



**ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FOR YEAR ENDING, JUNE 30, 2022**

**CITY OF PAGE, ARIZONA**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED**

**JUNE 30, 2022**

**PREPARED BY:**

**CITY OF PAGE FINANCE DEPARTMENT**

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# CITY OF PAGE, ARIZONA

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December 15, 2022

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

State law requires that all general-purpose local governments publish, within six months of the close of each fiscal year, a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the City of Page for the fiscal year ended June 30, 2022.

This report consists of management's representations concerning the finances of the City of Page. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Page has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Page's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Page's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute assurance, that the financial statements will be free of material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Page's financial statements have been audited by HintonBurdick, PLLC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Page for the fiscal year ended June 30, 2022, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of Page's financial statements for the fiscal year ended June 30, 2022, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

## **PROFILE OF THE GOVERNMENT**

The City of Page, incorporated in 1975, is located in northern Arizona just south of Lake Powell. The City's boundaries currently enclose approximately 37 square miles in Coconino County with a population estimate from the 2020 Census Bureau of 7,531 and an elevation of 4,300 feet.



The City of Page operates under the Council-Manager form of government. The Common Council, which has policy-taking and legislative authority, consists of a mayor and a six-member council. The Council is responsible for, among other things, passing ordinances, resolutions and adopting the annual budget. They also appoint committees and hire the City Manager, City Attorney, City Clerk, City Magistrate and General Manager for the Page Utility Enterprises. The City Manager is responsible for carrying out the policies, ordinances and resolutions of the Council, and for overseeing the day-to-day operations of the City overall; the utility General Manager manages the electric, water, sewer and refuse enterprises pursuant to City ordinance. The City Council is elected on a nonpartisan "at large" basis. Council members are elected to four-year staggered terms with three council members elected every two years. The qualified electors of the City directly elect the Mayor for a two-year term.

The City of Page provides a full range of services, including water, sewer, electric, police and fire services, planning, zoning, and building code enforcement, the construction and maintenance of streets and other infrastructure, along with recreational activities and cultural events.

City of Page owns and operates its own municipal electric, water, and sewer utilities, dba Page Utility Enterprises (PUE). The utilities are governed by the Page City Council and PUE Board, functioning pursuant Page City Ordinance 588-12. PUE currently serves the citizens of Page within the City's corporate boundaries. Due to the isolation of the area, PUE also serves many of the residents and commercial enterprises outside Page's corporate boundaries.

With regard to general fund departments and operations, the City Manager presents a proposed, balanced budget to the City Council for review. The proposed budget is presented in the Spring of each year. The proposed budget with any additions or deletions becomes the tentative budget, which is usually presented to Council for preliminary adoption in May. The preliminary budget is then presented to the City Council for final adoption no later than July. The legal level of budgetary control is established at the fund level.

## **FACTORS AFFECTING FINANCIAL CONDITION**

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 Page operates.

**Local Economy.** The City of Page depends on the recreational businesses that serve the visitors that pass through our City during summer months. The National Park Service estimates that the Page/Lake Powell area received around 3.5 million visitors in 2021, up 46% over 2020 numbers. This is reflection of moving toward the end of the Covid-19 pandemic numbers and their effect on tourism for the Page area.

Lake Powell is the center of recreational opportunities for Page. The lake has 1,960 miles of shoreline, which is longer than the entire West Coast of the continental United States.

Although the City of Page itself has an estimated population of 7,375, it services the needs of its surrounding communities including an additional 45,000 people within a 75-mile radius.

Since the closure of the Salt River Project Navajo Generating Station (NGS) on November 18, 2019, the tourism service businesses have provided the stability and contributions to the Page economy. A lot of these businesses host only seasonal employment jobs that run the months from March through November. We are very grateful to the businesses that have made efforts to remain open and to serve, not only the tourism community, but the local community as well.

Recognizing that NGS will always be remembered as playing a significant role in the local economy, the City is concentrating our efforts to support the future economic vitality of our community through the implementation of our Strategic Plan.

**Long-Term Financial Planning.** The City of Page 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.

During FY 2020/2021, the Mayor and Council continued to focus on debt reduction and revenue acquisition.

The City addressed its "bond debt" obligations and was dedicating 85% of 1% of our City Transaction Privilege Tax to be paid toward the Series 2011 Bond debt balance. On July 1, 2021, the City Council completely retired the bond debt for the Series 2011 Bond Debt. In February 2020, Ordinance 668-20 was adopted by Council and 1% of the City Sales Tax revenue is now dedicated to Capital Projects (70%), the Emergency Reserve Fund (15%) and other Long Term Liabilities (15%).

The City of Page's taxable revenue for the General Fund was on a path to increase by 10% to 20% in the year (2021) prior to COVID-19 and the nationwide lockdown. In fiscal year 2020, the taxable value decreased by \$2,065,276, and in fiscal year 2021, we saw yet another decrease of \$913,379. Overall, Page is showing a gradual decrease in sales tax contributions to the General Fund since the pandemic hit hard in 2019. In fiscal year 2021, our revenue is still down from the prior year at a rate of 7.5% but are recouping at a slow rate.

The City of Page saw a substantial increase in health insurance cost this year. A nearly 12% increase was absorbed this year. In reviewing the past performance of our policy, Page has been very lucky to be able to keep this cost down. For over the last five years an increase of just over 2% was passed on to the General Fund budget. With this ever-increasing expense the City Council may need to consider a greater contribution from the employee. I will continue to review our policy and continue to entertain new options for employee health insurance coverage.

In fiscal year 21/22, we reported 148 full time equivalent employees, which was around an 8% reduction in workforce from the previous year. In the fiscal year 22/23 budget year we have been fortunate to replace and exceed that 8% reduction in 2022 and increase our work force back up to 161 FTE's. The departments that have seen changes are Fire, Police, Parks & Trails Maintenance, Horseshoe Bend, Recreation, Community Center, Library, Information Technology, Finance, Human Resource, and Lake Powell National Golf Course. Receiving Covid Relief Funds also allowed us to allocate assistance in providing personal protective equipment to various departments within the City government; assist in purchasing needed public safety equipment; and plan some capital projects needed at the municipal airport. With these changes the City of Page has positioned itself for continued financial success in the coming years.

## **AWARDS AND ACKNOWLEDGEMENTS**

**Awards.** The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its annual comprehensive financial report for the fiscal year

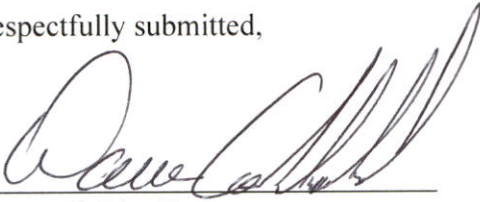


ended June 30, 2021. This was awarded to the City of Page, making this the twelfth consecutive year that the City has received this prestigious award, in addition to receiving this award from 1992-2001.

In order to be awarded this certificate, the City published an easily readable and efficiently organized annual comprehensive financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements. We believe the current annual comprehensive financial report continues to meet the program's requirements and we are submitting it to GFOA to determine its eligibility for the fiscal year 2020-22 certificate.

**Acknowledgements.** The preparation of this report is due to the effective and dedicated efforts of the Finance Department staff. Beyond these efforts, this report is representative of the collaboration and hard work of employees at all levels of the organization; the excellence of the financial administration; and the leadership of the Mayor and City Council. For the efforts of all of these people, we wish to express our sincere gratitude.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Darren Coldwell", written over a horizontal line.

Darren Coldwell  
City Manager

A handwritten signature in blue ink, appearing to read "Linda L. Watson", written over a horizontal line.

Linda L. Watson  
Finance Director

# City of Page

## Members of City Council

William Diak, *Mayor*  
John Kocjan, *Vice Mayor*  
David Auge  
Brian Carey  
Theresa Lee  
Richard Leightner  
Rick Yanke

## City Appointed Officials

Darren Coldwell  
*City Manager*

Joshua Smith  
*City Attorney*

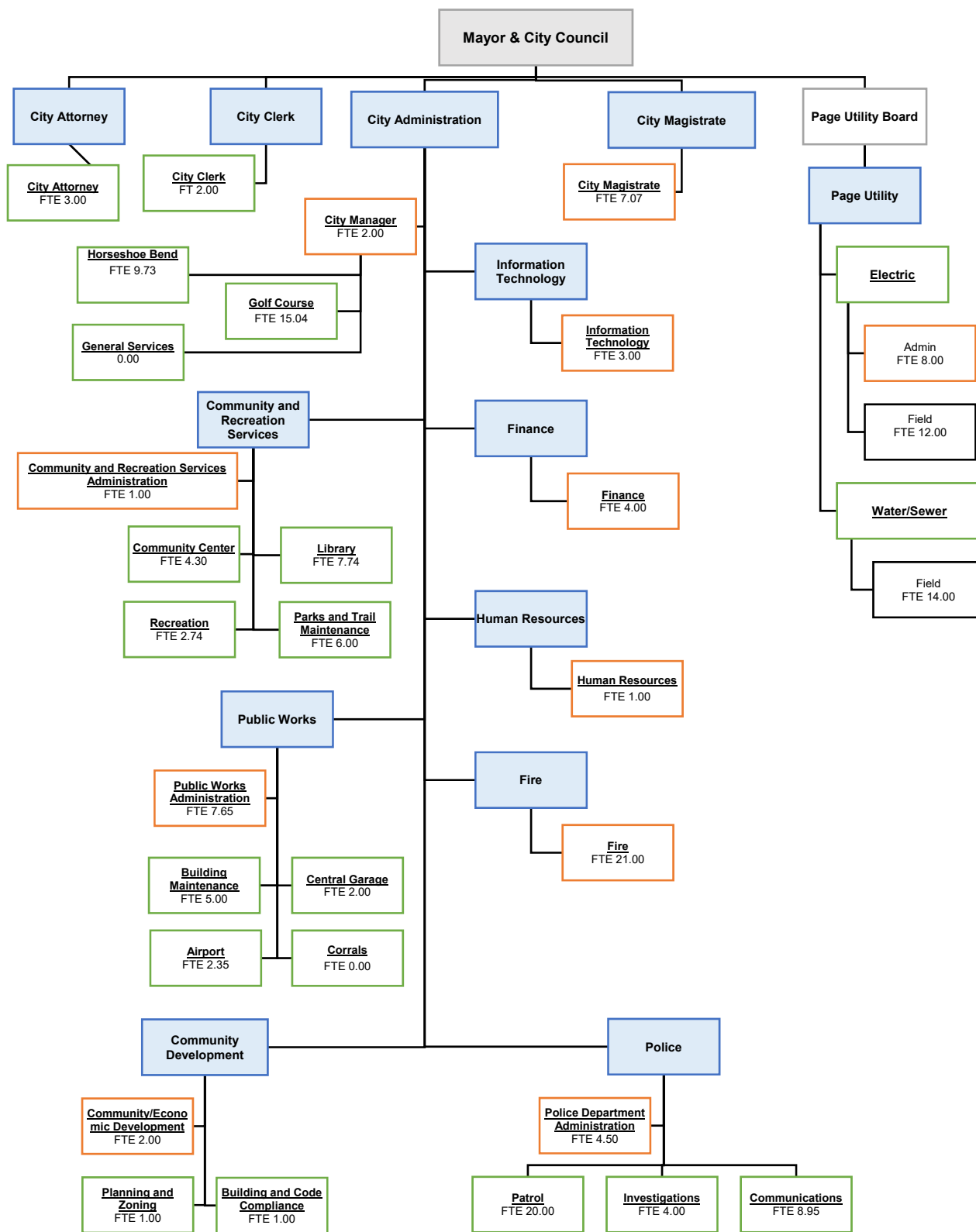
Kim Larson  
*City Clerk*

Andrew Hettinger  
*City Magistrate*

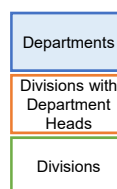
Bryan Hill  
*Page Utility Enterprises*

## Departments

Airport	Kyle Christiansen
Community Development	Tim Suan
Community & Recreation Services	Lynn Cormier
Finance	Linda Watson
Fire	Chief Jeff Reed
Human Resources	Rachell French
Information Technology	Kane Scott
Police	Chief Tim Lange
Public Works	Kyle Christiansen



FTEs displayed are budgeted numbers





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Page  
Arizona**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2021

*Christopher P. Morill*

Executive Director/CEO

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## **FINANCIAL SECTION**

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## **Independent Auditors' Report**

The Honorable Mayor and  
City Council  
Page, Arizona

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

#### ***Opinions***

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Page, Arizona (the City), as of and for the year ended June 30, 2022, 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 accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

As described in Note 2 to the financial statements, in fiscal year 2022, the City implemented the provisions of GASB Statement No. 87, Leases. Our opinion is not modified with respect to this matter.

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

The City's 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's ability to continue as a going concern for one year after the date that the financial statements are issued or when applicable, one year after the date that the financial statements are available to be issued.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City'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'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, the schedules of the proportionate share of the net pension/OPEB liabilities, the schedule of changes in the net pension/OPEB liabilities and related ratios, the schedule of pension/OPEB contributions, and the budgetary comparison 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 supplementary budgetary comparison schedule for major funds, the nonmajor fund combining statements and budgetary comparison 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 supplementary budgetary comparison schedule for major funds, the nonmajor fund combining statements and budgetary comparison schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory section and statistical section but does not include the financial statements and our auditor's report thereon. Our opinions on the 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 financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2022, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.

*HintonBurdick, PLLC*

Gilbert, Arizona  
December 15, 2022



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**CITY OF PAGE, ARIZONA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**For the Year Ended June 30, 2022**

As management of the City of Page, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2022. This discussion and analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the City's financial activity (3) identify changes in the City's financial position (4) identify any material deviations from the financial plan (the approved budget) and (5) identify individual fund issues or concerns.

The discussion and analysis (MD&A) has a different focus and purpose than the transmittal letter of this report and is designed to be read in conjunction with the transmittal letter as well as the basic financial statements beginning on page 16 and the accompanying notes to the basic financial statements.

**FINANCIAL HIGHLIGHTS**

- The City's total net position at the close of the fiscal year was \$178,872,831. This amount is comprised of \$115,076,811 in capital assets net of related debt, \$10,103,029 restricted net position and \$53,629,991 in unrestricted net position. This position reflects an overall net increase of \$6,119,128 from prior year and is due primarily to an increase in cash and cash equivalents in both our Governmental and Business Type Activities. We received \$2.4 million more in tax revenue than was budgeted in this year, showing the comeback of our tourism economy within our city limits. Due to the City being proactive in paying off our unfunded liability balances with the Public Safety Personnel Retirement System, we have realized a net increase in our Net Pension/OPEB asset by nearly \$2 million this year. The reporting structure with GASB 68 and the requirement to report long term pension liabilities for both the governmental activities and the business-type activities changes were made in prior year's reporting. This fiscal year we see a total of \$4,808,874 in deferred inflows related to pensions for both Governmental and Business-type Activities. In addition, we see that the deferred inflows related to leases is reporting at \$3,288,503 from the Governmental Activities. These total deferred inflows of resources are reported as required by the Governmental Accounting Standards Board (GASB).
- City Sales tax remains the single largest revenue source in the General Fund budget for the City of Page. This fiscal year, city tax revenue increased from last year by \$2.4 million. This increase is a direct result the increase in tourism since the prior two year's dealing with the results of the COVID-19 pandemic. The City has in the past, budgeted conservatively and brought in higher revenues to build our cash reserves. This fiscal year we budgeted to receive tax revenue in the amount of \$12.25 million, and we received \$13,609,436 million by June 2022. While the hotel category remains the prime driver of the tax revenue in bringing in \$3.8 million, the retail sales and restaurant categories combined pulled in \$5.6 million of the sales tax revenue to the City of Page.
- The City received capital grants in the amount of \$286,196 from the Federal Aviation Administration and Arizona Department of Transportation for the South Ramp Construction Project this year. This project experienced some delays in the design and construction area, and we look forward to that project moving forward in FY 2023. These infrastructure improvements slightly increased our capital assets once again this fiscal year.
- In addition to capital grants, the City receives Federal and State funds to support City programs and non-capital items such as bulletproof vests for our police officers; Community Development Block Grants for our community improvements; Northern Arizona Council of Governments (NACOG) assists in funding part of our Community Center Meal Program; and County and State funds are

distributed to our local Library. The U.S. Department of Transportation has assisted the City of Page with a grant for Essential Air Service for air travel in and out of Page, Arizona. This fiscal year, the City received almost \$4.4 million dollars in federal grant funds for this service.

