505,038
Excess (deficiency) of revenue over expenditures	<u>(814,680)</u>	<u>(814,680)</u>	<u>(290,541)</u>	<u>524,139</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>504,420</u>	<u>504,420</u>	<u>-</u>	<u>(504,420)</u>
Net change in fund balance	(310,260)	(310,260)	(290,541)	
Fund balance, beginning of year	<u>49,591</u>	<u>49,591</u>	<u>306,760</u>	<u>356,351</u>
Fund balance, end of year	<u>\$ (260,669)</u>	<u>\$ (260,669)</u>	<u>\$ 16,219</u>	<u>\$ 376,070</u>

CITY OF COOLIDGE, ARIZONA
 CAPITAL PROJECTS FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
 AND ACTUAL
 Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue				
Taxes	\$ 3,111,456	\$ 3,111,456	\$ 3,717,269	\$ 605,813
Investment income	-	-	37,478	37,478
Total revenue	<u>3,111,456</u>	<u>3,111,456</u>	<u>3,754,747</u>	<u>643,291</u>
Expenditures				
Current				
Public safety	-	-	104,514	(104,514)
Capital outlay	<u>3,671,334</u>	<u>3,671,334</u>	<u>1,944,073</u>	<u>1,727,261</u>
Total expenditures	<u>3,671,334</u>	<u>3,671,334</u>	<u>2,048,587</u>	<u>1,622,747</u>
Excess (deficiency) of revenue over expenditures	<u>(559,878)</u>	<u>(559,878)</u>	<u>1,706,160</u>	<u>2,266,038</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,407,785	1,407,785	-	(1,407,785)
Transfers out	<u>(1,011,281)</u>	<u>(1,011,281)</u>	<u>(779,297)</u>	<u>231,984</u>
Total other financing sources (uses)	<u>396,504</u>	<u>396,504</u>	<u>(779,297)</u>	<u>(1,175,801)</u>
Net change in fund balance	(163,374)	(163,374)	926,863	1,090,237
Fund balance, beginning of year	<u>86,233</u>	<u>86,233</u>	<u>86,233</u>	<u>-</u>
Fund balance, end of year	<u>\$ (77,141)</u>	<u>\$ (77,141)</u>	<u>\$ 1,013,096</u>	<u>\$ 1,090,237</u>

CITY OF COOLIDGE, ARIZONA
SANDIA COMMUNITY FACILITIES DISTRICT CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenue				
Taxes	\$ 2,084	\$ 2,084	\$ 992	\$ (1,092)
Investment income	10	10	271	261
Total revenue	<u>2,094</u>	<u>2,094</u>	<u>1,263</u>	<u>(831)</u>
Expenditures				
Current				
Redevelopment and housing	<u>18,022</u>	<u>18,022</u>	<u>611</u>	<u>17,411</u>
Excess (deficiency) of revenue over expenditures	<u>(15,928)</u>	<u>(15,928)</u>	<u>652</u>	<u>16,580</u>
Net change in fund balance	(15,928)	(15,928)	652	16,580
Fund balance, beginning of year	<u>(30,867)</u>	<u>(30,867)</u>	<u>(30,867)</u>	<u>-</u>
Fund balance, end of year	<u>\$ (46,795)</u>	<u>\$ (46,795)</u>	<u>\$ (30,215)</u>	<u>\$ 16,580</u>

CITY OF COOLIDGE, ARIZONA
MARTIN VALLEY COMMUNITY FACILITIES DISTRICT CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenue				
Taxes	\$ 11,717	\$ 11,717	\$ 13,567	\$ 1,850
Investment income	10	10	2,871	2,861
Total revenue	<u>11,727</u>	<u>11,727</u>	<u>16,438</u>	<u>4,711</u>
Expenditures				
Current				
Redevelopment and housing	<u>55,408</u>	<u>55,408</u>	<u>686</u>	<u>54,722</u>
Excess (deficiency) of revenue over expenditures	<u>(43,681)</u>	<u>(43,681)</u>	<u>15,752</u>	<u>59,433</u>
Net change in fund balance	(43,681)	(43,681)	15,752	59,433
Fund balance, beginning of year	<u>30,794</u>	<u>30,794</u>	<u>30,794</u>	<u>-</u>
Fund balance, end of year	<u>\$ (12,887)</u>	<u>\$ (12,887)</u>	<u>\$ 46,546</u>	<u>\$ 59,433</u>

CITY OF COOLIDGE, ARIZONA
DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenue				
Intergovernmental	\$ 133,826	\$ 133,826	\$ 221,938	\$ 88,112
Investment income	-	12,188	-	(12,188)
Contributions	-	-	3,797	3,797
Total revenue	<u>133,826</u>	<u>146,014</u>	<u>225,735</u>	<u>79,721</u>
Expenditures				
Debt service				
Principal	555,859	555,859	496,846	59,013
Interest and debt cost	194,423	193,993	73,281	120,712
Total expenditures	<u>750,282</u>	<u>749,852</u>	<u>570,127</u>	<u>179,725</u>
Excess (deficiency) of revenue over expenditures	<u>(616,456)</u>	<u>(603,838)</u>	<u>(344,392)</u>	<u>259,446</u>
OTHER FINANCING SOURCES (USES)				
Transfers	<u>194,423</u>	<u>194,423</u>	<u>194,423</u>	<u>-</u>
Net change in fund balance	(422,033)	(409,415)	(149,969)	259,446
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>88,262</u>	<u>(88,262)</u>
Fund balance, end of year	<u>\$ (422,033)</u>	<u>\$ (409,415)</u>	<u>\$ (61,707)</u>	<u>\$ 171,184</u>

CITY OF COOLIDGE, ARIZONA
LIQUID WASTE ENTERPRISE FUND
STATEMENT OF OPERATIONS - BUDGET AND ACTUAL
Year Ended June 30, 2025

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Operating Revenue				
Charges for services	\$ 1,559,769	\$ 1,559,769	\$ 1,223,038	\$ (336,731)
Operating Expenses				
Costs of services	1,449,792	1,449,792	1,186,816	262,976
Depreciation	30,000	30,000	634,716	(604,716)
Total operating expenses	1,479,792	1,479,792	1,821,532	(341,740)
Operating income (loss)	79,977	79,977	(598,494)	(678,471)
Nonoperating revenue (expenses)				
Investment revenue	-	-	655	655
Interest expense	(50,000)	(50,000)	(35,058)	14,942
Miscellaneous revenue	-	-	11,577	11,577
Total nonoperation revenue (expenses)	(50,000)	(50,000)	(22,826)	27,174
Income (loss) before capital contributions, and transfers	29,977	29,977	(621,320)	(651,297)
Transfers out	(54,672)	(54,672)	(54,672)	-
Change in net position	(24,695)	(24,695)	(675,992)	(651,297)
Total net position, beginning of year	18,344,565	18,344,565	18,344,565	-
Total net position, end of year	\$ 18,319,870	\$ 18,319,870	\$ 17,668,573	\$ (651,297)