- The City's cash reserves remain an important focus for management and the City Council. Seven years ago, the City Council approved the first investment of \$6 million to be invested outside of the Local Government Investment Pool (LGIP) in CD's and Government Agency Bonds. As of June 30, 2022, the City had earned a total of \$1.02 million in interest from those outside investments. The City Council authorized additional investments to be made over the years for a total investment balance of \$13.4 million. The balance remaining in the City of Page LGIP accounts as of June 30, 2022 was approximately \$18.7 million, with \$77,563 being reserved for Highway User Revenue Fund; \$2.5 million in the General Operating Account, and \$4.3 million in the Horseshoe Bend Account.
- As of July 1, 2021, the 2011 Series Bond was paid in full with the final \$5.15 million principal payment. In addition, capital leases were paid for Golf Course Equipment this year, in the amount of \$88,019. The leases paid for the patrol vehicles in fiscal year 2022 totaled \$204,085 and the remaining balance is slated to pay off in August 2022. Overall, the total principal on outstanding long-term debt currently held by the City of Page on June 30, 2022 was \$630,263. A significant reduction from prior years as the Council and City Manager's goal is to reduce outstanding debt.

## **USING THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The three components of the financial statements are: (1) Government-wide financial statements which include the Statement of Net position and the Statement of Activities. These statements provide information about the activities of the City as a whole. (2) Fund financial statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. (3) Notes to the financial statements.

### **Reporting the City as a Whole**

#### **The Statement of Net Position and the Statement of Activities (Government-wide)**

A frequently asked question regarding the City's financial health is whether the year's activities contributed positively to the overall financial well-being. The Statement of Net Position and the Statement of Activities provide information about the City and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is like the accounting used by most private-sector companies. All the current year's revenues and expenses are considered regardless of when cash is received or paid.

These two statements report the change in the City's net position. Net position, the difference between assets and liabilities, are one way to measure the City's financial health, or financial position. Over time, increases or decreases in net position are an indicator of whether the financial health is improving or deteriorating. However, it is important to consider other non-financial factors such as changes in the City's sales tax revenue or condition of the City's roads to accurately assess the overall health of the City.

The Statement of Net Position and the Statement of Activities, present information about the following:

- Government activities – All of the City's basic services are governmental activities, including general government, public safety, public works/streets, economic development, culture and recreation, and

payment of long-term debt. Sales tax, federal grants, intergovernmental revenues and charges for services finance most of these activities.

- Proprietary activities/Business type activities – The City charges a fee to customers that is intended to cover all or most of the cost of the services provided for water, sewer, sanitation, and electricity.

## **Reporting the City's Most Significant Funds**

### **Fund Financial Statements**

The fund financial statements provide detailed information about the most significant funds—not the City as a whole. Some funds are required to be established by State law and by bond covenants. However, management establishes many other funds which aid in the management of money for purposes or meet legal responsibilities associated with the usage of certain taxes, grants, and other money. The City's two major kinds of funds, governmental and proprietary, use different accounting approaches as explained below.

- Governmental funds – Most of the City's basic services are reported in governmental funds. Governmental funds focus on how resources flow in and out with the balances remaining at year-end that are available for spending. These funds are reported using an accounting method called the modified accrual accounting method, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Government fund information shows whether there are more or fewer financial resources that can be spent soon to finance the City's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliations included with the Basic Financial Statements on pages 21 and 24.
- Proprietary funds – When the City charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities.

## **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Net position may serve over time as a useful indicator of the City's financial position. The City's combined assets and deferred outflows exceed liabilities and deferred inflows by \$178.8 million as of June 30, 2022 as shown in the following condensed statement of net position. The City has chosen to account for its Utility operations, Golf and Horseshoe Bend operations in enterprise funds which are shown as Business Activities



**City of Page**  
**Statement of Net Position**

	Governmental activities		Business-type activities		Combined Total	
	6/30/2022	6/30/2021	6/30/2022	6/30/2021	6/30/2022	6/30/2021
Current and other assets	\$ 47,344,472	\$ 39,664,116	\$ 36,009,885	\$ 36,643,381	\$ 83,354,357	\$ 76,307,497
Capital assets	77,203,467	77,627,012	38,367,253	38,833,440	115,570,720	116,460,452
Total assets	124,547,939	117,291,128	74,377,138	75,476,821	198,925,077	192,767,949
Deferred outflows related to pensions/OPEB	2,169,147	3,080,555	971,183	1,153,630	3,140,330	4,234,185
Total deferred outflows of resources	2,169,147	3,080,555	971,183	1,153,630	3,140,330	4,234,185
Long-term liabilities outstanding	4,590,868	11,577,585	3,328,713	4,604,807	7,919,581	16,182,392
Other liabilities	3,831,992	3,580,228	3,479,980	3,669,744	7,311,972	7,249,972
Total liabilities	8,422,860	15,157,813	6,808,693	8,274,551	15,231,553	23,432,364
Deferred inflows related to pensions/OPEB	3,640,374	739,088	1,168,500	76,979	4,808,874	816,067
Deferred inflows related to leases	3,288,503	-	-	-	3,288,503	-
Total deferred inflows of resources	6,928,877	739,088	1,168,500	76,979	8,097,377	816,067
Net position:						
Net investment in capital assets	76,771,123	71,621,631	38,305,688	38,776,831	115,076,811	110,398,462
Restricted	10,103,029	13,299,224	-	-	10,103,029	13,299,224
Unrestricted	24,491,197	19,553,927	29,201,794	29,502,090	53,692,991	49,056,017
Total net position	\$ 111,365,349	\$ 104,474,782	\$ 67,507,482	\$ 68,278,921	\$ 178,872,831	\$ 172,753,703

The City has \$198.9 million in total assets, with \$115,076,811 in capital assets (net of depreciation). The City's water, sewer, sanitation, electric enterprise and Golf and Horseshoe Bend operations are included in the Business-type activities column. These operations are capital intensive, using a large portion of their resources to maintain and replace major equipment and facilities.

**Governmental Activities**

The City's programs include: General Government, Public Safety, Public Works/Streets, Economic Development, Community Support, Culture and Recreation, Water, Sewer, Sanitation, Electric, Golf and Horseshoe Bend. Each programs' net cost (total cost less revenues generated by the activities) is presented in the following table – Changes in Net Position. The net cost shows the extent to which the City's general taxes support each of the City's programs.

**City of Page**  
**Changes in Net Position**

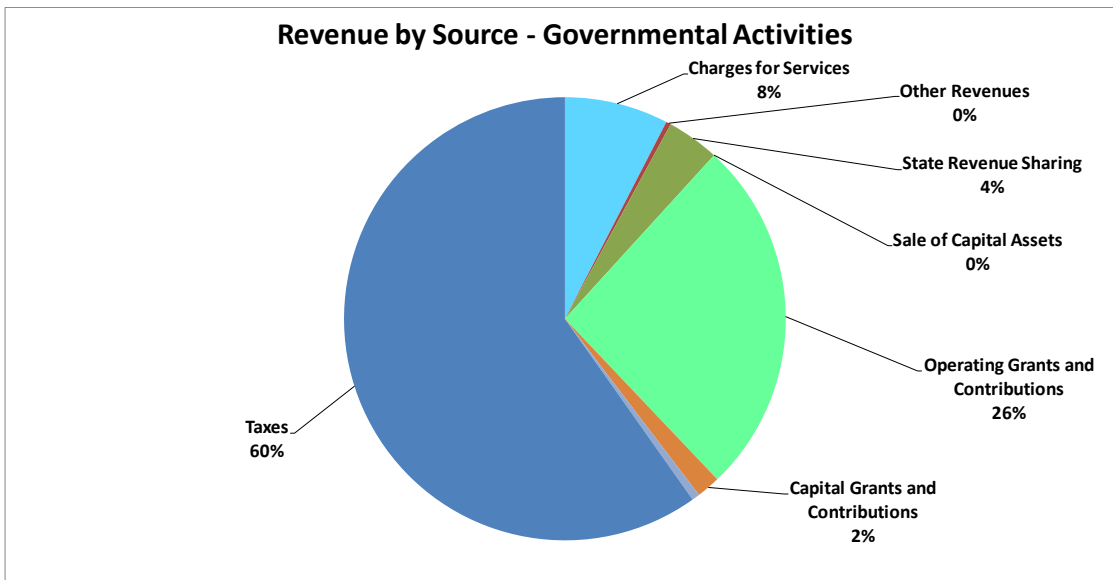
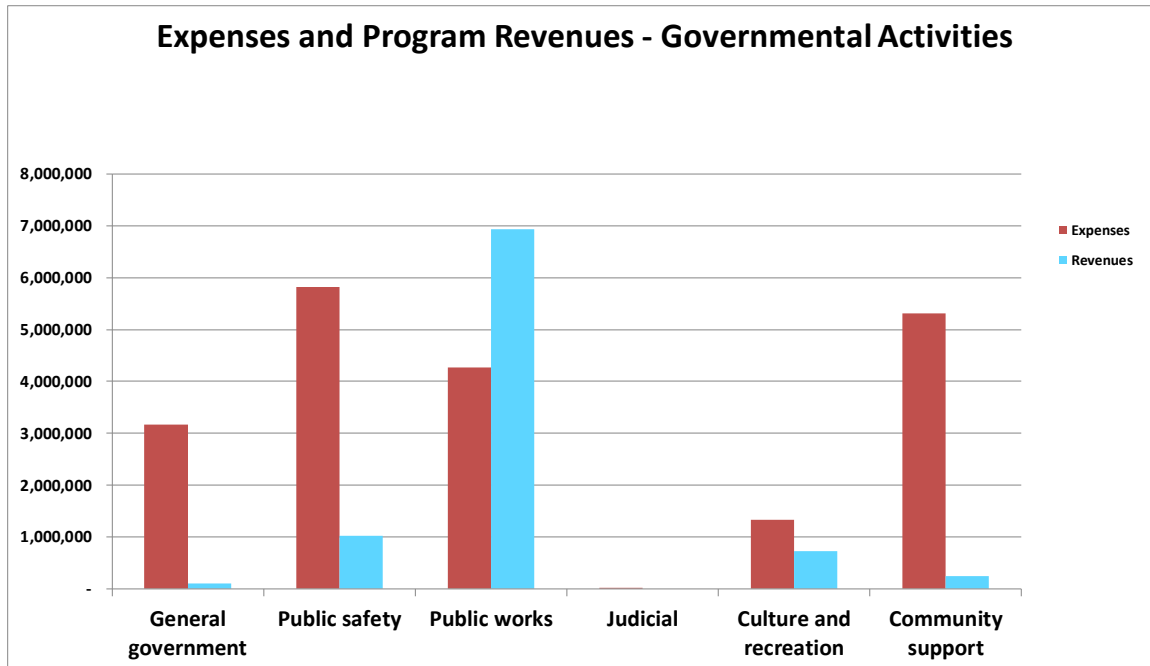
	Governmental activities		Business-type activities		Combined Total	
	6/30/2022	6/30/2021	6/30/2022	6/30/2021	6/30/2022	6/30/2021
Revenues:						
Program revenues:						
Charges for services	\$ 1,941,041	\$ 1,925,694	\$ 18,672,911	\$ 18,022,168	\$ 20,613,952	\$ 19,947,862
Operating grants and contributions	6,671,846	6,766,527	-	-	6,671,846	6,766,527
Capital grants and contributions	440,459	1,774,556	-	3,565	440,459	1,778,121
General revenues:						
Taxes	15,283,009	12,729,689	-	-	15,283,009	12,729,689
State revenue sharing	981,403	1,075,999	-	-	981,403	1,075,999
Investment Income	(146,481)	559,284	32,616	9,219	(113,865)	568,503
Gain/(Loss) on disposal of asset	-	-	1,800	2,505	1,800	2,505
Other revenue/(expense)	90,417	61,921	-	-	90,417	61,921
Total revenues	<u>25,261,694</u>	<u>24,893,670</u>	<u>18,707,327</u>	<u>18,037,457</u>	<u>43,969,021</u>	<u>42,931,127</u>
Expenses:						
General government	3,164,721	3,253,282	-	-	3,164,721	3,253,282
Public safety	5,824,832	6,023,874	-	-	5,824,832	6,023,874
Public works/Streets	4,264,878	4,175,997	-	-	4,264,878	4,175,997
Judicial	9,649	7,886	-	-	9,649	7,886
Culture and recreation	1,333,513	1,024,384	-	-	1,333,513	1,024,384
Community support	5,309,658	4,583,515	-	-	5,309,658	4,583,515
Interest on long-term debt	14,779	297,258	-	-	14,779	297,258
Water	-	-	1,853,181	1,743,042	1,853,181	1,743,042
Sewer	-	-	1,620,118	1,563,422	1,620,118	1,563,422
Sanitation	-	-	812,728	772,221	812,728	772,221
Electric	-	-	10,929,498	10,160,062	10,929,498	10,160,062
Golf	-	-	1,439,084	1,429,749	1,439,084	1,429,749
Horseshoe Bend	-	-	1,268,940	1,212,255	1,268,940	1,212,255
Total expenses	<u>19,922,030</u>	<u>19,366,196</u>	<u>17,923,549</u>	<u>16,880,751</u>	<u>37,845,579</u>	<u>36,246,947</u>
Increase (Decrease) in net position before transfers	5,339,664	5,527,474	783,778	1,156,706	6,123,442	6,684,180
Transfers	1,550,903	2,420,584	(1,550,903)	(2,420,584)	-	-
Change in net position	6,890,567	7,948,058	(767,125)	(1,263,878)	6,123,442	6,684,180
Net position, beginning	104,474,782	96,526,724	68,278,921	69,542,799	172,753,703	166,069,523
Net position, ending	<u>\$ 111,365,349</u>	<u>\$ 104,474,782</u>	<u>\$ 67,507,482</u>	<u>\$ 68,278,921</u>	<u>\$ 178,872,831</u>	<u>\$ 172,753,703</u>

The cost of all governmental activities this year was \$19.92 million, while the cost of all business-type activities totaled \$17.9 million, bringing the total expenses for the government to \$37.8 million. The cost of the governmental activities was financed by general and other revenues which are primarily made up of the tax collections and state shared revenues received by the City that total \$16.26 million. The balance was funded from revenues collected by the City for fees, charges and grant funds.

The business-type activities expenses were funded by service fees charges for water, sewer, electric, sanitation services and fees for Golf and Horseshoe Bend. The total revenue received for the business-type activities during the year was \$18.6 million, which is \$650,743 more than the prior year. The increase in revenues is mainly from the \$569,619 increase in charges for services which was largely due to the increase of visitation at Horseshoe Bend and the revenue the parking fees generated. Total expenses for the business-

type activities of \$17.9 million are \$1 million more than the prior year which is mainly due to an increase in power costs of \$2.5 million.

The following graphs compare program expenses to program revenues and provide a breakdown of revenues by source for all government activities.

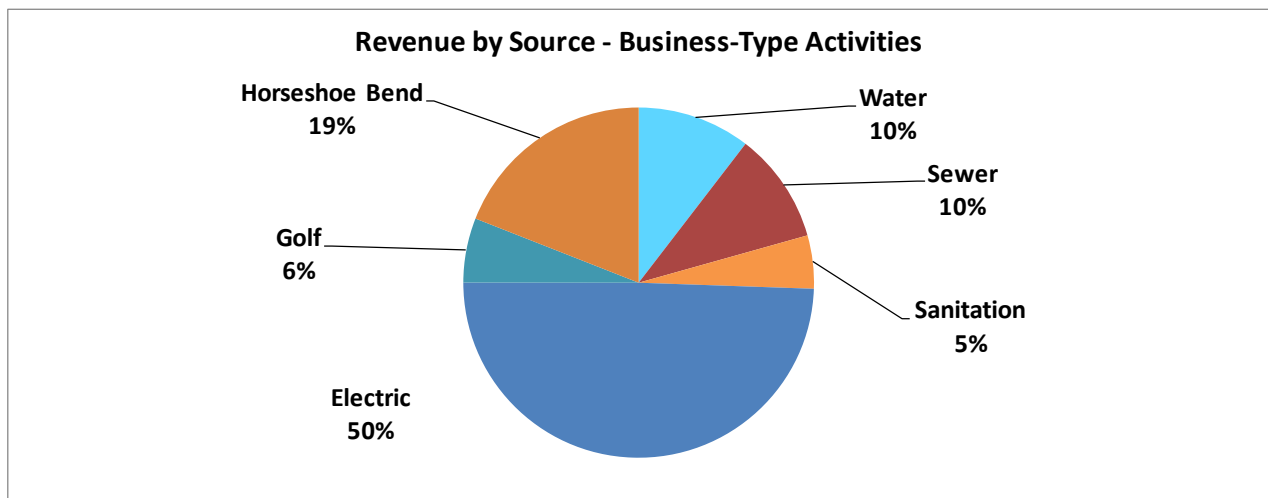
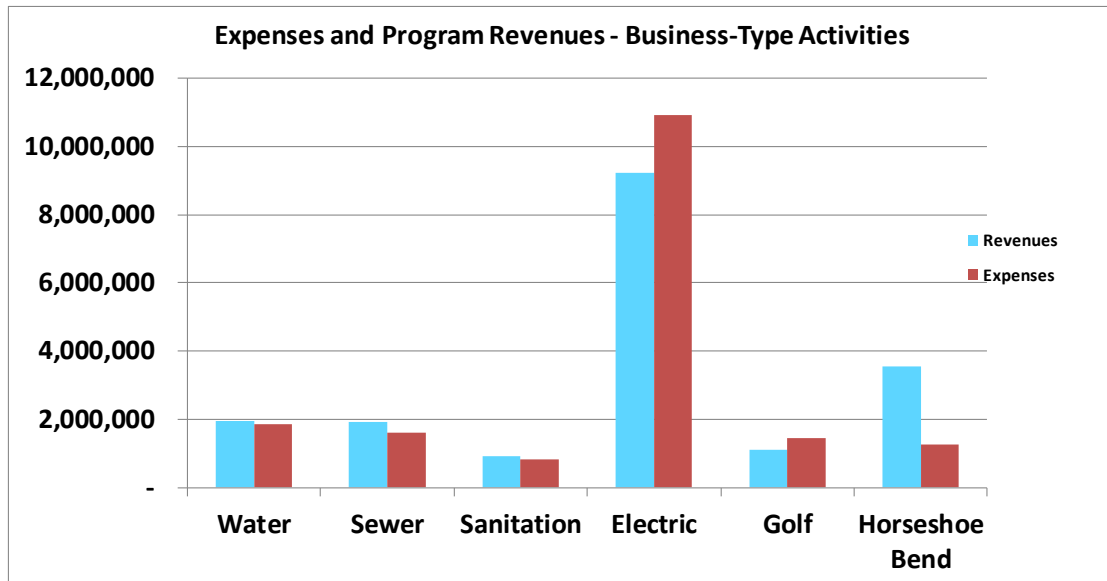


## Business Type Activities

The net position of the Business Type activities on June 30, 2022, as reflected in the Statement of Net Position, was \$67.5 million. The cost of providing all Business Type activities this year was \$17.9 million. As shown in the statement of Changes in Net Position, the amounts paid by users of the system were \$18.67 million reflecting a \$669,870 increase in revenue from the prior year. The Net Position decreased by \$767,125.

In May 2012, the Mayor and Council passed Ordinance 588-12 which provided for the City Code Chapter 2, Article 8 to be amended and the creation of Page Utility Enterprises to manage the Water and Sewer Utilities as well as Electric, starting on July 1, 2012. Residential sanitation services are provided by Republic Services through a contract with the City of Page and billed through the Utility.

Fiscal year 2021-22 was not a good year for the Electric Utility as the cost of purchased power rose significantly. However, infrastructure improvements did continue, and these two factors combined resulted in a decrease in cash reserves. Management was able to continue with its ambitious five-year plan to modernize the infrastructure of both the Water and Sewer Utilities.



## **Financial Analysis of the Government's Funds**

As noted earlier, the City of Page uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

### **Governmental Funds**

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spend-able resources. Such information is useful in assessing the City of Page's financing requirements. 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 Governmental Funds reported by the City, include the General Fund, Special Revenue Funds, Capital Project Funds and Debt Service Funds.

As of the end of the current fiscal year, the City of Page's governmental funds reported a combined ending fund balance of \$38.7 million, an increase of \$1.32 million in comparison with the prior year. In looking at all of the Governmental Funds for the fiscal year 2022, the City can realize that the increase of \$1.32 million in fund balance is primarily due to the offset in reducing our Debt Service payments by \$5.15 million in conjunction with increases in our General Fund and Capital Projects Fund balances. Within our General Fund, the City realized \$2.4 million more in sales tax revenue that was received over the prior year making the fund balance increase. The Capital Projects fund balance increased \$2.3 million this year from prior year due to the incompletion of two major projects that were budgeted to spend this fiscal year. The City Center/Streetscape project did not move beyond the design/planning phase of the project. In addition, the Public Works Building construction was pushed out to a future year. Both of these projects combined, totaled \$2.25 million of the Capital Fund budget. Since these projects were not completed, the budgeted funds remain in the fund balance as unspent, increasing the balance at the end of fiscal year 2022. Approximately 67.56% of this total amount or \$26.1 million constitutes unassigned fund balance, which is available for new spending at the government's discretion. The remainder of the fund balance is non-spendable, restricted or committed because it has already been committed 1) to pay our PSPRS unfunded liability, 2) to pay for capital improvements or 3) for a variety of other restricted purposes.

The General Fund is the chief operating fund of the City of Page. At the end of the current fiscal year, total fund balance in the General Fund was \$26,150,137, nearly all of which is unassigned. As a measure of liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Both unassigned fund balance and total fund balance represents 211% of total general fund expenditures for fiscal year 2022.

The Highway User Revenue Fund has a total fund balance of \$192,358, all of which is restricted for road and street construction and improvements. The net increase in the fund balance during the current year was \$176,583. The current year Highway User revenues were nearly all utilized for current year street and road maintenance that was completed throughout the City of Page.

### **Proprietary Funds**

The City's Proprietary Funds provide the same type of information found in the Government-wide Financial Statements, but in more detail. At the end of the fiscal year, the unrestricted component of the net position had positive balances for all proprietary funds, Electric, Water, Sewer, Sanitation, Horseshoe Bend, and the newest addition, the Golf Fund.

Revenues and transfers in were less than expenses and transfers out in the proprietary funds by \$767,125 for the fiscal year ended June 30, 2022. This reflects an overall decrease in net position of 1.1% from prior year. Horseshoe Bend saw an increase in net position of \$734,034. This increase is primarily due to the increase in tourism to our community and realized through parking fees for our venue. The Golf fund reported a net position of \$1.69 million, a decrease of \$329,589. This decrease is a direct result of the City transferring the debt for the golf course leases from the General Fund to the Golf fund. The City is in the process of

transitioning all the book expenses that pertain to each individual enterprise fund to the appropriate fund. This will reflect a more accurate fund balance moving forward.

The Electric Utility Fund reduced its fund balance by approximately \$1.67 million because of the significant increase in the cost of purchased power which was not passed on to the customers this year. The annual replacement of the direct buried electric cable continued and the project to replace all streetlights with LED lights was completed. In the Water & Sewer Funds, the major project was the design and implementation of a squeeze press at the Wastewater Treatment Plant at a cost of \$430,000. Implementation of the recommendation of the consultant's study into upgrades at the Water Treatment Plant continued this fiscal year.

### **General 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. These statements compare the original adopted budget, the budget if amended throughout the fiscal year, and the actual expenditures prepared on a budgetary basis.

General Fund actual revenues for the year were \$17,741,254. The amount budgeted for the year was \$17,701,939 showing an excess in revenue of \$39,315 from budget. The variance in budget to actual numbers is caused by the overall General Fund revenues not meeting their budgeted numbers for the year. This in combination with receiving more city sales tax revenue than we projected, made up the difference in the variance. Actual expenditures of \$12,393,059 were 84.5% of the budgeted expenditures of \$14,658,091. Actual expenditures were less than budget by \$2,265,032. The variance in budget was primarily due to unspent contingency funds that were budgeted, and savings in the Public Safety departments salaries of vacant positions not being filled. Several of the General Fund departments were not able to make purchases that were budgeted because the supply and demand needs from the last two years have delayed our purchases from being made. Such purchases include ammunition, construction and building supplies, and vehicle purchases just to name a few.

## **CAPITAL ASSET AND DEBT ADMINISTRATION**

### **Capital Assets**

The capital assets of the City are those assets that are used in performance of City functions, including infrastructure assets. Capital Assets include equipment, vehicles, buildings, land, park facilities and roads. At the end of fiscal year 2022, net capital assets of the government activities totaled \$77.2 million and the net capital assets of the business-type activities totaled \$38.5 million. Depreciation on capital assets is recognized in the Government-Wide financial statement. (See note 6 of the financial statements).

### **Debt**

At year-end, the City had \$432,344 in governmental long-term debt outstanding, not including compensated absences of \$979,904 and the net pension liability of \$4 million. The debt is a liability of the government and includes the City's lease obligations. The City's governmental long-term debt decreased significantly, due to a decrease of \$5,150,000 in the Series 2011 Revenue Refunding bond which was paid off during the current fiscal year. (See note 7 to the financial statements for detailed descriptions on all debt outstanding.)

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

The City of Page, Arizona as well as other Arizona cities, remains dependent on state shared revenues and local sales taxes for resources. These revenue sources are economically sensitive taxes and subject to slowdowns in the economy and legislative appropriations.

Even through some of our recent economic challenges of the past couple of years, the City still maintains that it has an important responsibility to its citizens to carefully account for public funds, to manage its finances

wisely, and to plan for the adequate funding of services desired by the public, including the provision and maintenance of public facilities. In these times of major changes in federal and state policies toward local government and the recovery in the City's tax base, the City needs to ensure that it is capable of adequately funding and providing those government services desired by the community.

The City has adopted a Financial Management Policy which establishes guidelines for the City's overall fiscal planning and management. These principles are intended to foster and support the continued financial strength and stability of the City of Page as reflected in its financial goals.

The City Council set the following guidelines for their Strategic Goals and Priorities for FY 2022 through FY 2027 Budget years. These guidelines continue to be followed today:

**Community Development**

Goal: Implement economic development processes that assist in the development of a strong local economy; protect neighborhoods from blighting and deteriorating conditions that have a negative impact on area property values; and encourage residents and business owner's efforts to maintain the physical environment through standards set in local ordinances.

**Fiscal Stability:**

Goal: Operate in a fiscally prudent manner, assuring the most efficient expenditure of public funds.

**High Performing Organization:**

Goal: To create an environment that supports transparency, communication, and engaged, high performing employees; enable the City to recruit, retain and compete for talent; and ensure retention of institutional knowledge.

**Improving Infrastructure:**

Goal: Maintain and improve critical City infrastructure, including streets, sidewalks, parks, trails and facilities to support economic growth and improve quality of life in Page.

**Quality of Life:**

Goal: Maximize resources that enhance the quality of life for our residents and visitors.

The City established an Emergency Reserve Fund and set the minimum cash reserve for General Fund operations at \$8 million, per Resolution 1229-19. This reserve must be obtained while maintaining the capital and ongoing operation needs of the community. The adopted fiscal year 2021-2022 budget for the entire City of Page is \$61,702,052, which includes capital projects of \$13.5 million.

**CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

This 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: City of Page, Finance Director, P.O. Box 1180, Page, AZ 86040.



## **BASIC FINANCIAL STATEMENTS**

**CITY OF PAGE, ARIZONA**  
**Statement of Net Position**  
**June 30, 2022**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 26,255,106	\$ 31,882,799	\$ 58,137,905
Investments	10,926,441	-	10,926,441
Receivables (net of allowance)	6,734,172	1,442,483	8,176,655
Prepaid expenses	-	823,984	823,984
Inventories	-	1,756,672	1,756,672
Net pension/OPEB asset	2,353,958	114,820	2,468,778
Internal balances	1,022,757	(1,022,757)	-
Restricted assets (temporarily restricted):			
Cash and cash equivalents	52,038	1,011,884	1,063,922
Capital assets (net of accumulated depreciation)			
Land and improvements	44,521,257	63,000	44,584,257
Construction in progress	1,598,689	255,078	1,853,767
Buildings and improvements	8,052,583	18,188,748	26,241,331
Furniture, equipment and vehicles	2,778,999	4,992,170	7,771,169
Infrastructure	20,251,939	-	20,251,939
Distribution systems	-	14,868,257	14,868,257
Leased right-to-use asset	-	136,354	136,354
Total assets	<u>124,547,939</u>	<u>74,513,492</u>	<u>199,061,431</u>
<b>Deferred Outflows of Resources</b>			
Deferred outflows related to pensions/OPEB	2,169,147	971,183	3,140,330
Total deferred outflows of resources	<u>2,169,147</u>	<u>971,183</u>	<u>3,140,330</u>
<b>Liabilities</b>			
Accounts payable and other current liabilities	1,797,520	2,080,907	3,878,427
Customer deposits	-	1,011,884	1,011,884
Unearned revenue	1,198,024	-	1,198,024
Noncurrent liabilities:			
Due within one year	836,448	387,189	1,223,637
Due in more than one year	575,800	288,638	864,438
Net pension/OPEB liability	<u>4,015,068</u>	<u>3,040,075</u>	<u>7,055,143</u>
Total liabilities	<u>8,422,860</u>	<u>6,808,693</u>	<u>15,231,553</u>
<b>Deferred Inflows of Resources</b>			
Deferred inflows related to pensions/OPEB	3,640,374	1,168,500	4,808,874
Deferred inflows related to leases	3,288,503	-	3,288,503
Total deferred inflows of resources	<u>6,928,877</u>	<u>1,168,500</u>	<u>8,097,377</u>
<b>Net Position</b>			
Net investment in capital assets	76,771,123	38,305,688	115,076,811
Restricted for:			
Debt service	857,102	-	857,102
Capital projects	8,096,901	-	8,096,901
Highways and streets	192,358	-	192,358
Perpetual care - expendable	397,620	-	397,620
Community support and other	559,048	-	559,048
Unrestricted	<u>24,491,197</u>	<u>29,201,794</u>	<u>53,692,991</u>
Total net position	<u>\$ 111,365,349</u>	<u>\$ 67,507,482</u>	<u>\$ 178,872,831</u>

The accompanying notes are an integral part of the financial statements.