CITY OF COOLIDGE, ARIZONA
SOLID WASTE ENTERPRISE FUND
STATEMENT OF OPERATIONS - BUDGET AND ACTUAL
Year Ended June 30, 2025

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Operating revenue				
Charges for service	\$ 1,967,974	\$ 1,967,974	\$ 1,694,115	\$ (273,859)
Operating expenses				
Costs of services	1,436,218	1,376,218	1,653,361	(277,143)
Depreciation	60,000	60,000	54,199	5,801
Total operating expenses	1,496,218	1,436,218	1,707,560	(271,342)
Operating income (loss)	471,756	531,756	(13,445)	(545,201)
Transfers out	(65,928)	(65,928)	(65,928)	-
Change in net position	405,828	465,828	(79,373)	(545,201)
Total net position, beginning of year, as restated	975,789	975,789	975,789	-
Total net position, end of year	\$ 1,381,617	\$ 1,441,617	\$ 896,416	\$ (545,201)

CITY OF COOLIDGE, ARIZONA
LIQUID WASTE IMPACT FEES ENTERPRISE FUND
STATEMENT OF OPERATIONS - BUDGET AND ACTUAL
Year Ended June 30, 2025

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Operating revenue				
Charges for service	\$ -	\$ -	\$ 558,100	\$ 558,100
Operating expenses				
Costs of services	1,586,652	1,586,652	14,272	1,572,380
Operating income (loss)	(1,586,652)	(1,586,652)	543,828	2,130,480
Nonoperating revenue (expenses)				
Investment revenue	-	-	2,233	2,233
Income (loss) before capital contributions, and transfers	(1,586,652)	(1,586,652)	546,061	2,132,713
Change in net position	(1,586,652)	(1,586,652)	546,061	2,132,713
Total net position, beginning of year	2,845,153	2,845,153	2,845,153	-
Total net position, end of year	\$ 1,258,501	\$ 1,258,501	\$ 3,391,214	\$ 2,132,713

CITY OF COOLIDGE, ARIZONA
SOLID WASTE IMPACT FEES ENTERPRISE FUND
STATEMENT OF OPERATIONS - BUDGET AND ACTUAL
Year Ended June 30, 2025

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Operating revenue				
Charges for service	\$ 1,967,974	\$ 1,967,974	\$ -	\$ (1,967,974)
Total operating revenue	<u>1,967,974</u>	<u>1,967,974</u>	<u>-</u>	<u>(1,967,974)</u>
Operating expenses				
Costs of services	<u>1,496,218</u>	<u>1,496,218</u>	<u>-</u>	<u>1,496,218</u>
Transfers out	<u>(65,928)</u>	<u>(65,928)</u>	<u>-</u>	<u>(65,928)</u>
Change in net position	405,828	405,828	-	(405,828)
Total net position, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total net position, end of year	<u>\$ 405,828</u>	<u>\$ 405,828</u>	<u>\$ -</u>	<u>\$ (405,828)</u>

CITY OF COOLIDGE, ARIZONA
AIRPORT ENTERPRISE FUND
STATEMENT OF OPERATIONS - BUDGET AND ACTUAL
Year Ended June 30, 2025

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Operating revenue				
Charges for service	\$ 216,180	\$ 216,180	\$ 396,920	\$ 180,740
Operating expenses				
Costs of services	638,539	638,539	168,469	470,070
Depreciation	390,000	390,000	383,697	6,303
Total operating expenses	1,028,539	1,028,539	552,166	476,373
Operating income (loss)	(812,359)	(812,359)	(155,246)	657,113
Nonoperating revenue (expenses)				
Interest expense	-	-	148,262	148,262
Income (loss) before capital contributions, and transfers	(812,359)	(812,359)	(6,984)	805,375
Transfers in	812,359	812,359	584,874	(227,485)
Change in net position	-	-	577,890	577,890
Total net position, beginning of year, as restated	12,162,473	12,162,473	12,162,473	-
Total net position, end of year	\$ 12,162,473	\$ 12,162,473	\$ 12,740,363	\$ 577,890

Statistical Section



STATISTICAL SECTION
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City of Coolidge
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2025	2024	2023	2022
Governmental Activities				
Net Investment in Capital Assets	\$ 69,280,177	\$ 60,141,071	\$ 50,863,714	\$ 48,308,171
Restricted	13,088,333	11,498,070	11,357,428	9,519,139
Unrestricted	<u>37,956,842</u>	<u>29,638,540</u>	<u>22,969,216</u>	<u>16,190,251</u>
Total Governmental Activities Net Position	<u>120,325,352</u>	<u>101,277,681</u>	<u>85,190,358</u>	<u>74,017,561</u>
Business-type Activities				
Net Investment in Capital Assets	33,338,755	33,303,190	32,988,715	32,961,760
Restricted	3,421,288	636,671	614,957	614,957
Unrestricted	<u>(2,063,477)</u>	<u>388,119</u>	<u>967,271</u>	<u>1,009,422</u>
Total Business-type Activities Net Position	<u>34,696,566</u>	<u>34,327,980</u>	<u>34,570,943</u>	<u>34,586,139</u>
Primary Government				
Net Investment in Capital Assets	102,618,932	93,444,261	83,852,429	81,269,931
Restricted	16,509,621	12,134,741	11,972,385	10,134,096
Unrestricted	<u>35,893,365</u>	<u>30,026,659</u>	<u>23,936,487</u>	<u>17,199,673</u>
Total Primary Government Net Position	<u>\$ 155,021,918</u>	<u>\$ 135,605,661</u>	<u>\$ 119,761,301</u>	<u>\$ 108,603,700</u>

Source: City of Coolidge

In fiscal year 2015; beginning net position was restated due to the implementation of GASB Statement No. 68

In fiscal year 2018; beginning net position was restated due to the implementation of GASB Statement No. 75

In fiscal year 2022; beginning net position was restated due to the implementation of GASB Statement No. 87

In fiscal year 2024; beginning net position was restated due to the implementation of GASB Statement No. 110