**CITY OF PAGE, ARIZONA**  
**Statement of Activities**  
**For the Year Ended June 30, 2022**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$ 3,164,721	\$ 108,245	\$ -	\$ -	\$ (3,056,476)	\$ -	\$ (3,056,476)
Public safety	5,824,832	938,410	87,938	1,315	(4,797,169)	-	(4,797,169)
Public works	4,264,878	831,508	5,780,952	328,595	2,676,177	-	2,676,177
Judicial	9,649	-	-	-	(9,649)	-	(9,649)
Culture and recreation	1,333,513	59,239	572,369	97,299	(604,606)	-	(604,606)
Community support	5,309,658	3,639	230,587	13,250	(5,062,182)	-	(5,062,182)
Interest on long-term debt	14,779	-	-	-	(14,779)	-	(14,779)
Total governmental activities	19,922,030	1,941,041	6,671,846	440,459	(10,868,684)	-	(10,868,684)
Business-type activities:							
Water	1,853,181	1,947,131	-	-	-	93,950	93,950
Sewer	1,620,118	1,909,382	-	-	-	289,264	289,264
Sanitation	812,728	915,384	-	-	-	102,656	102,656
Electric	10,929,498	9,233,328	-	-	-	(1,696,170)	(1,696,170)
Golf	1,439,084	1,113,809	-	-	-	(325,275)	(325,275)
Horseshoe Bend	1,268,940	3,553,877	-	-	-	2,284,937	2,284,937
Total business-type activities	17,923,549	18,672,911	-	-	-	749,362	749,362
Total primary government	\$ 37,845,579	\$ 20,613,952	\$ 6,671,846	\$ 440,459	(10,868,684)	749,362	(10,119,322)
General Revenues:							
Taxes:							
City sales tax					13,609,436	-	13,609,436
Franchise tax					209,977	-	209,977
State sales tax (unrestricted)					1,049,592	-	1,049,592
Auto lieu tax (unrestricted)					414,004	-	414,004
State revenue sharing (unrestricted)					981,403	-	981,403
Unrestricted investment earnings (losses)					(146,481)	32,616	(113,865)
Gain on sale of capital assets					-	1,800	1,800
Other general revenues					90,417	-	90,417
Transfers					1,550,903	(1,550,903)	-
Total general revenues & transfers					17,759,251	(1,516,487)	16,242,764
Change in net position					6,890,567	(767,125)	6,123,442
Net position - beginning					104,474,782	68,278,921	172,753,703
Restatement adjustment					-	(4,314)	(4,314)
Net position - ending					\$ 111,365,349	\$ 67,507,482	\$ 178,872,831

The accompanying notes are an integral part of the financial statements.

**CITY OF PAGE, ARIZONA**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2022**

	<u>General</u>	<u>Highway User Fund</u>	<u>Airport Fund</u>
<b>Assets</b>			
Cash and cash equivalents	\$ 14,215,550	\$ 116,503	\$ 2,020,531
Investments	10,926,441	-	-
Leases receivable	-	-	3,288,503
Other receivables	54,226	-	3,632
Due from other funds	1,143,152	-	-
Due from other governments	2,151,643	91,828	437,650
Restricted cash and cash equivalents	26,903	-	25,135
Total assets	<u>\$ 28,517,915</u>	<u>\$ 208,331</u>	<u>\$ 5,775,451</u>
<b>Liabilities</b>			
Accounts payable	\$ 320,932	\$ 15,973	\$ 19,087
Accrued liabilities	393,058	-	3,912
Deposits payable	26,903	-	25,135
Due to other funds	1,625,267	-	-
Unearned revenue	1,618	-	-
Total liabilities	<u>2,367,778</u>	<u>15,973</u>	<u>48,134</u>
<b>Deferred Inflows of Resources</b>			
Deferred inflows related to leases	-	-	3,288,503
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>3,288,503</u>
<b>Fund Balances</b>			
Restricted:			
Roads and highways	-	192,358	-
Perpetual care - expendable	-	-	-
Public safety - substance abuse funds	-	-	-
Community support	-	-	-
Committed:			
Public works	-	-	2,438,814
Judicial	-	-	-
Assigned:			
Capital outlay	-	-	-
Debt service	-	-	-
Unassigned	26,150,137	-	-
Total fund balances	<u>26,150,137</u>	<u>192,358</u>	<u>2,438,814</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 28,517,915</u>	<u>\$ 208,331</u>	<u>\$ 5,775,451</u>

The accompanying notes are an integral part of the financial statements.

<b>Grants Fund</b>	<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 1,485,791	\$ 857,102	\$ 7,090,741	\$ 468,888	\$ 26,255,106
-	-	-	-	10,926,441
-	-	-	-	3,288,503
-	-	-	6,157	64,015
-	-	1,504,605	267	2,648,024
686,309	-	14,224	-	3,381,654
-	-	-	-	52,038
<u>\$ 2,172,100</u>	<u>\$ 857,102</u>	<u>\$ 8,609,570</u>	<u>\$ 475,312</u>	<u>\$ 46,615,781</u>
\$ 475,748	\$ -	\$ 512,669	\$ 3,065	\$ 1,347,474
1,038	-	-	-	398,008
-	-	-	-	52,038
-	-	-	-	1,625,267
1,196,406	-	-	-	1,198,024
<u>1,673,192</u>	<u>-</u>	<u>512,669</u>	<u>3,065</u>	<u>4,620,811</u>
-	-	-	-	3,288,503
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,288,503</u>
-	-	-	-	192,358
-	-	-	397,620	397,620
-	-	-	33,005	33,005
498,908	-	-	27,135	526,043
-	-	-	-	2,438,814
-	-	-	14,487	14,487
-	-	8,096,901	-	8,096,901
-	857,102	-	-	857,102
-	-	-	-	26,150,137
<u>498,908</u>	<u>857,102</u>	<u>8,096,901</u>	<u>472,247</u>	<u>38,706,467</u>
<u>\$ 2,172,100</u>	<u>\$ 857,102</u>	<u>\$ 8,609,570</u>	<u>\$ 475,312</u>	<u>\$ 46,615,781</u>

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**CITY OF PAGE, ARIZONA**  
**Reconciliation of Total Governmental Fund Balances**  
**To Net Position of Governmental Activities**  
**June 30, 2022**

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Total governmental fund balances	\$	38,706,467
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Governmental capital assets	\$	112,801,020	
Less: accumulated depreciation		(35,597,553)	
			77,203,467

Net OPEB asset is not an available resource and, therefore is not reported in the funds.		2,353,958
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Deferred outflows and inflows of resources related to pensions/OPEB are applicable to future reporting periods and, therefore, are not reported in the funds.

Deferred outflows	\$	2,169,147	
Deferred inflows		(3,640,374)	
			(1,471,227)

Some liabilities, including bonds payable and capital leases, are not due and payable in the current period and therefore are not reported in the funds.

Capital leases	\$	(432,344)	
Compensated absences		(979,904)	
Net pension/OPEB liability		(4,015,068)	
			(5,427,316)

Total net position of governmental activities	\$	111,365,349
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The accompanying notes are an integral part of the financial statements.



**CITY OF PAGE, ARIZONA**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2022**

	<b>General</b>	<b>Highway User Fund</b>	<b>Airport Fund</b>
<b>Revenues</b>			
Taxes	\$ 13,819,413	\$ -	\$ -
Licenses, permits and fees	241,793	-	-
Intergovernmental revenue	2,876,058	937,466	430,366
Charges for services	838,309	-	73,023
Fines and forfeitures	190,332	-	-
Lease revenue	-	-	408,132
Investment earnings (loss)	(262,471)	472	-
Land sales	20,104	-	-
Other revenues	17,716	1,980	121,648
Total revenues	<u>17,741,254</u>	<u>939,918</u>	<u>1,033,169</u>
<b>Expenditures</b>			
Current:			
General government	3,153,949	-	-
Public safety	5,813,743	-	-
Public works	1,585,890	763,335	348,616
Judicial	-	-	-
Culture and recreation	1,172,460	-	-
Community support	667,017	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	<u>12,393,059</u>	<u>763,335</u>	<u>348,616</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,348,195</u>	<u>176,583</u>	<u>684,553</u>
<b>Other Financing Sources (Uses)</b>			
Transfers in	1,577,720	-	-
Transfers out	(3,064,342)	-	(21,878)
Total other financing sources and uses	<u>(1,486,622)</u>	<u>-</u>	<u>(21,878)</u>
Net change in fund balances	3,861,573	176,583	662,675
Fund balances, beginning of year	<u>22,288,564</u>	<u>15,775</u>	<u>1,776,139</u>
Fund balances, end of year	<u>\$ 26,150,137</u>	<u>\$ 192,358</u>	<u>\$ 2,438,814</u>

The accompanying notes are an integral part of the financial statements.

<b>Grants Fund</b>	<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ -	\$ -	\$ -	\$ -	\$ 13,819,413
-	-	-	-	241,793
5,026,818	-	299,196	5,342	9,575,246
-	-	-	42,131	953,463
-	-	-	-	190,332
-	-	-	-	408,132
-	2,648	112,860	9	(146,482)
-	-	-	-	20,104
-	-	-	58,687	200,031
<u>5,026,818</u>	<u>2,648</u>	<u>412,056</u>	<u>106,169</u>	<u>25,262,032</u>
-	-	-	-	3,153,949
13,659	-	-	1,599	5,829,001
165,011	-	-	-	2,862,852
-	-	-	9,594	9,594
2,608	-	-	5,206	1,180,274
4,537,897	-	-	23,743	5,228,657
-	-	1,868,866	-	1,868,866
-	5,150,000	193,395	-	5,343,395
-	3,089	11,690	-	14,779
<u>4,719,175</u>	<u>5,153,089</u>	<u>2,073,951</u>	<u>40,142</u>	<u>25,491,367</u>
<u>307,643</u>	<u>(5,150,441)</u>	<u>(1,661,895)</u>	<u>66,027</u>	<u>(229,335)</u>
-	-	4,010,049	-	5,587,769
<u>(26,817)</u>	<u>(879,370)</u>	<u>-</u>	<u>(44,460)</u>	<u>(4,036,867)</u>
<u>(26,817)</u>	<u>(879,370)</u>	<u>4,010,049</u>	<u>(44,460)</u>	<u>1,550,902</u>
280,826	(6,029,811)	2,348,154	21,567	1,321,567
218,082	6,886,913	5,748,747	450,680	37,384,900
<u>\$ 498,908</u>	<u>\$ 857,102</u>	<u>\$ 8,096,901</u>	<u>\$ 472,247</u>	<u>\$ 38,706,467</u>

**CITY OF PAGE, ARIZONA**  
**Reconciliation of the Statement of Revenues,**  
**Expenditures, and Changes in Fund Balances of Governmental Funds**  
**To The Statement of Activities**  
**For the Year Ended June 30, 2022**

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds	\$ 1,321,567
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the difference between depreciation expense and capital outlays in the current period.

Capital outlay	\$ 2,014,449	
Depreciation expense	(2,437,658)	
		(423,209)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, donations, and disposals) is a decrease in net position.	(336)
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The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Principal paid	5,348,335
Amortization of bond premiums	224,702

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

Pension/OPEB contributions	\$ 992,344	
Pension/OPEB expense	(561,086)	
		431,258

Compensated absences expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

(11,750)

Change in net position of governmental activities	<div style="border-top: 1px solid black; border-bottom: 3px double black; text-align: right;">\$ 6,890,567</div>
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The accompanying notes are an integral part of the financial statements.

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**CITY OF PAGE, ARIZONA**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2022**

	<b>Horseshoe Bend</b>	<b>Water</b>	<b>Sewer</b>
<b>Assets</b>			
Current assets:			
Cash and cash equivalents	\$ 1,534,274	\$ 6,887,454	\$ 4,191,559
Receivables, net of allowance	-	248,604	201,799
Due from other funds	847,955	-	-
Inventories	-	187,914	146,077
Prepaid expenses	-	1,562	3,753
Total current assets	<u>2,382,229</u>	<u>7,325,534</u>	<u>4,543,188</u>
Noncurrent assets:			
Restricted cash	-	126,305	-
Net pension/OPEB asset	12,924	14,948	12,328
Capital assets:			
Land	-	-	-
Construction-in-progress	250,708	-	-
Buildings and improvements	3,582,785	3,889,760	4,525,333
Machinery, equipment, vehicles	245,219	1,996,651	4,421,835
Distribution system	-	18,151,498	10,963,797
Leased right-to-use asset	-	-	-
Less accumulated depreciation/amortization	<u>(370,378)</u>	<u>(17,237,778)</u>	<u>(15,559,379)</u>
Total noncurrent assets	<u>3,721,258</u>	<u>6,941,384</u>	<u>4,363,914</u>
Total assets	<u>6,103,487</u>	<u>14,266,918</u>	<u>8,907,102</u>
<b>Deferred Outflows of Resources</b>			
Deferred outflows related to pensions/OPEB	<u>109,587</u>	<u>126,378</u>	<u>105,355</u>
Total deferred outflows of resources	<u>109,587</u>	<u>126,378</u>	<u>105,355</u>
<b>Liabilities</b>			
Current liabilities:			
Accounts payable	8,103	182,488	47,275
Accrued liabilities	16,800	76,813	-
Customer deposits	-	126,305	-
Due to other funds	3,104,006	-	-
Current portion of long-term liabilities	<u>10,707</u>	<u>29,474</u>	<u>39,605</u>
Total current liabilities	<u>3,139,616</u>	<u>415,080</u>	<u>86,880</u>
Noncurrent liabilities:			
Notes payable (net of current portion)	-	-	-
Leases payable (net of current portion)	-	-	-
Compensated absences	5,765	15,870	21,326
Net pension/OPEB liability	<u>343,005</u>	<u>395,605</u>	<u>329,664</u>
Total noncurrent liabilities	<u>348,770</u>	<u>411,475</u>	<u>350,990</u>
Total liabilities	<u>3,488,386</u>	<u>826,555</u>	<u>437,870</u>
<b>Deferred Inflows of Resources</b>			
Deferred inflows related to pensions/OPEB	<u>131,852</u>	<u>152,054</u>	<u>126,761</u>
Total deferred inflows of resources	<u>131,852</u>	<u>152,054</u>	<u>126,761</u>
<b>Net Position</b>			
Net investment in capital assets	3,708,334	6,800,131	4,351,586
Unrestricted	<u>(1,115,498)</u>	<u>6,614,556</u>	<u>4,096,240</u>
Total net position	<u>\$ 2,592,836</u>	<u>\$ 13,414,687</u>	<u>\$ 8,447,826</u>

The accompanying notes are an integral part of the financial statements.

<u>Electric</u>	<u>Golf</u>	<u>Sanitation (non-major)</u>	<u>Total</u>
\$ 18,188,395	\$ -	\$ 1,081,117	\$ 31,882,799
905,900	-	86,180	1,442,483
1,625,000	-	-	1,625,000
1,422,681	-	-	1,756,672
818,669	-	-	823,984
<u>22,960,645</u>	<u>-</u>	<u>1,167,297</u>	<u>37,530,938</u>
885,579	-	-	1,011,884
57,154	17,466	-	114,820
63,000	-	-	63,000
-	4,370	-	255,078
15,031,287	7,612,861	-	34,642,026
6,622,534	555,383	-	13,841,622
29,468,318	-	-	58,583,613
-	215,995	-	215,995
<u>(30,376,208)</u>	<u>(5,553,984)</u>	<u>-</u>	<u>(69,097,727)</u>
<u>21,751,664</u>	<u>2,852,091</u>	<u>-</u>	<u>39,630,311</u>
<u>44,712,309</u>	<u>2,852,091</u>	<u>1,167,297</u>	<u>77,161,249</u>
481,769	148,094	-	971,183
<u>481,769</u>	<u>148,094</u>	<u>-</u>	<u>971,183</u>
1,330,688	43,001	71,619	1,683,174
278,356	25,764	-	397,733
885,579	-	-	1,011,884
15,770	375,936	-	2,647,757
217,328	90,075	-	387,189
<u>2,727,721</u>	<u>534,776</u>	<u>71,619</u>	<u>6,127,737</u>
-	27,253	-	27,253
-	94,118	-	94,118
117,022	7,284	-	167,267
<u>1,508,268</u>	<u>463,533</u>	<u>-</u>	<u>3,040,075</u>
<u>1,625,290</u>	<u>592,188</u>	<u>-</u>	<u>3,328,713</u>
<u>4,353,011</u>	<u>1,126,964</u>	<u>71,619</u>	<u>9,456,450</u>
579,651	178,182	-	1,168,500
<u>579,651</u>	<u>178,182</u>	<u>-</u>	<u>1,168,500</u>
20,808,931	2,636,706	-	38,305,688
<u>19,452,485</u>	<u>(941,667)</u>	<u>1,095,678</u>	<u>29,201,794</u>
<u>\$ 40,261,416</u>	<u>\$ 1,695,039</u>	<u>\$ 1,095,678</u>	<u>\$ 67,507,482</u>

**CITY OF PAGE, ARIZONA**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2022**

	<b>Horseshoe Bend</b>	<b>Water</b>	<b>Sewer</b>
<b>Operating revenues</b>			
Service fees	\$ 3,553,877	\$ 1,939,017	\$ 1,909,382
Other revenues	-	8,114	-
Total operating revenues	<u>3,553,877</u>	<u>1,947,131</u>	<u>1,909,382</u>
<b>Operating expenses</b>			
Salaries and wages	386,428	394,487	434,040
Employee benefits	152,062	185,304	156,475
Insurance	-	28,792	28,792
Service, supplies and other	170,441	465,061	427,172
Power costs	-	-	-
Contract services	272,912	112,595	6,250
Depreciation and amortization	124,191	666,942	567,389
Total operating expenses	<u>1,106,034</u>	<u>1,853,181</u>	<u>1,620,118</u>
Operating income (loss)	<u>2,447,843</u>	<u>93,950</u>	<u>289,264</u>
<b>Nonoperating revenues (expenses)</b>			
Interest income	-	6,567	2,956
Interest expense	(162,906)	-	-
Gain (loss) on disposal of capital assets	-	-	-
Total nonoperating revenues (expenses)	<u>(162,906)</u>	<u>6,567</u>	<u>2,956</u>
Income (loss) before transfers	2,284,937	100,517	292,220
Transfers to other funds	<u>(1,550,903)</u>	<u>-</u>	<u>-</u>
<b>Change in net position</b>	734,034	100,517	292,220
Total net position, beginning of year	1,858,802	13,314,170	8,155,606
Restatement adjustment	-	-	-
<b>Total net position, end of year</b>	<u><u>\$ 2,592,836</u></u>	<u><u>\$ 13,414,687</u></u>	<u><u>\$ 8,447,826</u></u>

The accompanying notes are an integral part of the financial statements.

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<b>Electric</b>	<b>Golf</b>	<b>Sanitation (non-major)</b>	<b>Total</b>
\$ 9,233,328	\$ 1,113,809	\$ 915,384	\$ 18,664,797
-	-	-	8,114
9,233,328	1,113,809	915,384	18,672,911
1,042,919	494,396	-	2,752,270
494,228	197,333	-	1,185,402
19,195	10,534	-	87,313
156,154	413,134	10,777	1,642,739
7,868,569	-	-	7,868,569
100,517	21,305	801,951	1,315,530
1,247,916	285,673	-	2,892,111
10,929,498	1,422,375	812,728	17,743,934
(1,696,170)	(308,566)	102,656	928,977
22,669	-	424	32,616
-	(16,709)	-	(179,615)
1,800	-	-	1,800
24,469	(16,709)	424	(145,199)
(1,671,701)	(325,275)	103,080	783,778
-	-	-	(1,550,903)
(1,671,701)	(325,275)	103,080	(767,125)
41,933,117	2,024,628	992,598	68,278,921
-	(4,314)	-	(4,314)
\$ 40,261,416	\$ 1,695,039	\$ 1,095,678	\$ 67,507,482



**CITY OF PAGE, ARIZONA**  
**Statement of Cash Flows**  
**Proprietary Fund Types**  
**For the Year Ended June 30, 2022**

	<b>Horseshoe Bend</b>	<b>Water</b>	<b>Sewer</b>
<b>Cash Flows From Operating Activities:</b>			
Cash received from customers, service fees	\$ 3,553,877	\$ 1,899,218	\$ 1,903,596
Cash received from other operating revenues	-	8,114	-
Cash paid to suppliers	(454,836)	(607,255)	(456,947)
Cash paid to employees	(516,256)	(611,883)	(536,030)
Net cash flows from operating activities	<u>2,582,785</u>	<u>688,194</u>	<u>910,619</u>
<b>Cash Flows From Noncapital Activities:</b>			
Transfers (to) / from other funds	(1,550,903)	-	-
Payments (to) from other funds	(847,955)	-	-
Net cash flows from noncapital activities	<u>(2,398,858)</u>	<u>-</u>	<u>-</u>
<b>Cash Flows From Capital and Related Financing Activities:</b>			
Interest paid	(162,906)	-	-
Purchase of capital assets	(36,779)	(364,243)	(516,806)
Proceeds from sale of capital assets	-	-	-
Principal payments on notes payable	-	-	-
Principal payments on lease liabilities	-	-	-
Net cash flows from capital and related financing activities:	<u>(199,685)</u>	<u>(364,243)</u>	<u>(516,806)</u>
<b>Cash Flows From Investing Activities:</b>			
Interest on investments	-	6,567	2,956
Net cash flows from investing activities	<u>-</u>	<u>6,567</u>	<u>2,956</u>
<b>Net change in cash and cash equivalents</b>	<u>(15,758)</u>	<u>330,518</u>	<u>396,769</u>
Cash and cash equivalents, beginning of year	1,550,032	6,683,241	3,794,790
<b>Cash and cash equivalents, end of year</b>	<u>\$ 1,534,274</u>	<u>\$ 7,013,759</u>	<u>\$ 4,191,559</u>
Reconciliation to statement of net position:			
Cash and cash equivalents, unrestricted	\$ 1,534,274	\$ 6,887,454	\$ 4,191,559
Cash and cash equivalents, restricted	-	126,305	-
Total	<u>\$ 1,534,274</u>	<u>\$ 7,013,759</u>	<u>\$ 4,191,559</u>
Reconciliation of operating income to net cash provided by operating activities:			
Net operating income (loss)	\$ 2,447,843	\$ 93,950	\$ 289,264
Adjustments to reconcile net income to net cash provided by operating activities			
Depreciation/amortization	124,191	666,942	567,389
Pension/OPEB expense	57,873	13,232	89,270
Employer pension/OPEB contributions	(41,838)	(48,388)	(39,908)
Changes in operating assets and liabilities:			
(Increase) Decrease in receivables	-	(39,799)	(5,786)
(Increase) Decrease in prepaid expenses	-	(1,563)	-
(Increase) Decrease in inventories	-	(12,723)	30,459
Increase (Decrease) in accounts payable	(16,464)	(36,700)	13,233
Increase (Decrease) in compensated absences	6,199	3,064	5,123
Increase (Decrease) in accrued liabilities	4,981	50,179	(38,425)
Net cash flows from operating activities	<u>\$ 2,582,785</u>	<u>\$ 688,194</u>	<u>\$ 910,619</u>
<b>Noncash investing, capital, and financing activities:</b>	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements.

<b>Electric</b>	<b>Golf</b>	<b>Sanitation (non-major)</b>	<b>Total</b>
\$ 9,309,088	\$ 1,115,617	\$ 903,613	\$ 18,685,009
-	-	-	8,114
(8,327,418)	(449,036)	(805,836)	(11,101,328)
(1,715,433)	(688,380)	-	(4,067,982)
(733,763)	(21,799)	97,777	3,523,813
-	-	-	(1,550,903)
(1,143)	122,428	-	(726,670)
(1,143)	122,428	-	(2,277,573)
-	(16,709)	-	(179,615)
(1,471,872)	(19,937)	-	(2,409,637)
1,800	-	-	1,800
-	(27,746)	-	(27,746)
-	(36,237)	-	(36,237)
(1,470,072)	(100,629)	-	(2,651,435)
22,669	-	424	32,616
22,669	-	424	32,616
(2,182,309)	-	98,201	(1,372,579)
21,256,283	-	982,916	34,267,262
\$ 19,073,974	\$ -	\$ 1,081,117	\$ 32,894,683
\$ 18,188,395	\$ -	\$ 1,081,117	\$ 31,882,799
885,579	-	-	1,011,884
\$ 19,073,974	\$ -	\$ 1,081,117	\$ 32,894,683
\$ (1,696,170)	\$ (308,566)	\$ 102,656	\$ 928,977
1,247,916	285,673	-	2,892,111
(846)	58,213	-	217,742
(185,014)	(56,538)	-	(371,686)
75,760	1,808	(11,771)	20,212
118,829	-	-	117,266
(70,825)	-	-	(53,089)
(462,220)	(11,095)	6,892	(506,354)
7,574	1,674	-	23,634
231,233	7,032	-	255,000
\$ (733,763)	\$ (21,799)	\$ 97,777	\$ 3,523,813
\$ -	\$ -	\$ -	\$ -

**CITY OF PAGE, ARIZONA**  
**Statement of Net Position**  
**Fiduciary Funds**  
**June 30, 2022**

---

	<b>Volunteer Firefighters' Pension</b>
<b>Assets</b>	
Current assets:	
Cash and cash equivalents	\$ 517,007
Total assets	<u>517,007</u>
<b>Liabilities</b>	
Current liabilities:	
Accounts payable	<u>-</u>
Total liabilities	<u>-</u>
<b>Net position</b>	
Restricted for pensions	<u><u>\$ 517,007</u></u>

The accompanying notes are an integral part of the financial statements.

**CITY OF PAGE, ARIZONA**  
**Statement of Changes in Net Position**  
**Fiduciary Funds**  
**For the Year Ended June 30, 2022**

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	<b>Volunteer Firefighters' Pension</b>
<b>Additions</b>	
Contributions:	
Employer	2,584
Employee	4,051
State fire insurance premium	15,419
Other	2,442
	<u>24,496</u>
Total contributions	<u>24,496</u>
<b>Investment income</b>	
Net appreciation (depreciation) in fair value of investments	(129,585)
Interest	30,028
	<u>(99,557)</u>
Net investment earnings (loss)	<u>(99,557)</u>
Total additions	<u>(75,061)</u>
<b>Deductions</b>	
Benefits	16,012
Administration	2,821
	<u>18,833</u>
Total deductions	<u>18,833</u>
Net increase (decrease)	(93,894)
Net position held in trust for pension benefits:	
Beginning of year	<u>610,901</u>
End of year	<u><u>\$ 517,007</u></u>

The accompanying notes are an integral part of the financial statements.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 1.        Summary of Significant Accounting Policies**

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**Description of government-wide financial statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, when applicable, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

**Reporting Entity**

The City of Page, Arizona (the City) was incorporated March 1, 1975, under the provisions of Article 13, Sections 1 through 6, of the Constitution of Arizona and Title 9 of the Arizona Revised Statutes. The City operates under a Council-Manager form of government. The accompanying financial statements present all activities of the City. The City has no separate component units, entities for which the City is considered to be financially accountable that would be combined to form the City's reporting entity.

**Basis of presentation – government-wide financial statements**

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the City's enterprise funds. 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. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are franchise taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the City's electric functions and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

**Basis of presentation – fund financial statements**

The fund financial statements provide information about the City's funds, including its fiduciary funds and blended component units. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

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

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

---

**Note 1.           Summary of Significant Accounting Policies, Continued**

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The **Highway User Revenue Fund** accounts for the City's share of motor fuel tax revenues and lottery proceeds which are restricted for the maintaining, repairing, and upgrading of streets.

The **Grants Fund** is used to account for grants received by the City which are restricted for specific purposes.

The **Debt Service Fund** accounts for the accumulation of resources for and the payment of current and future debt service requirements of governmental debt.

The **Capital Projects Fund** accounts for the acquisition and construction of the City's major capital facilities, other than those financed by proprietary funds.

The City reports the following major proprietary funds:

The **Horseshoe Bend Fund** accounts for parking fees and other revenues associated with the operation, construction and maintenance of capital facilities at Horseshoe Bend.

The **Water Fund** accounts for the City's water utility operations.

The **Sewer Fund** accounts for the City's wastewater utility operations.

The **Electric Fund** accounts for the City's electrical services and operations.

Additionally, the City reports the following fund types:

The **Pension Trust Fund** accounts for the Volunteer Firefighters' Pension Plan, which accumulates resources for pension benefit payments to qualified volunteer firefighters and EMS personnel.

During the course of operations the City has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

---

**Note 1.           Summary of Significant Accounting Policies, Continued**

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**Measurement focus and basis of accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement* focus and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The 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. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the City.

The proprietary and pension trust funds are reported using the *economic resources measurement* focus and the accrual basis of accounting.

**Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance**

***Cash and cash equivalents***

Cash includes cash on hand, demand deposits with banks and other financial institutions, deposits in other types of accounts or cash management pools that have the general characteristics of demand deposit accounts and short-term investments with original maturities of three months or less from the date of acquisition.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 1.       Summary of Significant Accounting Policies, Continued**

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***Investments***

The City's policy allows for the investment of funds in time certificates of deposit with federally insured depositories, investment in the state treasurer's pool, obligations of the U. S. Government and other investments as allowed by Arizona State Statutes. All investments are carried at fair value with unrealized gains and losses recorded as adjustments to interest earnings. Fair market values are based on quoted market prices. The reported value of the state treasurer's pool is the same as the fair value of the pool shares.

***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 "Internal balances" in the Statement of Net Position and as "Due to" or "Due from" other funds in the fund financial statements. All trade accounts receivable in the General Fund and proprietary funds are shown net of an allowance for doubtful accounts.

The City is the lessor for several land and building leases for aviation services. The related lease receivables and deferred inflows of resources are recognized at the present value of future lease payments expected to be received during the lease term. The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the receivables and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

***Inventories and Prepaid Items***

The costs of governmental fund-type inventories are recorded as expenditures when purchased rather than when consumed. Inventories for the proprietary funds consist principally of materials used in the repair of the distribution, collection and treatment systems and are valued at cost. 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.

***Capital Assets***

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. Capital assets are defined by the City as assets with an individual cost of more than \$5,000 and an estimated useful life in excess of one year. Capitalized assets are recorded at cost if purchased or constructed. Donated capital assets are recorded at 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. 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.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the City are depreciated/amortized using the straight line method over the following estimated useful lives:



**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 1.        Summary of Significant Accounting Policies, Continued**

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Building and improvements	7 to 40 years
Machinery and equipment	5 to 15 years
Electric, Water, and Sewer systems	10 to 40 years
Streets, sidewalks & other infrastructure	15 to 40 years
Intangibles: Right-to-use lease assets:	
Equipment	5 years

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

***Deferred outflows/inflows of resources***

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The City has one item that qualifies for reporting in this category. The pension/OPEB related items reported on the government-wide and proprietary fund financial statements. See footnote 9 for more information.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has two types of items that qualify for reporting in this category. The first type arises from aviation related leases. These amounts are recognized as income in the period that the amounts become available. The second type is pension/OPEB related items reported on the government-wide and proprietary fund financial statements. See footnote 9 for more information.

***Pension and other 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 plan's fiduciary net position of the Arizona State Retirement System (ASRS) and the Arizona Public Safety Personnel Retirement System (PSPRS), and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by ASRS and PSPRS. 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.

***Net position flow assumption***

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

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

---

**Note 1.        Summary of Significant Accounting Policies, Continued**

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***Fund balance flow assumptions***

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

***Fund balance policies***

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The City itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance). The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the City's highest level of decision-making authority. The governing council is the highest level of decision-making authority for the City that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation. Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as committed. The City Council (Council) has authorized the Finance Director to assign fund balance. The policy used by the governing body to authorize the assignment of fund balance is the City of Page Financial Management Policy. The council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

**Revenues and expenditures/expenses**

***Program revenues***

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

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

---

**Note 1.        Summary of Significant Accounting Policies, Continued**

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***Property taxes***

The City does not currently have a levy for any property taxes.

***Compensated absences***

The City's policy permits employees to accumulate earned but unused vacation and sick leave benefits, which are eligible for payment upon separation from government service. The liability for such leave is reported as incurred in the government-wide and proprietary fund financial statements. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

Employees may not accrue more than 960 hours of sick leave except for the purposes of payment as follows. Once the maximum limit of 960 hours has been accumulated, an employee hired before July 1, 2017, may elect to be paid for the excess of 960 sick hours at a rate of 75% their base pay or purchase service time from ASRS/PSPRS (if eligible) at a rate of 75% their base pay. Upon separation from City employment, an employee may be eligible to be paid at full face value for accrued sick leave if (1) the employee has been employed by any department with the City for ten continuous years and (2) the employee applies for and elects to receive ASRS/PSPRS benefits immediately upon separation from City service. Employees hired on or after July 1, 2017, upon separation from City employment, shall be eligible for accrued sick leave over 560 hours, up to 400 hours, if (1) the employee has been employed by any department with the City for ten continuous years and (2) the employee applies for and elects to receive ASRS benefits City of Page Personnel Rules 19 Revised October, 2018 immediately upon separation from City service. No payment will be made for the first 560 hours of accumulation or beyond 400 additional hours. Termination of the employee will forfeit payment of all sick leave.