Table 1

		Fiscal Year									
		2021	2020	2019	2018	2017	2016				
\$	48,701,206	\$	48,764,458	\$	49,964,342	\$	52,073,197	\$	53,069,698	\$	56,257,356
	7,503,290		2,900,664		2,142,816		1,854,884		1,965,669		2,099,583
	5,059,579		(2,072,262)		(5,698,959)		(6,972,016)		(7,759,744)		(6,992,820)
	<u>61,264,075</u>		<u>49,592,860</u>		<u>46,408,199</u>		<u>46,956,065</u>		<u>47,275,623</u>		<u>51,364,119</u>
	30,869,998		31,170,731		24,066,098		24,223,422		24,803,982		23,670,890
	672,573		672,573		302,441		124,407		124,683		136,686
	2,557,228		853,738		801,495		590,985		308,732		138,053
	<u>34,099,799</u>		<u>32,697,042</u>		<u>25,170,034</u>		<u>24,938,814</u>		<u>25,237,397</u>		<u>23,945,629</u>
	79,571,204		79,935,189		74,030,440		76,296,619		77,873,680		79,928,246
	8,175,863		3,573,237		2,445,257		1,979,291		2,090,352		2,236,269
	7,616,807		(1,218,524)		(4,897,464)		(6,381,031)		(7,451,012)		(6,854,767)
\$	<u>95,363,874</u>	\$	<u>82,289,902</u>	\$	<u>71,578,233</u>	\$	<u>71,894,879</u>	\$	<u>72,513,020</u>	\$	<u>75,309,748</u>

City of Coolidge
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2025	2024	2023	2022	2021
Expenses					
Governmental Activities:					
General Government	\$ 5,601,352	\$ 4,455,447	\$ 4,588,365	\$ 2,671,113	\$ 1,377,665
Public safety	8,600,490	7,179,465	7,815,160	6,916,500	11,579,856
Highways and streets	6,488,074	2,260,162	8,283,913	6,164,980	4,751,711
Transportation	-	-	-	-	-
Culture and recreation	2,189,373	2,517,806	2,219,733	1,690,369	878,068
Redevelopment and housing	2,063,359	2,069,943	2,175,048	1,724,061	149,066
Interest on Long-term Debt	83,465	94,968	177,167	177,149	151,569
Total Governmental Activities Expenses	<u>\$ 25,026,113</u>	<u>\$ 18,577,791</u>	<u>\$ 25,259,386</u>	<u>\$ 19,344,172</u>	<u>\$ 18,887,935</u>
Business-type Activities					
Liquid waste	\$ 1,856,590	\$ 1,957,153	\$ 953,370	\$ 2,035,641	\$ 1,248,647
Solid waste	1,707,560	1,447,897	1,403,114	1,170,814	856,018
Liquid waste impact fees	14,272	28,018	374,133	-	-
Solid waste impact fees	-	-	-	-	-
Other enterprise funds ⁺	552,166	855,973	668,811	604,865	739,467
Total Business-type Activities Expenses	<u>\$ 4,130,588</u>	<u>\$ 4,289,041</u>	<u>\$ 3,399,428</u>	<u>\$ 3,811,320</u>	<u>\$ 2,844,132</u>
Total Primary Government Expenses	<u>\$ 29,156,701</u>	<u>\$ 22,866,832</u>	<u>\$ 28,658,814</u>	<u>\$ 23,155,492</u>	<u>\$ 21,732,067</u>

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2004.

Source: City of Coolidge

⁺ Other enterprise funds consist primarily of the Municipal Airport and Cable Television through fiscal year 2007.

Table 2

Fiscal Year					
2020	2019	2018	2017	2016	
\$ 3,290,704	\$ 2,793,489	\$ 3,094,226	\$ 3,142,157	\$ 2,965,310	
6,672,053	6,464,459	7,115,555	7,135,145	6,940,532	
5,009,340	4,951,187	4,964,760	6,176,392	5,212,204	
-	-	-	-	-	
1,229,286	1,271,022	1,275,939	1,299,193	1,194,570	
1,120,560	902,873	688,882	603,152	964,348	
58,608	73,173	69,441	67,563	48,955	
<u>\$ 17,380,551</u>	<u>\$ 16,456,203</u>	<u>\$ 17,208,803</u>	<u>\$ 18,423,602</u>	<u>\$ 17,325,919</u>	
\$ 1,130,300	\$ 1,158,047	\$ 1,098,000	\$ 1,133,496	\$ 1,215,539	
949,879	877,270	875,163	915,091	979,909	
629	8,574	1,835	-	-	
-	-	-	-	-	
401,377	432,774	617,734	377,774	299,648	
<u>\$ 2,482,185</u>	<u>\$ 2,476,665</u>	<u>\$ 2,592,732</u>	<u>\$ 2,426,361</u>	<u>\$ 2,495,096</u>	
<u>\$ 19,862,736</u>	<u>\$ 18,932,868</u>	<u>\$ 19,801,535</u>	<u>\$ 20,849,963</u>	<u>\$ 19,821,015</u>	

City of Coolidge
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2025	2024	2023	2022	2021
Program Revenue					
Governmental Activities:					
Fees, Fines and Charges for Services:					
General Government	\$ 1,942,531	\$ 982,249	\$ 130,231	\$ 189,869	\$ 63,834
Public safety	200,681	244,219	211,284	169,974	291,680
Highway and streets	1,543,108	66,546	125,370	78,926	19,625
Transportation	-	-	-	-	-
Culture and recreation	157,840	158,748	182,691	149,319	69,983
Redevelopment and housing	-	-	2,544,592	1,801,476	2,520,308
Interest on long-term debt	-	-	-	-	-
Operating Grants and Contributions	4,798,435	3,824,671	6,448,029	6,575,969	6,910,114
Capital Grants and Contributions	7,459,607	3,539,599	1,167,071	3,115,876	3,600,285
Total Governmental Activities Program Revenues	<u>\$ 16,102,202</u>	<u>\$ 8,816,032</u>	<u>\$ 10,809,268</u>	<u>\$ 12,081,409</u>	<u>\$ 13,475,829</u>
Business-type Activities					
Charges for Service:					
Liquid waste	\$ 1,223,038	\$ 1,183,899	\$ 1,093,074	\$ 1,114,616	\$ 1,055,383
Solid waste	1,694,115	1,629,356	1,508,502	1,391,265	1,238,900
Liquid waste impact fees	558,100	401,279	176,820	921,225	1,439,311
Solid waste impact fees	-	-	-	-	-
Other enterprise funds [†]	396,920	232,823	174,820	64,188	82,966
Airport Grants & Contributions	-	101,083	312,096	-	-
Liquid Waste Grants & Contributions	-	-	(5,447)	172,489	-
Total Business-type Activities Revenues	<u>3,872,173</u>	<u>3,548,440</u>	<u>3,259,865</u>	<u>3,663,783</u>	<u>3,816,560</u>
Total Primary Government Revenues	<u>\$ 19,974,375</u>	<u>\$ 12,364,472</u>	<u>\$ 14,069,133</u>	<u>\$ 15,745,192</u>	<u>\$ 17,292,389</u>
Net (Expense)/Revenue	\$ (8,923,911)	\$ (9,761,759)	\$ (14,450,118)	\$ (7,262,763)	\$ (5,412,106)
	<u>(258,415)</u>	<u>(740,601)</u>	<u>(139,563)</u>	<u>(147,537)</u>	<u>972,428</u>
Total Primary Government Net Revenue	<u>\$ (9,182,326)</u>	<u>\$ (10,502,360)</u>	<u>\$ (14,589,681)</u>	<u>\$ (7,410,300)</u>	<u>\$ (4,439,678)</u>

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2004.