***Leases***

As lessee, the City recognizes lease liabilities for agreements which convey the right to use an asset to the City and meet the criteria specified in GASB 87. 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 most recent borrowing rate and/or the changes in the consumer price index.

As lessor, the City recognizes lease receivables for agreements which convey to another entity or individual the right to use one of the City's assets and meet the criteria specified in GASB 87. 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.

***Proprietary funds operating and nonoperating revenues and expenses***

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water, sewer, sanitation and electric funds are charges to customers for sales and services.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

---

**Note 1.           Summary of Significant Accounting Policies, Continued**

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Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**Tax Abatements**

The City has not entered into any tax abatement agreements and the City is not aware of any tax abatement agreements that have been entered into by other governments that would reduce the City's tax revenues.

**Use of estimates**

The preparation of 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 reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

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**Note 2.           Change in accounting principle**

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Net position as of July 1, 2021 has been restated for the implementation of GASB Statement No. 87, *Leases*, as amended. The City leases 62 golf carts for the golf course which were reported as an operating lease in the prior year financial statements. The City also leases a beverage cart which was reported as a capital lease in the prior financial statements. The effect of the restatement adjustment for the leases resulted in a \$4,314 decrease of net position in the Golf Fund.

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**Note 3.           Stewardship, Compliance, and Accountability**

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Stewardship, compliance, and accountability are key concepts in defining the responsibilities of the City. The use of budgets and monitoring of equity status facilitate the City's compliance with legal requirements.

**Budgets and Budgetary Accounting**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. All annual appropriations lapse at year end.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 3. Stewardship, Compliance, and Accountability, Continued**

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The City Council follows these procedures in establishing the budgetary data reflected in the financial statements:

1. In accordance with Arizona Revised Statutes, the City Manager submits a proposed budget for the fiscal year commencing the following July 1 to the City Council. The operating budget includes proposed expenditures and the means of financing them for the upcoming year.
2. Public hearings are conducted to obtain taxpayer comment.
3. Prior to the third Monday in July, the expenditure limitation for the City is legally enacted through passage of a resolution. To ensure compliance with the expenditure limitation, a uniform expenditure report must be filed with the State each year. This report, issued under a separate cover, reconciles total City expenditures from the audited financial statements to total expenditures for reporting in accordance with the State's uniform expenditure reporting system (A.R.S. §41-1279.07).
4. State law requires that, prior to April 1, the Economic Estimates Commission provides the City with a final expenditure limit for the coming fiscal year.
5. Expenditures may not legally exceed the expenditure limitation of all fund types as a whole. For management purposes, the City adopts a budget by department for the General Fund and in total by fund for other funds. The City Council has adopted a budget transfer policy and all amendments must be done in accordance with this policy.
6. The City has adopted budgets in accordance with A.R.S. requirements and utilizes the budgets as a management control device during the year for the General, Special Revenue, Debt Service and Enterprise funds. The budgets are prepared on essentially the same modified accrual basis of accounting used to record actual revenues and expenditures.

The City is subject to the State of Arizona's Spending Limitation Law for Towns and Cities. This law does not permit the City to spend more than budgeted revenues plus the carry-over unrestricted cash balance from the prior fiscal year. The limitation is applied to the total of the combined funds. The City complied with this law during the year.

There were no supplementary budgetary appropriations made during the year ended June 30, 2022. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation for future years, is not employed by the City.

**Expenditures over Appropriations**

Expenditures may not legally exceed budgeted appropriations at the department level. The individual Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual reports as listed in the table of contents present all of the departments which incurred an excess of expenditures/expenses over appropriations for the year ended June 30, 2022, if any.

**Highway User Revenue Funds**

Highway user revenue fund monies received by the City pursuant to title 28, chapter 18, article 2 and other dedicated state transportation revenues received during the current fiscal year have been used solely for authorized transportation purposes.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 4. Deposits and Investments**

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A reconciliation of cash and investments as shown on the Statements of Net Position is as follows:

Cash and cash equivalents	\$ 58,137,905
Investments	10,926,441
Restricted cash and cash equivalents	1,063,922
Fiduciary Fund cash and cash equivalents	517,007
Total	<u>\$ 70,645,275</u>

**Deposits**

*Custodial Credit Risk*

For deposits this is the risk that in the event of a bank failure, the City's deposit may not be returned to it. The City does not have a formal policy for custodial credit risk. As of June 30, 2022, none of the City's bank balance of \$18,489,340 was exposed to custodial credit risk because it was not covered by FDIC insurance or collateralized with securities held by the pledging financial institution's trust department or agent.

**Investments**

The Arizona State Treasurer's Office operates the Local Government Investment Pool (LGIP). The LGIP is available for investment of funds administered by any Arizona Public Treasurer.

The LGIP is not registered with the SEC as an investment company. The State Board of Investments provides oversight for the State Treasurer's investment pools. Deposits in the LGIP are not insured or otherwise guaranteed by the State of Arizona, and participants share proportionally in any realized gain or losses on investments.

The provisions of State law (A.R.S. 35-323) govern the investment of funds in excess of \$100,000. A.R.S. 35-323 allows for investment in certificates of deposit, interest bearing savings accounts, repurchase agreements with a maximum maturity of 180 days, pooled investment funds established by the State Treasurer, obligations guaranteed by the United States, bonds of the State of Arizona or other local municipalities, commercial paper of prime quality that is rated "P1" by Moody's investors or "A1" by Standard and Poor's rating service, and bonds, debentures or notes that are issued by corporations organized and doing business in the United States subject to certain restrictions. For investments of less than \$100,000, procedures as specified by local ordinance or resolution must be followed.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 4. Deposits and Investments, Continued**

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As of June 30, 2022 the City had the following deposits and investments:

	Fair Value	Quality Rating	Weighted Average Maturity (2)
Deposits:			
Cash on hand	\$ 181	N/A	N/A
Cash in bank	19,704,056	N/A	N/A
Investments:			
State Treasurer's Investment Pool	39,497,771	AAA	0.16 Years
U.S. Government Agency Securities	5,041,113	AA+	2.56 Years
Mutual Funds	464,270	N/A	N/A
Certificates of deposit	5,937,884	N/A	N/A
Total cash and investments	<u>\$ 70,645,275</u>		

- (1) Ratings are provided where applicable to indicate associated Credit Risk. N/A indicates not applicable. Ratings for the City's investment in the State Treasurer's Investment Pool #7 and the U.S. Government Agency Securities are provided from Standard and Poor's.
- (2) State Treasurer's Investment Pool is valued at the pool's share price multiplied by the number of shares the Town held. The fair value of a participant's position in the pools approximate the value of that participant's shares. (Level 2 inputs).
- (3) Interest Rate Risk is estimated using the weighted average days to maturity.

**Interest rate risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's policy for managing its exposure to fair value loss arising from increasing interest rates is to comply with the provisions of State law (A.R.S. 35- 323). A.R.S. 35-323 requires that the City's investment portfolio maturities do not exceed five years from the time of purchase.

**Credit risk**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's policy for reducing its exposure to credit risk is to comply with State law (A.R.S. 35-323). A.R.S. 35-323 limits investment in commercial paper and corporate bonds to the top ratings issued by nationally recognized statistical rating organizations such as Standard & Poor's and Moody's Investor Services.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 4.           Deposits and Investments, Continued**

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**Fair value measurements**

As noted above, the City holds investments that are measured at fair value on a recurring basis. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The State Treasurer's Investment Pool, U.S Government Agency Securities, mutual funds, and certificates of deposit, as listed above, are valued using quoted market prices (Level 2 inputs).

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**Note 5.           Restricted Assets**

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Restricted assets at June 30, 2022 consisted of the following cash reserves:

<u>Restricted Cash</u>	
Magistrate Bond Deposits	\$       15,802
Refundable Deposits	11,101
Airport - Refundable Deposits	25,135
Water Fund - Customer Deposits	126,305
Electric Fund - Customer Deposits	<u>885,579</u>
Total Restricted Cash	<u><u>\$   1,063,922</u></u>



**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 6. Capital Assets**

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The following table summarizes the changes to capital assets for governmental activities during the year:

<b>Governmental Activities:</b>	Balance 06/30/21	Additions	Deletions	Balance 06/30/22
Capital assets, not being depreciated				
Land	\$ 44,521,593	\$ -	\$ (336)	\$ 44,521,257
Construction in progress	559,910	1,051,197	(12,418)	1,598,689
Total capital assets, not being depreciated	45,081,503	1,051,197	(12,754)	46,119,946
Capital assets, being depreciated				
Buildings and improvements	19,682,598	181,439	-	19,864,037
Furniture, equipment, and vehicles	10,290,144	156,526	-	10,446,670
Infrastructure	35,732,662	637,705	-	36,370,367
Total capital assets being depreciated	65,705,404	975,670	-	66,681,074
Less accumulated depreciation for:				
Buildings and improvements	(11,267,904)	(543,550)	-	(11,811,454)
Furniture, equipment, and vehicles	(7,057,818)	(609,853)	-	(7,667,671)
Infrastructure	(14,834,173)	(1,284,255)	-	(16,118,428)
Total accumulated depreciation	(33,159,895)	(2,437,658)	-	(35,597,553)
Total capital assets, being depreciated, net	32,545,509	(1,461,988)	-	31,083,521
Governmental activities capital assets, net	<u>\$ 77,627,012</u>	<u>\$ (410,791)</u>	<u>\$ (12,754)</u>	<u>\$ 77,203,467</u>

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

<b>Governmental Activities:</b>	
General government	\$ 217,256
Public safety	492,113
Public works	1,531,071
Culture and recreation	146,421
Community support	50,797
Total depreciation expense - governmental activities	<u>\$ 2,437,658</u>

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

**Note 6. Capital Assets, Continued**

The following table summarizes the changes to capital assets for business-type activities during the year.

<b>Business Type Activities:</b>	Balance June 30, 2021	Additions	Deletions	Balance June 30, 2022
Capital assets, not being depreciated				
Land	\$ 63,000	\$ -	\$ -	\$ 63,000
Construction in progress	255,467	4,370	(4,759)	255,078
Total capital assets, not being depreciated	318,467	4,370	(4,759)	318,078
Capital assets, being depreciated				
Buildings and improvements	33,543,464	1,098,562	-	34,642,026
Furniture, equipment, and vehicles	13,020,775	848,301	(27,454)	13,841,622
Electric distribution system	29,039,544	428,775	-	29,468,319
Water distribution system	18,117,111	34,387	-	18,151,498
Sewer distribution system	10,963,797	-	-	10,963,797
Total capital assets being depreciated	104,684,691	2,410,025	(27,454)	107,067,262
Less accumulated depreciation for:				
Buildings and improvements	(15,613,110)	(840,168)	-	(16,453,278)
Furniture, equipment, and vehicles	(8,209,026)	(648,270)	7,844	(8,849,452)
Electric distribution system	(19,524,400)	(623,853)	-	(20,148,253)
Water distribution system	(12,735,121)	(506,769)	-	(13,241,890)
Sewer distribution system	(10,088,061)	(237,153)	-	(10,325,214)
Total accumulated depreciation	(66,169,718)	(2,856,213)	7,844	(69,018,087)
Total capital assets, being depreciated, net	38,514,973	(446,188)	(19,610)	38,049,175
Leased right-to-use asset being amortized				
Leased right-to-use equipment	215,995	-	-	215,995
Accumulated amortization				
Leased right-to-use equipment	(39,820)	(39,821)	-	(79,641)
Leased right-to-use asset being amortized, net	176,175	(39,821)	-	136,354
Total capital assets, net	\$ 39,009,615	\$ (481,639)	\$ (24,369)	\$ 38,503,607

**Business-Type Activities:**

Water	666,942
Sewer	567,389
Electric	1,247,916
Horseshoe Bend	124,191
Golf	249,775
Total depreciation expense business-type activities	<u>\$ 2,856,213</u>

With the implementation of GASB 87 in the year ending June 30, 2022, the City records a right-to-use intangible asset related to leases for which it is the lessee. Beginning balances have been adjusted for its right-to-use asset and related amortization which have been included in the restatement adjustment discussed in Note 2.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 7. Long-Term Liabilities**

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The following is a summary of changes in long-term obligations for the year ended June 30, 2022:

<b>Governmental activities:</b>	Balance June 30, 2021	Additions	Retirements	Balance June 30, 2022	Current Portion
<b>General Obligation:</b>					
Notes payable	\$ 630,679	\$ -	\$ (198,335)	\$ 432,344	\$ 199,510
Total General Obligation	630,679	-	(198,335)	432,344	199,510
<b>Revenue Obligation:</b>					
Pledged Revenue Refunding Obligations, Series 2011	5,150,000	-	(5,150,000)	-	-
Bond Premiums	224,702	-	(224,702)	-	-
Total Revenue Obligation	5,374,702	-	(5,374,702)	-	-
<b>Accrued compensated absences</b>	968,154	491,242	(479,492)	979,904	636,938
<b>Net pension/OPEB liabilities</b>	6,360,716	-	(2,345,648)	4,015,068	-
Total Governmental Activity Long-term Liabilities	\$ 13,334,252	\$ 491,242	\$ (8,398,178)	\$ 5,427,316	\$ 836,448
<b>Business-type activities:</b>					
Notes payable	\$ 80,441	\$ -	\$ (27,746)	\$ 52,695	\$ 25,442
Lease obligations - equipment	181,461	-	(36,237)	145,224	51,106
Accrued compensated absences	454,274	214,490	(190,856)	477,908	310,640
Net pension/OPEB liabilities	4,353,167	-	(1,313,092)	3,040,075	-
Total Business-type Activity Long-term Liabilities	5,069,343	214,490	(1,567,931)	3,715,902	387,189
<b>Total Long-Term Liabilities</b>	<u>\$ 18,403,595</u>	<u>\$ 705,732</u>	<u>\$ (9,966,109)</u>	<u>\$ 9,143,218</u>	<u>\$ 1,223,636</u>

In prior years certain agreements entered into by the City were classified as capital leases. With the implementation of GASB 87 in the year ending June 30, 2022, certain agreements are now classified as financed purchases with related debt classified as notes payable. Certain other agreements remain leases under the new standard, and agreements previously classified as operating leases are now lease liabilities. Beginning balances have been adjusted accordingly with any impact on net position being recorded as a restatement adjustment, which is discussed in Note 2.

Generally, resources from the General fund are used to liquidate net pension/OPEB liabilities and compensated absences for governmental activities.

The City has no unused lines of credit as of June 30, 2022.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 7. Long-Term Liabilities, Continued**

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The City has no direct borrowings or placements of debt. Other than pledged revenues for selected debt issues as noted in the schedule on the following page, none of the City's bonds contain pledged assets, finance related events of default, finance related termination events, acceleration clauses, and/or subjective acceleration clauses.

The City has entered into six note payable agreements for financed purchases of various equipment. The following is list of notes payable balances as of and for the year ending June 30, 2022:

**Governmental Activities**

Xerox Copier, bearing interest of 4.00%, with monthly principal and interest payments of \$117 maturing February 2024.	\$ 2,274
Xerox Copier, bearing interest of 4.00%, with monthly principal and interest payments of \$166 maturing May 2023.	1,660
Xerox Copier, bearing interest of 4.00%, with monthly principal and interest payments of \$156 maturing April 2023.	1,561
Vehicles, bearing interest of 3.43%, with monthly principal and interest payments of \$7,746 maturing April 2024.	164,929
Vehicles, bearing interest of 3.43%, with monthly principal and interest payments of \$9,345 maturing November 2024.	261,920
Total governmental notes payable	<u>432,344</u>

**Business-Type Activities**

Lawn mowers, bearing interest of 4.10%, with monthly principal and interest payments of \$2,281 maturing September 2024.	52,695
Total business-type notes payable	<u>52,695</u>
Total notes payable	<u><u>485,038</u></u>

The following is the annual schedule of future payments for the City's notes payable for the fiscal years ending June 30:

Fiscal Year Ending June 30,	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2023	\$ 199,510	\$ 10,256	\$ 25,442	\$ 1,933
2024	186,430	4,122	26,505	870
2025	46,405	319	747	39
Thereafter	-	-	-	-
Total notes payable	<u>\$ 432,346</u>	<u>\$ 14,697</u>	<u>\$ 52,695</u>	<u>\$ 2,842</u>

The City has entered into two lease agreements for various equipment for the Golf Fund.