Source: City of Coolidge

Other enterprise funds consist primarily of the Municipal Airport and Cable Television through fiscal year 2007.

Table 2

Fiscal Year				
2020	2019	2018	2017	2016
\$ 221,103	\$ 251,026	\$ 151,468	\$ 74,234	\$ 100,570
411,562	402,541	513,562	414,890	419,816
27,909	32,791	39,456	39,924	51,436
-	-	-	-	-
76,717	97,760	97,325	96,161	102,677
1,089,349	436,683	110,673	91,193	153,477
-	-	-	-	-
3,947,437	3,461,768	2,978,648	2,881,798	3,418,148
1,024,925	526,663	2,048,033	545,255	2,225,648
<u>\$ 6,799,002</u>	<u>\$ 5,209,232</u>	<u>\$ 5,939,165</u>	<u>\$ 4,143,455</u>	<u>\$ 6,471,772</u>
\$ 892,094	\$ 877,850	\$ 877,971	\$ 867,099	\$ 877,136
1,141,261	1,108,725	1,080,305	1,146,462	1,135,455
365,955	186,458	1,693	-	9,026
-	-	-	-	-
45,589	42,303	42,645	48,086	84,424
-	-	-	-	-
7,805,263	-	-	1,515,001	437,783
<u>10,250,162</u>	<u>2,215,336</u>	<u>2,002,614</u>	<u>3,576,648</u>	<u>2,543,824</u>
<u>\$ 17,049,164</u>	<u>\$ 7,424,568</u>	<u>\$ 7,941,779</u>	<u>\$ 7,720,103</u>	<u>\$ 9,015,596</u>
\$ (10,581,549)	\$ (11,246,971)	\$ (11,269,638)	\$ (14,280,147)	\$ (10,854,147)
7,767,977	(261,329)	(590,118)	1,150,287	48,728
<u>\$ (2,813,572)</u>	<u>\$ (11,508,300)</u>	<u>\$ (11,859,756)</u>	<u>\$ (13,129,860)</u>	<u>\$ (10,805,419)</u>

City of Coolidge
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2025	2024	2023	2022	2021
Governmental Revenues and Other Changes in Net Position					
Governmental Activities					
Sales taxes	\$ 14,869,075	\$ 13,001,334	\$ 15,590,162	\$ 13,320,824	\$ 10,183,605
Property taxes	2,618,449	2,676,341	2,299,002	1,979,289	2,273,172
Sales taxes, levied for capital projects	-	-	-	-	-
Franchise taxes	523,799	531,641	457,816	421,391	368,466
Impact Fees	-	-	-	-	-
State shared revenues-not restricted* to specific programs	7,916,186	8,066,243	6,054,154	4,568,589	4,384,042
Investment income	2,238,570	2,274,776	473,679	7,446	30,209
Loss on disposal of capital assets	-	-	(26,375)	-	-
Miscellaneous	269,777	259,338	638,079	351,174	267,959
Transfers in (out)	(464,274)	(412,911)	(37,619)	(632,464)	(424,132)
Total Governmental Activities	<u>\$ 27,971,582</u>	<u>\$ 26,396,762</u>	<u>\$ 25,448,898</u>	<u>\$ 20,016,249</u>	<u>\$ 17,083,321</u>
Business-type activities					
Investment income	151,150	126,637	37,342	1,413	6,197
Miscellaneous	11,577	-	-	-	-
Loss on disposal of capital assets	-	-	(507)	-	-
Transfers in (out)	464,274	412,911	37,619	632,464	424,132
Total Business-type Activities	<u>\$ 627,001</u>	<u>\$ 539,548</u>	<u>\$ 74,454</u>	<u>\$ 633,877</u>	<u>\$ 430,329</u>
Changes in Net Position					
Governmental Activities	\$ 19,047,671	\$ 16,635,003	\$ 10,998,780	\$ 12,753,486	\$ 11,671,215
Business-type Activities	368,586	(201,053)	(65,109)	486,340	1,402,757
Total Primary Government	<u>\$ 19,416,257</u>	<u>\$ 16,433,950</u>	<u>\$ 10,933,671</u>	<u>\$ 13,239,826</u>	<u>\$ 13,073,972</u>

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2004
Source: City of Coolidge

Table 2

Fiscal Year				
2020	2019	2018	2017	2016
\$ 7,174,994	\$ 5,436,704	\$ 5,483,772	\$ 4,915,030	\$ 4,788,139
1,666,332	1,608,702	1,664,521	1,691,080	1,612,172
-	-	-	-	-
337,535	336,625	354,147	309,864	313,642
-	-	-	-	-
3,801,097	3,599,329	3,480,556	3,296,361	3,183,150
112,915	14,645	13,307	10,648	10,964
404,539	193,092	176,158	107,802	48,620
268,798	(489,992)	(266,749)	(139,134)	117,008
<u>\$ 13,766,210</u>	<u>\$ 10,699,105</u>	<u>\$ 10,905,712</u>	<u>\$ 10,191,651</u>	<u>\$ 10,073,695</u>
27,829	2,557	1,681	2,347	2,229
-	-	22,631	-	81,957
(268,798)	489,992	266,749	139,134	(117,008)
<u>\$ (240,969)</u>	<u>\$ 492,549</u>	<u>\$ 291,061</u>	<u>\$ 141,481</u>	<u>\$ (32,822)</u>
\$ 3,184,661	\$ (547,866)	\$ (363,926)	\$ (4,088,496)	\$ (780,452)
7,527,008	231,220	(299,057)	1,291,768	15,906
<u>\$ 10,711,669</u>	<u>\$ (316,646)</u>	<u>\$ (662,983)</u>	<u>\$ (2,796,728)</u>	<u>\$ (764,546)</u>

City of Coolidge
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2025	2024	2023	2022
General Fund				
Reserved	\$ 286,134	\$ 206,957	\$ -	\$ -
Unreserved	-	-	-	-
Restricted	-	-	-	-
Assigned	-	-	-	-
Unassigned	<u>43,172,781</u>	<u>34,860,379</u>	<u>27,121,314</u>	<u>16,034,622</u>
Total General Fund	<u>\$ 43,458,915</u>	<u>\$ 35,067,336</u>	<u>\$ 27,121,314</u>	<u>\$ 16,034,622</u>
All Other Governmental Funds				
Reserved	\$ 1,973		\$ -	\$ -
Unreserved Reported in:				
Special Revenue Funds	-	-	-	-
Capital Projects Funds	-	-	-	-
Restricted Reported in:				
Special Revenue Funds	883,019	819,685	959,475	444,370
Capital Projects Funds	11,301,739	9,885,484	10,089,938	9,352,595
Assigned Reported in:				
Special Revenue Funds				
Capital Projects Funds	1,059,642	117,027	18,186	1,477,669
Unassigned	<u>(91,922)</u>	<u>264,481</u>	<u>-</u>	<u>-</u>
Total All Other Governmental Funds	<u>\$ 13,154,451</u>	<u>\$ 11,086,677</u>	<u>\$ 11,067,599</u>	<u>\$ 11,274,634</u>

GASB Statement NO. 54 established new categories for reporting fund balance for Fiscal Year 2011.

Fund balances are now reported as Restricted, Assigned, or Unassigned per the City's Fund Balance Policy.

Source: City of Coolidge

Table 3

Fiscal Year					
2021	2020	2019	2018	2017	2016
	\$ -	\$ -	\$ -	\$ -	\$ -
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
<u>11,238,384</u>	<u>8,570,726</u>	<u>4,870,099</u>	<u>3,761,273</u>	<u>2,627,838</u>	<u>3,423,144</u>
<u>\$ 11,238,384</u>	<u>\$ 8,570,726</u>	<u>\$ 4,870,099</u>	<u>\$ 3,761,273</u>	<u>\$ 2,627,838</u>	<u>\$ 3,423,144</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
801,440	948,063	748,706	803,891	550,638	797,932
6,713,576	2,044,194	2,677,155	2,677,155	2,762,854	2,483,013
1,728,378	1,693,267	51,091	52,195	55,386	56,165
-	-	-	-	-	-
<u>\$ 9,243,394</u>	<u>\$ 4,685,524</u>	<u>\$ 3,476,952</u>	<u>\$ 3,533,241</u>	<u>\$ 3,368,878</u>	<u>\$ 3,337,110</u>

City of Coolidge
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2025	2024	2023	2022
Revenues				
Taxes*	\$ 14,092,853	\$ 15,809,668	\$ 17,972,277	\$ 15,491,405
Intergovernmental	7,916,186	14,093,806	15,423,323	9,358,998
Fines and forfeits	197,091	249,193	211,970	181,816
Licenses and permits	1,025,688	764,322	1,248,822	1,417,661
Charges for services	1,076,112	1,717,574	2,545,398	3,552,577
Investment income	1,725,092	2,289,070	474,871	7,435
Contributions	-	19,201	-	-
Impact Fees	-	-	-	-
Miscellaneous	236,417	378,901	638,079	527,650
Total Revenues	<u>26,269,439</u>	<u>35,321,735</u>	<u>38,514,740</u>	<u>30,537,542</u>
Expenditures				
General Government	4,353,140	4,384,038	3,408,862	3,023,532
Public Safety	7,914,453	8,260,604	8,820,829	10,465,315
Highways and streets	-	2,745,609	2,590,638	3,076,087
Transportation	-	-	-	-
Culture and recreation	1,640,737	2,135,613	1,755,584	1,305,874
Redevelopment and housing	1,537,321	2,041,716	2,035,898	1,665,237
Capital outlay	92,973	6,677,804	8,540,077	3,280,931
Debt Service:				
Principal retirement	279,830	603,372	524,625	439,000
Interest and debt cost	10,184	94,968	94,968	94,968
Debt issuance cost	-	-	-	-
Total Expenditures	<u>15,828,638</u>	<u>26,943,724</u>	<u>27,771,481</u>	<u>23,350,944</u>
Excess of Revenues over (under) Expenditures	<u>10,440,801</u>	<u>8,378,011</u>	<u>10,743,259</u>	<u>7,186,598</u>
Other financing sources (uses)				
Face amount of loan proceeds				
Capital Lease Agreements				
Loan Premium				
Transfer in	120,600	3,416,700	6,359,659	1,353,364
Transfer out	(2,169,822)	(3,829,611)	(6,397,278)	(1,712,484)
Debt Service Principal	-	-	-	-
Total Other Financing Sources and (Uses)	<u>(2,049,222)</u>	<u>(412,911)</u>	<u>(37,619)</u>	<u>(359,120)</u>
Net Change in Fund Balances	<u>\$ 8,391,579</u>	<u>\$ 7,965,100</u>	<u>\$ 10,705,640</u>	<u>\$ 6,827,478</u>
Debt Service as a Percentage of Noncapital Expenditures	6.57%	4.33%	2.94%	2.69%

Note: Taxes consists of Sales taxes, Property taxes and Franchise taxes

Source: City of Coolidge

Table 4

Fiscal Year					
2021	2020	2019	2018	2017	2016
\$ 12,163,796	\$ 9,190,106	\$ 7,429,472	\$ 7,501,393	\$ 6,907,165	\$ 6,710,810
10,051,451	7,520,284	6,929,888	6,945,741	6,714,584	6,626,016
230,549	234,775	227,011	288,410	313,569	323,925
1,937,311	650,803	365,992	171,527	173,451	248,713
5,207,685	2,079,192	1,073,477	407,214	286,203	406,358
30,209	112,502	14,645	13,307	10,340	10,969
6,800	-	-	2,674	-	-
267,959	-	-	-	-	-
-	491,569	375,757	147,661	60,117	66,297
<u>29,895,760</u>	<u>20,279,231</u>	<u>16,416,242</u>	<u>15,477,927</u>	<u>14,465,429</u>	<u>14,393,088</u>
2,765,969	2,985,650	2,666,975	2,800,181	2,859,493	2,667,269
11,335,883	6,027,343	5,662,936	6,209,947	6,332,918	6,506,055
2,614,271	2,367,238	2,370,604	2,336,503	3,415,305	2,546,173
-	-	-	-	-	-
1,115,421	1,061,490	1,132,060	1,113,841	1,121,064	1,019,173
1,517,395	1,163,569	1,060,510	740,675	603,152	964,348
7,475,563	1,280,039	836,089	794,671	2,116,712	1,021,897
284,466	1,168,000	588,328	327,833	582,286	587,730
137,132	137,132	102,954	86,774	119,226	98,201
-	-	-	-	53,533	-
<u>27,246,100</u>	<u>16,190,461</u>	<u>14,420,456</u>	<u>14,410,425</u>	<u>17,203,689</u>	<u>15,410,846</u>
2,649,660	4,088,770	1,995,786	1,067,502	(2,738,260)	(1,017,758)
-	-	-	-	2,550,000	-
-	159,260	-	-	-	-
-	-	-	-	-	-
506,719	1,348,866	569,842	802,806	1,118,750	1,044,788
(930,851)	(1,080,068)	(1,059,834)	(1,069,555)	(1,257,884)	(927,780)
5,000,000	-	-	-	-	-
<u>4,575,868</u>	<u>428,058</u>	<u>(489,992)</u>	<u>(266,749)</u>	<u>2,410,866</u>	<u>117,008</u>
<u>\$ 7,225,528</u>	<u>\$ 4,516,828</u>	<u>\$ 1,505,794</u>	<u>\$ 800,753</u>	<u>\$ (327,394)</u>	<u>\$ (900,750)</u>
2.13%	8.75%	5.09%	-0.46%	-0.83%	4.77%