The City entered into a five-year lease agreement as lessee for the acquisition and use of 62 golf carts. The lease had an initial liability of \$185,823. As of June 30, 2022, the value of the lease liability was \$126,611. The City is required to make monthly principal and interest payments of \$3,800. The lease has an interest rate of 10.92%. In addition, the City will not purchase the equipment at the end of the lease term. The equipment has a ten-year estimated useful life. The value of the right-to-use asset as of the end of the current fiscal year was \$185,823 and had accumulated amortization of \$67,572.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 7. Long-Term Liabilities, Continued**

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The City entered into a five-year lease agreement as lessee for the acquisition and use of a beverage cart. The lease had an initial liability of \$30,172. As of June 30, 2022, the value of the lease liability was \$18,612. The City is required to make monthly principal and interest payments of \$564. The lease has an interest rate of 3.99%. In addition, the City will not purchase the equipment at the end of the lease term. The equipment has a ten-year estimated useful life. The value of the right-to-use asset as of the end of the current fiscal year was \$30,172 and had accumulated amortization of \$12,069.

The future principle and interest lease payments are as follows:

Fiscal Year Ending June 30,	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2023	\$ -	\$ -	\$ 51,106	\$ 1,262
2024	-	-	51,605	763
2025	-	-	42,513	244
2026	-	-	-	-
2027	-	-	-	-
Total lease payments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 145,224</u>	<u>\$ 2,270</u>

**Available Borrowing Capacity:**

Prior to fiscal year 2007, under Arizona law, cities could issue general obligation bonds for purposes of water, sewer, artificial light, open space preserves, parks, playgrounds, and recreational facilities, up to an amount not exceeding 20% of a City's Secondary Net Assessed Valuation. In fiscal year 2007, Arizona voters approved an amendment to the Arizona Constitution to allow cities to include debt for the acquisition and development of public safety, law enforcement, fire and emergency facilities, and streets and transportation facilities in the 20% debt limit. General Obligation Bonds for all other purposes may be issued up to an amount not exceeding 6% of Secondary Net Assessed Valuation.

As of June 30, 2022 the City has no debt outstanding applicable to the 20% limit and no outstanding general obligation bonds applicable to the 6% limit. Accordingly at June 30, 2022, the City's legal borrowing capacity is \$37,739,288 for the 20% limit and \$11,321,786 for the general obligation 6% limit.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

**Note 8. Interfund Receivables, Payables and Transfers**

As of June 30, 2022, interfund receivables and payables that resulted from various interfund transactions were as follows:

<b>Due To:</b>	<b>Due From:</b>				
	General Fund	Horseshoe Bend Fund	Electric Fund	Golf Fund	Total
General	\$ -	\$ 751,446	\$ 15,770	\$ 375,936	\$ 1,143,152
Capital Project Fund	-	1,504,605	-	-	1,504,605
Non-Major Governmental Funds	267	-	-	-	267
Electric	1,625,000	-	-	-	1,625,000
<b>Total</b>	<b>\$ 1,625,267</b>	<b>\$ 2,256,051</b>	<b>\$ 15,770</b>	<b>\$ 375,936</b>	<b>\$ 4,273,024</b>

The interfund balance in the General Fund of \$1,625,000 is a loan from the Electric Fund to the General Fund made in fiscal year 2000. The terms of the loan will be determined by the City Council and any amounts expected to be paid within one year have not been determined as of the date of the financial statements. The Horseshoe Bend balance of \$1,504,605 payable to the Capital Projects fund is payable over 5 years at 6% interest with 4 years remaining. The Horseshoe Bend balance of \$751,446 payable to the General fund is payable over 6 years at 6% interest with 5 years remaining.

Interfund transfers for the fiscal year ended June 30, 2022 are as follows:

<b>Transfers Out:</b>	<b>Transfers In:</b>		
	General Fund	Capital Projects Fund	Total
General Fund	\$ -	\$ 3,064,342	\$ 3,064,342
Debt Service Fund	-	879,370	879,370
Airport Fund	-	21,878	21,878
Grants fund	26,817	-	26,817
Non-Major Governmental	-	44,460	44,460
Sanitation Fund	-	-	-
Horseshoe Bend Fund	1,550,903	-	1,550,903
<b>Total Transfers Out</b>	<b>\$ 1,577,720</b>	<b>\$ 4,010,050</b>	<b>\$ 5,587,770</b>

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

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

**Note 9. Pensions and Other Postemployment Benefits**

The City contributes to the Arizona State Retirements System and Public Safety Personnel Retirement System plans described below. The plans are component units of the State of Arizona. At June 30, 2022, the City reported the following aggregate amounts related to pensions and other post-employment benefits (OPEB) for all plans to which it contributes:

<b>Statement of Net Position and</b>				<b>Governmental</b>	<b>Business-Type</b>
<b>Statement of Activities</b>	<b>ASRS</b>	<b>PSPRS</b>	<b>Combined Total</b>	<b>Activities Total</b>	<b>Activities Total</b>
Net OPEB asset	\$ 266,259	\$ 2,202,519	\$ 2,468,778	\$ 2,353,958	\$ 114,820
Net OPEB liabilities	11,190	-	11,190	6,365	4,825
Net pension liabilities	7,048,058	-	7,048,058	4,008,703	3,039,355
Total pension/OPEB liabilities	7,059,248	-	7,059,248	4,015,067	3,044,181
Deferred outflows of resources	2,256,184	885,904	3,142,088	2,169,147	972,941
Deferred inflows of resources	2,713,475	2,097,039	4,810,514	3,640,374	1,170,140
Pension/OPEB expense	784,732	(135,470)	649,262	448,388	200,977

The City reported \$786,615 of pension and OPEB contributions as expenditures in the governmental funds related to all plans to which it contributes.

**Arizona State Retirement System (ASRS)**

**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](http://www.azasrs.gov).

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

	<b>Initial Membership Date Before July 1, 2011</b>	<b>Initial Membership Date On or After July 1, 2011</b>
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 consecutive months of last 120 months	Highest 60 consecutive 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.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 9. Pensions and Other Postemployment Benefits, Continued**

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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 survivor benefit is determined by the retirement benefit option chosen. 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, 2022, statute required active ASRS members to contribute at the actuarially determined rate of 12.41 percent (12.22 percent for retirement and 0.19 percent for long-term disability) of the members' annual covered payroll, and statute required the City to contribute at the actuarially determined rate of 12.41 percent (12.01 percent for retirement, 0.21 percent for health insurance premium benefit, and 0.19 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 10.22 percent (10.13 percent for retirement and 0.09 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, 2022, were \$834,134, \$14,585, and \$13,196 respectively.

**Liability** – At June 30, 2022, the City reported the following asset and liabilities for its proportionate share of the ASRS' net pension/OPEB asset or liability.

	<b>Net pension/OPEB</b>
	<b><u>(asset) liability</u></b>
Pension	\$ 7,048,058
Health insurance premium benefit	(266,259)
Long-term disability	11,190



**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 9. Pensions and Other Postemployment Benefits, Continued**

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The net asset and net liabilities were measured as of June 30, 2021. The total liability used to calculate the net asset and net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2020, to the measurement date of June 30, 2021. The total liabilities as of June 30, 2021, reflect changes in actuarial assumptions based on the results of an actuarial experience study for the 5-year period ended June 30, 2020, including decreasing the discount rate from 7.5 percent to 7.0 percent and changing the projected salary increases from 2.7-7.2 percent to 2.9-8.4 percent.

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, 2021. The City's proportions measured as of June 30, 2021, and the change from its proportions measured as of June 30, 2020, were:

	Proportion June 30, 2020	Proportion June 30, 2021	Increase (decrease) from June 30, 2020
Pension	0.056130%	0.053640%	-0.002490%
Health insurance premium benefit	0.056870%	0.054650%	-0.002220%
Long-term disability	0.056510%	0.054210%	-0.002300%

**Expense** – For the year ended June 30, 2022, the City recognized pension OPEB expense:

	<b><u>Pension/OPEB Exp</u></b>
Pension	\$ 806,840
Health insurance premium benefit	(30,710)
Long-term disability	8,602

**Deferred outflows/inflows of resources** – At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

**Note 9. Pensions and Other Postemployment Benefits, Continued**

	Pension		Health Insurance Premium Benefit		Long-Term Disability	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 107,441	\$ -	\$ -	\$ 92,339	\$ 3,232	\$ 912
Changes of assumptions or other inputs	917,361	-	13,200	10,765	3,579	14,100
Net difference between projected and actual earnings on pension plan investments	-	2,233,073	-	98,769	-	7,750
Changes in proportion and differences between contributions and proportionate share of contributions	345,638	253,456	778	677	3,040	1,634
Contributions subsequent to the measurement date	834,134	-	14,585	-	13,196	-
Total	<u>\$ 2,204,574</u>	<u>\$ 2,486,529</u>	<u>\$ 28,563</u>	<u>\$ 202,550</u>	<u>\$ 23,047</u>	<u>\$ 24,396</u>

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 ending June 30, 2023. 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
2023	\$ 240,462	\$ (44,244)	\$ (1,890)
2024	(94,749)	(42,420)	(1,755)
2025	(492,278)	(46,516)	(2,035)
2026	(769,534)	(51,305)	(3,208)
2027	-	(4,087)	(1,101)
Thereafter	-	-	(4,556)

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 9. Pensions and Other Postemployment Benefits, Continued**

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

Actuarial valuation date	June 30, 2020
Actuarial roll forward date	June 30, 2021
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 pension and health insurance premium benefit
Recovery rates	2012 GLTD for long-term disability
Healthcare cost trend rate	Not applicable

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

The long-term expected rate of return on ASRS pension plan investments was determined to be 7.0 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension 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 arithmetic real rates of return for each major asset class are summarized in the following table:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Long-Term Expected Geometric Real Rate of Return</b>
Equity	50%	4.90%
Fixed income - credit	20%	5.20%
Fixed income - interest rate sensitive	10%	0.70%
Real estate	20%	5.70%
Totals	100%	

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 9. Pensions and Other Postemployment Benefits, Continued**

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**Discount Rate** – At June 30, 2021, the discount rate used to measure the ASRS total pension/OPEB liability was 7.0 percent, which was a decrease of 0.5 from the discount rate used as of June 30, 2020. 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 based on the ASRS Board's funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the plan's 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.

**Sensitivity of the proportionate share of the 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 (asset) liability calculated using the discount rate of 7.0 percent, as well as what the City's proportionate share of the net pension 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:

	1% Decrease (6.0%)	Discount Rate (7.0%)	1% Increase (8.0%)
Proportionate share of:			
Net pension (asset) / liability	\$ 11,086,005	\$ 7,048,058	\$ 3,681,527
Net insurance premium benefit liability (asset)	(176,291)	(266,259)	(342,762)
Net long-term disability liability	14,571	11,190	7,919

**Plan fiduciary net position** – Detailed information about the pension plan's fiduciary net position is available in the separately issued ASRS financial report.

## **Public Safety Personnel Retirement System (PSPRS)**

**Plan description** – City police and fire employees who are regularly assigned hazardous duty participate in the Public Safety Personnel Retirement System (PSPRS). 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 issues a publicly available financial report that includes financial statements and required supplementary information for PSPRS. The reports are available on the PSPRS website at [www.psprs.com](http://www.psprs.com).

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 9. Pensions and Other Postemployment Benefits, Continued**

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**Benefits provided** – The PSPRS provides retirement, health insurance premium supplement, disability, and survivor benefits. State statute establishes benefit terms. Retirement, disability, and survivor benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

	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 of credited of service, age 52.5
Final average salary is based on	Highest 36 consecutive months of last 20 years	Highest 60 consecutive months of last 20 years
Benefit percent		
Normal Retirement	50% less 4.0% for each year of credited service less than 20 years OR plus 2.0% to 2.5% for each year of credited service over 20 years, not to exceed 80%	1.5% to 2.5% per year of credited service, not to exceed 80%
Accidental Disability Retirement	50% or normal retirement, whichever is greater	
Catastrophic Disability Retirement	90% for the first 60 months then reduced to either 62.5% or normal retirement, whichever is greater	
Ordinary Disability Retirement	Normal retirement calculated with actual years of credited service or 20 years of credited service, whichever is greater, multiplied by years of credited service (not to exceed 20 years) divided by 20	
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 the result of injuries received on the job	

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

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

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 9. Pensions and Other Postemployment Benefits, Continued**

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**Employees covered by benefit terms** – At June 30, 2022, the following employees were covered by the agent plans' benefit terms:

<b>PSPRS - Police</b>	<b>Pension</b>	<b>Health</b>
Inactive employees or beneficiaries currently receiving benefits	10	10
Inactive employees entitled to but not yet receiving benefits	4	0
Active employees	12	12
Total	26	22

<b>PSPRS - Fire</b>	<b>Pension</b>	<b>Health</b>
Inactive employees or beneficiaries currently receiving benefits	3	3
Inactive employees entitled to but not yet receiving benefits	9	0
Active employees	8	8
Total	20	11

**Contributions cost** – State Statutes establish the pension contribution requirements for active PSPRS employees. In accordance with state statutes, annual actuarial valuations determine employer contribution requirements for pension and health insurance premium benefits. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. Contribution rates for the year ended June 30, 2022, are indicated below. Rates are a percentage of active members' annual covered payroll.

	<b>Active Member Pension</b>	<b>City - Pension</b>	<b>City-Health Insurance Premium</b>
PSPRS Police	7.65%	11.45%	0.00%
PSPRS Police Tier 3 risk pool	9.05%	9.05%	0.25%
PSPRS Fire	7.65%	14.74%	0.20%
PSPRS Fire Tier 3 risk pool	9.05%	9.05%	0.25%

In addition, statute required the City to contribute at the actuarially determined rate of 0.52% for police and 1.67% for fire 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.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 9. Pensions and Other Postemployment Benefits, Continued**

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The City's contributions to the plans for the year ended June 30, 2022, were:

<b>Pension</b>	<b>PSPRS Police</b>	<b>PSPRS Fire</b>
Contributions made	\$ 146,583	\$ 126,442
PSPRS Tier 3 risk pool contributions	76,378	78,807
<b>Health Insurance Premium Benefit</b>		
Annual OPEB cost	\$ -	\$ 1,669
PSPRS Tier 3 risk pool	-	1,040

During fiscal year 2022, the City paid for PSPRS pension and OPEB contributions 100% from the general fund.

**Liability** – At June 30, 2022, the City reported the following assets and liabilities.

	<b>Net pension (asset) liability</b>	<b>Net OPEB (asset) liability</b>
PSPRS Police	\$ (1,012,749)	\$ (511,656)
PSPRS Fire	(641,303)	(36,811)
Total	\$ (1,654,052)	\$ (548,467)

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

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

Actuarial valuation date	June 30, 2021
Actuarial cost method	Entry Age Normal
Investment rate of return	7.3%
Wage inflation	3.5% for pensions/not applicable for OPEB
Price inflation	2.5% for pensions/not applicable for OPEB
Cost-of-living adjustment	1.75% for pension/not applicable for OPEB
Mortality rates	PubS-2010 tables
Healthcare cost trend rate	Not applicable

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

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 9. Pensions and Other Postemployment Benefits, Continued**

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The long-term expected rate of return on PSPRS plan investments was determined to be 7.3 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:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Long-Term Expected Geometric Real Rate of Return</b>
U.S. public equity	24%	4.08%
International public equity	16%	5.20%
Global private equity	20%	7.67%
Other assets (capital appreciation)	7%	5.43%
Core bonds	2%	0.42%
Private credit	20%	5.74%
Diversifying strategies	10%	3.99%
Cash - Mellon	1%	-0.31%
<b>Total</b>	<b>100.00%</b>	

**Discount Rate** – At June 30, 2021, the discount rate used to measure the PSPRS total pension/OPEB liability was 7.3 percent. The projection of cash flows used to determine this 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 actuarially determined contribution rates and the member rate. Based on these 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.