Table 5

City of Coolidge
Sales Tax Revenue by Industry
Current Year and Ten Years Ago
(Unaudited)

Industry	Fiscal Year					
	2025			2014		
	Tax Paid	Rank	Percentage of Total	Tax Paid	Rank	Percentage of Total
Retail Trade	\$ 5,443,659	1	41.87%	\$ 2,945,243	1	57.70%
Construction	2,847,072	2	21.90%	544,659	3	10.67%
Communications & Utilities	2,119,217	3	16.30%	784,409	2	15.37%
Restaurants/Bars	820,384	5	6.31%	257,180	5	5.04%
Real Estate, Rental, Leasing & Fire Insurance	993,123	4	7.64%	307,952	4	6.03%
Manufacturing	330,234	6	2.54%	71,607	7	1.40%
Wholesale Trade	235,724	7	1.81%	36,598	8	0.72%
All Other	211,922	8	1.63%	156,670	6	3.07%
Total	<u>\$ 13,001,334</u>		<u>100.00%</u>	<u>\$ 5,104,318</u>		<u>100.00%</u>

Source: Arizona Department of Revenue

Table 6

City of Coolidge
Direct and Overlapping Sales Tax Rates
As of June 30, 2025
(Unaudited)

Type of Tax	Rates		
	City	State and Pinal County	Combined
Privilege tax, except retail, utilities and telecommunication	3.00%	7.20%	10.20%
Retail	3.00%	7.20%	10.20%
Retail - privilege tax for single item over \$10,000	1.50%	7.20%	8.70%
Hotel/Motel	6.00%	7.20%	13.20%
Restaurant/Bar	3.00%	7.20%	10.20%
Utilities/Telecommunications	3.00%	7.20%	10.20%
Construction	4.00%	7.20%	11.20%

Sources: City of Coolidge Department of Finance, Arizona Department of Revenue

Table 7

City of Coolidge
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended June 30	Governmental Activities			Business-type Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	Revenue Bonds	Loans	Lease Liability*	Loans	Lease Liability*				
2025	\$ 4,481,000	\$ -	\$ 172,003	\$ 819,368	\$ -	\$ -	\$ 5,472,371	25.21%	342.37
2024	\$ 5,158,000	\$ -	\$ 271,679	\$ 551,848	\$ -	\$ -	\$ 5,981,527	26.00%	304.03
2023	\$ 5,773,000	\$ -	\$ 366,802	\$ 634,767	\$ -	\$ -	\$ 6,774,569	31.21%	423.83
2022	\$ 6,298,000	\$ -	\$ -	\$ 717,488	\$ -	\$ -	\$ 7,015,488	43.48%	458.53
2021	\$ 6,737,000	\$ -	\$ -	\$ 793,508	\$ -	\$ -	\$ 7,530,508	59.51%	526.94
2020	\$ 2,080,000	\$ -	\$ -	\$ 869,464	\$ 288,696	\$ -	\$ 3,238,160	26.10%	246.62
2019	\$ 2,233,000	\$ 1,071,752	\$ -	\$ 943,230	\$ 341,103	\$ -	\$ 4,589,085	37.73%	353.20
2018	\$ 2,383,000	\$ 1,330,071	\$ 208,328	\$ 1,056,488	\$ 391,243	\$ -	\$ 5,369,130	45.03%	422.83
2017	\$ 2,550,000	\$ 1,345,775	\$ 369,161	\$ 1,166,175	\$ 439,215	\$ -	\$ 5,870,326	50.22%	468.58

Note: The City of Coolidge did not issue general obligation bonds in fiscal years preceeding 2018.

Note: The City of Coolidge issued \$5,000,000 general obligation bonds in 2021.

Source: City of Coolidge

Table 8

City of Coolidge
 Direct and Overlapping Governmental Activities Debt
 As of June 30, 2025
 (Unaudited)

Jurisdiction	Net Assessed Limited Property Valuation	General Obligation Bonded Debt Outstanding	Net Debt Outstanding	Percentage Applicable to the City of Coolidge	Estimated Share of Overlapping Debt
Coolidge Unified School District	\$ 158,184,060	\$ 26,215,570	\$ 26,215,570	68.26%	\$ 17,894,277
Central Arizona College	3,772,917,916	51,445,000	51,445,000	2.86%	\$ 1,472,256
Subtotal, overlapping debt		77,660,570		71.12%	\$ 19,366,533
City of Coolidge	107,973,594	3,210,000	3,210,000	100%	3,210,000
Total direct and overlapping debt			80,870,570		22,576,533

Sources: Pinal County Department of Finance, Pinal County Assessor's Office and Official Statements.

City of Coolidge
 Legal Debt Margin Information
 Last Ten Fiscal Years
 (Unaudited)

	Fiscal Year				
	2016	2017	2018	2019	2020
Secondary Assessed Value	\$ 52,418,173	\$ 59,404,008	\$ 59,406,279	\$ 62,953,883	\$ 71,914,717
20% Limitation					
Debt Limit Equal to 20% of Assessed Valuation	\$ 10,483,635	\$ 11,880,802	\$ 11,881,256	\$ 12,590,777	\$ 14,382,943
Total Debt Applicable to 20% Limit	-	-	-	-	-
Legal 20% Debt Margin (Available Borrowing Capacity)	<u>\$ 10,483,635</u>	<u>\$ 11,880,802</u>	<u>\$ 11,881,256</u>	<u>\$ 12,590,777</u>	<u>\$ 14,382,943</u>
Total Net Debt Applicable to the 20% Limit as a Percentage of 20% Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%
6% Limitation					
Debt Limit Equal to 6% of Assessed Valuation	\$ 3,145,090	\$ 3,564,240	\$ 3,564,377	\$ 3,777,233	\$ 4,314,883
Total Debt Applicable to 6% Limit	-	-	-	-	-
Legal 6% Debt Margin (Available Borrowing Capacity)	<u>\$ 3,145,090</u>	<u>\$ 3,564,240</u>	<u>\$ 3,564,377</u>	<u>\$ 3,777,233</u>	<u>\$ 4,314,883</u>
Total Net Debt Applicable to the 20% Limit as a Percentage of 6% Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%

Sources: Pinal County Assessor's Office.

Table 9

Fiscal Year				
2021	2022	2023	2024	2025
\$ 79,835,162	\$ 79,522,737	\$ 87,845,314	\$ 107,973,594	\$ 123,147,235
\$ 15,967,032	\$ 15,904,547	\$ 17,569,063	\$ 21,594,719	\$ 24,629,447
-	-	-	-	-
<u>\$ 15,967,032</u>	<u>\$ 15,904,547</u>	<u>\$ 17,569,063</u>	<u>\$ 21,594,719</u>	<u>\$ 24,629,447</u>
0.00%	0.00%	0.00%	0.00%	0.00%
\$ 4,790,110	\$ 4,771,364	\$ 5,270,719	\$ 6,478,416	\$ 7,388,834
-	-	-	-	-
<u>\$ 4,790,110</u>	<u>\$ 4,771,364</u>	<u>\$ 5,270,719</u>	<u>\$ 6,478,416</u>	<u>\$ 7,388,834</u>
0.00%	0.00%	0.00%	0.00%	0.00%

Table 10

City of Coolidge
Pledged-Revenue Coverage
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended June 30	Revenue Bonds					Percent Coverage
	Operating Revenue*	Less: Operating Expenses	Net Operating Revenue	Debt Service		
				Principal	Interest	
2025	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note The City of Coolidge did not have pledged revenue debt in the fiscal year ended 2024 and the nine years preceding it. Information regarding debt can be found in the "Ratios of Outstanding Debt by Type" Table of the Statistical Section of the ACFR, and the Notes to the Financial Statements.

* The nature of the revenue pledged for the above revenue bond was sales taxes.

Table 11

City of Coolidge
Demographic and Economic Statistics
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	City Population	County Population	County Personal Income ⁺ (in thousands)	County Per Capita Personal Income	School Enrollment	Education Level in Years of Schooling	City Unemployment Rate
2016	12,311	413,312	11,255,255	27	3,232	13 to 16	7.4%
2017	12,528	418,540	11,689,781	28	2,127	13 to 16	5.7%
2018	12,698	430,237	11,923,577	28	4,261	13 to 16	7.0%
2019	12,993	438,842	12,162,048	28	3,500	13 to 16	6.5%
2020	13,130	462,789	12,405,289	27	3,503	13 to 16	15.5%
2021	14,291	439,128	12,653,395	29	2,637	13 to 16	12.90%
2022	15,300	445,251	16,136,243	36	3,678	13 to 16	10.00%
2023	15,984	453,924	21,705,576	48	3,535	13 to 16	10.60%
2024	18,945	483,944	17,039,873	35	3,708	13 to 16	13.00%
2025	19,674	541,329	23,007,911	43	3,873	13 to 16	15.30%

Sources: Central Arizona Governments, Bureau of Economic Analysis, Arizona Department of Commerce, Bureau of Labor and Statistics, Arizona Department of Education, US Census Bureau.

⁺ 2020+ amount estimated as data was not available at time of publishing (6% increase this year)

Table 12

City of Coolidge
Principal Employers
Current Year and Ten Years Ago
(Unaudited)

Major Employer ¹	Fiscal Year			Fiscal Year		
	2025			2016		
	Employees	Rank	Percentage of Total City Employment*	Employees	Rank	Percentage of Total City Employment*
Coolidge Schools	328	2	17.61%	308	1	28.62%
Wal Mart	265	3	14.22%	196	2	18.22%
City of Coolidge	173	4	9.29%	132	3	12.27%
Bright International	155	5	8.32%	139	5	12.92%
Imagine Schools	132	6	7.09%	97	4	0.00%
Safeway	121	7	6.49%	68	6	0.00%
McDonalds	55	8	2.95%	65	7	6.04%
Garrett Motors	46	9	2.47%	39	8	0.00%
Lucid	560	1	30.06%	-	10	0.00%
Crop Production Services/Nutrien	28	10	1.50%	32	9	2.97%
Total	<u>1,863</u>			<u>1,076</u>		

¹Source: Employer Data, Census and CAG

Table 13

City of Coolidge
 Full-time Equivalent City Government Employees by Function
 Last Ten Fiscal Years
 (Unaudited)

Fiscal Year	Function/Program						Total
	General Government	Public Safety	Highways and Streets	Transportation	Culture and Recreation	Redevelopment and Housing	
2015	33.10	78.75	9.75	12.50	26.53	5.05	165.68
2016	34.70	79.00	10.75	12.50	26.53	4.30	167.78
2017	35.40	77.75	11.05	12.50	26.91	4.60	168.21
2018	35.40	77.75	11.05	12.50	26.91	5.02	168.63
2019	35.90	77.75	11.05	12.50	26.91	5.02	169.13
2020	35.90	77.75	11.05	12.50	26.91	5.02	169.13
2021	35.90	77.75	11.05	12.50	26.91	5.02	169.13
2022	35.90	77.75	11.05	12.50	26.91	5.02	169.13
2023	35.13	79.75	13.35	11.00	12.00	2.00	153.23
2024	41.90	81.75	15.35	11.00	28.91	2.00	180.91
2025	42.65	71.00	16.45	11.00	29.72	2.00	172.82

Source: City Budget

City of Coolidge
 Operating Indicators by Function
 Last Ten Fiscal Years
 (Unaudited)

Function	Fiscal Year	
	2025	2024
General Government		
# Registered voters*	10,568	10,340
# Votes cast last primary election*	-	2,017
<i>City Court</i>		
Charges filed/charges adjudicated (resolved)	3,537	4,219
<i>Communications & Public Information</i>		
News releases/media updates	24	21
Traffic construction alerts	21	10
Total newsletter pages sent to citizens	16	16
Web pages created/updated	114	110
Number of visits to website	681,083	663,826
Number of web pages viewed	685,392	668,830
Number of graphics/photography projects completed	112	97
Police		
# Total arrests	848	929
# Moving violations citations	15,632	1,602
Total calls for service	28,970	27,962
Total 911 calls	7,100	8,960
Total Part I Crimes	735	829
Fire		
# All Emergency Responses	3,549	3,395
# Fire/Haz Mat Responses	170	147
# Emergency Medical Responses	2,421	2,195
# Other Responses (False Alarms, Mutual Aid, Extrication, rescue, etc.)	958	1,053
Financial Services		
# accounts payable checks issued	3,325	3,065
# purchase orders	95	60
Planning and Development		
Customer wait-time (in minutes) at One Stop Shop	2	2
Total Number of Permits Issued	639	628

* Voter registration is taken every two years.

All years denoted with a "-" indicate that the records for that specific statistic was not determined in that fiscal year.

Source: City of Coolidge

Table 14

Fiscal Year							
2023	2022	2021	2020	2019	2018	2017	2016
4,555	8,568	8,027	7,729	6,538	5,973	6,084	5,780
2,024	-	-	1,809	0	1,490	0	1,439
6,154	5,889	5,345	5,740	5,688	5,468	4,884	4,256
36	34	31	37	31	18	21	20
10	7	8	5	10	12	10	6
16	16	16	16	16	16	16	16
141	139	142	131	124	107	110	117
725,662	714,068	658,104	631,996	559,274	701,243	663,826	731,456
729,001	716,742	660,844	633,216	561,768	703,156	668,830	733,145
169	142	138	129	124	101	97	94
1,074	1,050	1,298	1,054	925	1,216	1,104	1,212
1,594	951	920	722	924	985	1,046	1,172
31,027	26,395	23,521	25,203	26,200	26,188	26,917	29,195
8,347	8,644	8,105	8,307	7,272	7,223	8,562	8,837
1,056	1,205	1,134	1,405	473	503	646	635
2,284	2,131	2,020	1,922	1,919	1,756	1,638	1,061
130	77	262	320	277	205	150	88
1,370	1,092	1,195	1,112	1,243	1,159	1,143	594
784	962	563	490	399	387	345	379
3,082	2,853	2,875	3,087	2,910	2,884	3,004	3,024
86	26	40	42	35	17	71	66
2	2	3	2	2	2	1	1
646	1105	1424	634	489	239	271	212

City of Coolidge
 Operating Indicators by Function
 Last Ten Fiscal Years
 (Unaudited)

Function	Fiscal Year	
	2025	2024
Human Resources		
# of new hires (FT & PT)	94	91
# of new hires (Vol)	0	0
HR Operating cost as percentage of city payroll	0.01%	0.01%
Parks, Recreation and Library		
# attending Park & Recreation facilities annually (Aquatics)	219,317	215,440
# of square feet of medians and rights of way maintained	1,606,233	1,606,233
# of Library visits annually	41,439	41,083
# of Library materials checked out annually	54,343	61,019
Economic Vitality		
Sales Tax growth (% annual change)	14%	-17%
Construction Tax (% annual change)	-40%	-40%
Municipal Services		
# of homes serviced by Residential Refuse Collection	4,927	4,806
Tons of refuse and garbage hauled to transfer station/landfill	9,063	8,885
Transit Services		
Passenger Trips	29,139	30,791
Project Miles	183,399	197,396
Vehicle Service Hours	12,224	12,329
Wastewater		
Sewer Service Connections	6,780	8,379
Sewage Treated (millions gallons per day)	1.008	0.89
Sewage Treated (millions gallons per year)	341	321
Other Public Works		
Street resurfacing (miles)	9.17	12.13
Potholes repaired (estimate)	17,585	10,960
Streets/Roads Maintained (miles)	239	604
Citizen & Neighborhood Resources		
# of new Code Enforcement cases processed per year	370	555
# of Animal control calls for service	896	906
Neighborhood Revitalization		
# Home Emergency Repair (roofs, heating, air conditioning, etc.)	0	0
# Houses rehabilitated or replaced	2	2

All years denoted with a "-" indicate that the records for that specific statistic was not determined in that fiscal year.
 Source: City of Coolidge

Continued
Table 14

Fiscal Year							
2023	2022	2021	2020	2019	2018	2017	2016
102	90	105	51	39	72	57	67
2	0	4	3	0	4	0	4
0.01%	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%
207,154	198,423	197,526	193,653	217,323	217,371	217,212	217,093
1,606,233	1,606,233	1,606,233	1,606,233	1,606,233	1,606,233	1,606,233	1,606,233
38,110	36,668	24,319	44,556	57,349	66,498	74,530	79,159
59,229	51,825	41,894	55,371	74,183	63,652	65,388	72,112
17%	31%	56%	21%	-1%	3%	3%	-4%
23%	51%	218%	134%	-44%	182%	-6%	5%
4,689	4,553	4,420	3,175	3,075	3,850	3,800	3,800
8,711	8,499	8,291	5,965	5,800	5,500	5,300	5,180
27,072	24,943	19,549	26,157	31,669	31,452	36,673	49,144
207,393	203,359	205,559	201,794	197,311	203,487	221,611	225,018
13,904	14,390	14,589	13,878	14,384	14,886	15,022	15,266
8,135	7,114	5,277	3,824	3,724	3,717	3,714	3,714
0.9	0.82	0.08	0.67	0.68	0.65	0.65	0.65
328	299	292	266	249	196	196	196
11.74	6.5	4.7	5.5	3.50	3.50	5.38	12.98
7,968	6,375	5,200	4,900	4,600	4,200	4,900	5,200
396	242	231	226	221	219	215	212
238	183	160	193	169	60	432	284
641	730	522	777	875	1,181	928	1,155
0	1	0	0	1	0	0	1
2	0	3	2	3	2	3	4

City of Coolidge
 Capital Asset Statistics by Function
 Last Ten Fiscal Years
 (Unaudited)

Function	Fiscal Year			
	2025	2024	2023	2022
Public Safety				
Police:				
Stations	1	1	1	1
Police Vehicles	44	38	40	40
Fire Stations				
Stations	1	1	2	2
Fire Apparatus	6	6	6	7
Other Vehicles	4	3	3	2
Highways and Streets				
Street (miles)	594	594	423	263
Streetlights	835	835	835	835
Traffic signals (City does not own)	10	10	9	7
Culture and Recreation				
Parks	12	12	12	12
Parks Acreage	91	91	91	91
Swimming Pools (City does not own)	1	1	1	1
Tennis Courts (City does not own)	8	8	8	8
Community Centers	1	1	1	1
Libraries	1	1	1	1
Transit				
Buses	12	12	12	12
Bus Stops	38	38	38	41
Wastewater				
Sanitary Sewers (miles)	86	86	86	85
Storm Sewers (miles)	3	3	3	3
Treatment capacity (thousands of gallons)	2.0 MGD	2.0 MGD	2.0 MGD	2.0 MGD

Source: City of Coolidge

Table 15

Fiscal Year					
2021	2020	2019	2018	2017	2016
1	1	1	1	1	1
35	35	36	36	37	36
2	3	3	3	3	3
6	6	6	7	7	8
3	2	2	2	2	3
231	226	221	219	215	212
827	828	792	788	785	781
7	8	7	7	7	7
12	12	12	12	12	12
91	91	91	91	91	91
1	1	1	1	1	1
8	8	8	8	8	8
1	1	1	1	1	1
1	1	1	1	1	1
12	12	11	11	11	11
41	41	41	41	41	41
73	73	73	73	73	73
3	3	3	3	3	3
2.0 MGD	2.0 MGD	2.0 MGD	2.0 MGD	2.0 MGD	2.0 MGD