**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

**Note 9. Pensions and Other Postemployment Benefits, Continued**

**Changes in the net pension/OPEB liability**

PSPRS Police	Pension			Health insurance premium benefit		
	Increase (decrease)			Increase (decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at June 30, 2021	\$ 8,192,041	\$ 7,526,877	\$ 665,164	\$ 59,986	\$ 477,858	\$ (417,872)
Adjustment to beginning of year	-	-	-	-	-	-
Changes for the year:						
Service cost	173,126	-	173,126	4,051	-	4,051
Interest on total pension liability	592,164	-	592,164	4,512	-	4,512
Changes of benefit terms	-	-	-	-	-	-
Difference between expected and actual experience in the measurement of the pension liability	(23,618)	-	(23,618)	29,140	-	29,140
Changes of assumptions	-	-	-	-	-	-
Contributions - employer	-	275,451	(275,451)	-	-	-
Contributions - employee	-	82,424	(82,424)	-	-	-
Net investment income	-	2,071,581	(2,071,581)	-	132,030	(132,030)
Benefit payments, including refunds of employee contributions	(506,667)	(506,667)	-	(4,466)	(4,466)	-
Hall/Parker settlement	-	-	-	-	-	-
Plan administrative expenses	-	(9,871)	9,871	-	(543)	543
Other changes*	-	-	-	-	-	-
Net changes	235,005	1,912,918	(1,677,913)	33,237	127,021	(93,784)
Balances at June 30, 2022	\$ 8,427,046	\$ 9,439,795	\$ (1,012,749)	\$ 93,223	\$ 604,879	\$ (511,656)

\* Other changes include adjustments for prior year GASB 68 and reserve transfer to/from employer and employee reserves.

PSPRS Fire	Pension			Health insurance premium benefit		
	Increase (decrease)			Increase (decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at June 30, 2021	\$ 3,420,092	\$ 3,121,601	\$ 298,491	\$ 62,597	\$ 78,133	\$ (15,536)
Adjustment to beginning of year	-	-	-	-	-	-
Changes for the year:						
Service cost	146,582	-	146,582	2,709	-	2,709
Interest on total pension liability	250,420	-	250,420	4,614	-	4,614
Changes of benefit terms	-	-	-	-	-	-
Difference between expected and actual experience in the measurement of the pension liability	(249,409)	-	(249,409)	(6,582)	-	(6,582)
Changes of assumptions	-	-	-	-	-	-
Contributions - employer	-	156,258	(156,258)	-	1,532	(1,532)
Contributions - employee	-	64,957	(64,957)	-	-	-
Net investment income	-	870,215	(870,215)	-	20,569	(20,569)
Benefit payments, including refunds of employee contributions	(272,533)	(272,533)	-	(4,213)	(4,213)	-
Hall/Parker settlement	-	-	-	-	-	-
Plan administrative expenses	-	(4,043)	4,043	-	(85)	85
Other changes*	-	-	-	-	-	-
Net changes	(124,940)	814,854	(939,794)	(3,472)	17,803	(21,275)
Balances at June 30, 2022	\$ 3,295,152	\$ 3,936,455	\$ (641,303)	\$ 59,125	\$ 95,936	\$ (36,811)

\* Other changes include adjustments for prior year GASB 68 and reserve transfer to/from employer and

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

**Note 9. Pensions and Other Postemployment Benefits, Continued**

**Sensitivity of the City's net pension/OPEB (asset) 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 7.30%, as well as what the City's net pension/OPEB (assets) liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease (6.30%)	Current Discount Rate (7.30%)	1% Increase (8.30%)
<b>PSPRS Police</b>			
Net pension (asset) / liability	\$ 71,685	\$ (1,012,749)	\$ (1,900,795)
Net OPEB (asset) / liability	(499,935)	(511,656)	(521,451)
<b>PSPRS Fire</b>			
Net pension (asset) / liability	\$ (134,063)	\$ (641,303)	\$ (1,048,898)
Net OPEB (asset) / liability	(29,938)	(36,811)	(42,596)

**Plan fiduciary net position** – Detailed information about the plans' fiduciary net position is available in the separately issued PSPRS financial report.

**Expense** – For the year ended June 30, 2022, the City recognized the following pension and OPEB expense:

	Pension expense	OPEB expense
PSPRS Police	\$ (33,086)	\$ (39,142)
PSPRS Fire	(60,533)	(2,709)

**Deferred outflows/inflows of resources** – At June 30, 2022, 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	\$ 103,208	\$ 160,268	\$ 25,565	\$ 10,805
Changes in assumptions	110,826	-	412	1,578
Net difference between projected and actual earnings on pension plan investments	-	929,513	-	56,888
Contributions subsequent to the measurement date	222,961	-	-	-
Total	<u>\$ 436,995</u>	<u>\$ 1,089,781</u>	<u>\$ 25,977</u>	<u>\$ 69,271</u>
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	\$ 40,495	\$ 517,943	\$ 6,227	\$ 25,295
Changes in assumptions	167,516	-	736	1,163
Net difference between projected and actual earnings on pension plan investments	-	385,071	-	8,515
Contributions subsequent to the measurement date	205,249	-	2,709	-
Total	<u>\$ 413,260</u>	<u>\$ 903,014</u>	<u>\$ 9,672</u>	<u>\$ 34,973</u>

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 9. Pensions and Other Postemployment Benefits, Continued**

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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, 2023. 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 Ending June 30,	Deferred Outflows (Inflows) of Resources			
	PSPRS - Police		PSPRS Fire	
	Pension	Health Insurance Premium Benefit	Pension	Health Insurance Premium
2023	\$ (188,128)	\$ (10,320)	\$ (154,489)	\$ (4,015)
2024	(189,558)	(10,663)	(156,270)	(4,074)
2025	(210,409)	(11,742)	(159,535)	(4,366)
2026	(283,716)	(15,682)	(191,065)	(5,304)
2027	(3,936)	5,113	(33,644)	(2,311)
Thereafter	-	-	-	(7,940)

**Firefighters' Relief and Pension Fund**

The City of Page, Arizona Volunteer Firefighters' Relief and Pension Fund is a defined contribution pension plan administered by the City and a board of trustees for the City's volunteer firefighters. A defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive.

As established by the Plan document, all volunteer firefighters participate in the pension plan upon hiring for the volunteer service with the department. The volunteers are required to contribute a minimum of 7% of their earned wage to their pension account with the City matching the 7% contribution. The Plan has a vesting schedule beginning at five years of service vesting at 40% of the City's contributions and ending with 100% of the City's contributions at eight years of service.

No pension provision changes occurred during the year that affected the required contributions made by the City or its voluntary firefighters. The Firefighters' Relief and Pension Fund held no securities of the City or other related parties during the fiscal year or as of the close of the fiscal year.

The State of Arizona is required by statute to contribute a portion of the annual tax received on fire insurance premiums. During the fiscal year ended June 30, 2022, the State's contribution was \$15,419.

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 10. Risk Management**

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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 risk management, property and liability insurance was obtained through the brokers, Arizona Municipal Risk Retention Pool (AMRRP), using Southwest Risk for the coverage. The limit for claims general liability is \$2,000,000 per occurrence on a claims made basis. The City's Worker's Compensation program is also through AMRRP for approximately 155 members. The City has had comparable insurance coverage for the past 48 years, and has had no claims exceeding this insurance coverage.

Premiums were paid quarterly to AMRRP for workers compensation through June 2022 and general liability through February 2022. Beginning in fiscal year 2022, the workers compensation coverage and the general liability coverage are on the same fiscal year period.

The City purchases commercial insurance for other risks of loss, including airport activities and employee health and accident. Settled claims resulting from these risks have not exceeded commercial coverage in any of the past thirty fiscal years.

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**Note 11. Contingent Liabilities and Commitments**

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The City is contingently liable with respect to lawsuits and other claims incidental to the ordinary course of its operations. In the opinion of City management, based on the advice of the City Attorney with respect to such litigation, such matters will not have a material adverse effect on the City's financial position at June 30, 2022.

At year end, the City had the following major construction projects/commitments open:

Project	Estimated Cost	Construction in Progress
Public Works Building	\$ 1,800,000	\$ 123,392
10th Ave Streets	500,000	104,553
Date Street	1,380,000	27,851
Storm Drain Improvements	1,650,000	330,964
Block 17 Revitalization	1,750,000	159,899
Fiber Improvements	30,000	5,000
South Ramp Reconstr Design (AIP 34)	1,800,000	112,312
Bike Trail/Park	100,000	5,669
Vista Ave Rehabilitation	440,000	45,542
Runway Safety Area	4,900,000	175,965
Segmented Circle Relocation	300,000	28,710
South Lake Powell Blvd Improvements	125,000	23,112
Aqua Avenue Improvements	486,465	441,383
Airport Terminal/Elevator Improvements	1,150,000	14,337
	<u>\$ 16,411,465</u>	<u>\$ 1,598,689</u>

**CITY OF PAGE, ARIZONA**  
**Notes to the Financial Statements**  
**June 30, 2022**

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**Note 12.      Landfill Post Closure Care Costs**

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The City leased a landfill site from the Bureau of Reclamation in prior years. State and Federal laws and regulators required the City to place a final cover on the 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 closed the landfill in the year 2000 and thus, all closure costs have been paid in previous years. Post-closure care costs will continue to be paid in future years. The City does not report a portion of these post-closure care costs as an operation expense in each period based on landfill capacity used as of each balance sheet date, since only that portion of the liability that “would normally be liquidated with the expendable available resources” would be reported as an expenditure in the General Fund. The landfill post-closure care liability at year end is \$357,643 which represents the cumulative amount of post-closure costs to date based on the use of the estimated capacity of the landfill. One hundred percent of the landfill capacity has been used by June 30, 2022. The remaining estimated cost of post-closure care is \$327,454. This amount is based on an estimated annual post-closure cost estimate of \$39,291 multiplied by an annual inflation factor of 1.04176% and the number of years remaining, or 8. The figure is based on what it would cost to perform all post-closure care in 2022. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. The City has utilized a local government guarantee rather than establishing a trust fund or other financial mechanism to demonstrate financial responsibility for post-closure costs.

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## **REQUIRED SUPPLEMENTARY INFORMATION**

**CITY OF PAGE, ARIZONA**  
**Required Supplementary Information**  
**Schedule of the Proportionate Share of the Net Pension Liability**  
**June 30, 2022**

**ASRS - Pension**

	Reporting Fiscal Year (Measurement Date)							
	2022 (2021)	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)
Proportion of the net pension liability (asset)	0.053640%	0.056130%	0.048760%	0.050710%	0.493800%	0.049140%	0.050540%	0.049360%
Proportionate share of the net pension liability (asset)	\$ 7,048,058	\$ 9,725,376	\$ 7,095,147	\$ 7,072,260	\$ 7,692,441	\$ 7,931,690	\$ 7,871,684	\$ 7,303,554
Covered payroll	\$ 6,192,706	\$ 6,255,586	\$ 5,306,531	\$ 5,142,759	\$ 4,917,806	\$ 4,927,345	\$ 4,832,709	\$ 4,635,081
Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	113.81%	155.47%	133.71%	137.52%	156.42%	160.97%	162.88%	157.57%
Plan fiduciary net position as a percentage of the total pension liability	78.58%	69.33%	73.24%	73.40%	69.92%	67.06%	68.35%	69.49%

Note: In accordance with GASB 68, employers will need to disclose a 10-year history for the pension schedule above. Additional information will be displayed as it becomes available.

See accompanying notes to pension/OPEB plan schedules



**CITY OF PAGE, ARIZONA**  
**Required Supplementary Information**  
**Schedule of the Proportionate Share of the Net OPEB Liability**  
**June 30, 2022**

**ASRS - Health insurance premium benefit**

	<b>Reporting Fiscal Year (Measurement Date)</b>					
	<b>2022 (2021)</b>	<b>2021 (2020)</b>	<b>2020 (2019)</b>	<b>2019 (2018)</b>	<b>2018 (2017)</b>	<b>2017 (2016)</b>
Proportion of the net pension liability (asset)	0.054650%	0.056870%	0.049180%	0.051180%	0.049660%	0.049658%
Proportionate share of the net pension liability (asset)	\$ (266,259)	\$ (40,264)	\$ (13,591)	\$ (18,429)	\$ (27,035)	\$ 14,359
Covered payroll	\$ 6,192,706	\$ 6,255,586	\$ 5,306,531	\$ 5,142,759	\$ 4,917,806	\$ 4,927,345
Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-4.30%	-0.64%	-0.26%	-0.36%	-0.55%	0.29%
Plan fiduciary net position as a percentage of the total pension liability	130.24%	104.33%	101.62%	102.20%	103.57%	98.02%

**ASRS - Long-term disability**

	<b>Reporting Fiscal Year (Measurement Date)</b>					
	<b>2022 (2021)</b>	<b>2021 (2020)</b>	<b>2020 (2019)</b>	<b>2019 (2018)</b>	<b>2018 (2017)</b>	<b>2017 (2016)</b>
Proportion of the net pension liability (asset)	0.054210%	0.056510%	0.048980%	0.050780%	0.049440%	0.049441%
Proportionate share of the net pension liability (asset)	\$ 11,190	\$ 42,869	\$ 31,908	\$ 26,533	\$ 17,921	\$ 17,767
Covered payroll	\$ 6,192,706	\$ 6,255,586	\$ 5,306,531	\$ 5,142,759	\$ 4,917,806	\$ 4,927,345
Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	0.18%	0.69%	0.60%	0.52%	0.36%	0.36%
Plan fiduciary net position as a percentage of the total pension liability	90.38%	68.01%	72.85%	77.83%	84.44%	85.17%

Note: In accordance with GASB 75, employers will need to disclose a 10-year history for the OPEB schedules above. Additional information will be displayed as it becomes available.

See accompanying notes to pension/OPEB plan schedules

**CITY OF PAGE, ARIZONA**  
**Required Supplementary Information**  
**Schedule of Changes in the Net Pension Liability and Related Ratios**  
**June 30, 2022**

Public Safety Personnel Retirement System Police	Reporting Fiscal Year (Measurement Date)							
	2022 (2021)	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)
<b>Total pension liability</b>								
Service cost	\$ 173,126	\$ 187,393	\$ 231,776	\$ 214,516	\$ 255,576	\$ 175,947	\$ 178,540	\$ 220,361
Interest on total pension liability	592,164	560,762	540,991	520,436	495,618	482,260	502,665	440,921
Changes of benefit terms	-	-	-	-	103,919	(15,644)	-	173,519
Difference between expected and actual experience of the total net pension liability	(23,618)	154,810	(46,488)	(165,484)	(176,315)	32,693	(409,785)	(421,490)
Changes of assumptions	-	-	105,455	-	211,038	261,084	-	858,808
Benefit payments, including refunds of employee contributions	(506,667)	(410,404)	(422,346)	(410,062)	(479,215)	(543,491)	(516,607)	(412,722)
<b>Net change in total pension liability</b>	235,005	492,561	409,388	159,406	410,621	392,849	(245,187)	859,397
<b>Total pension liability - beginning</b>	8,192,041	7,699,480	7,290,092	7,130,686	6,720,065	6,327,216	6,572,403	5,713,006
<b>Total pension liability - ending (a)</b>	<u>\$ 8,427,046</u>	<u>\$ 8,192,041</u>	<u>\$ 7,699,480</u>	<u>\$ 7,290,092</u>	<u>\$ 7,130,686</u>	<u>\$ 6,720,065</u>	<u>\$ 6,327,216</u>	<u>\$ 6,572,403</u>
<b>Plan fiduciary net position</b>								
Contributions - employer	\$ 275,451	\$ 1,341,843	\$ 1,658,508	\$ 1,307,650	\$ 353,353	\$ 336,612	\$ 201,140	\$ 212,639
Contributions - employee	82,424	90,447	101,240	114,737	110,537	107,532	125,347	110,427
Net investment income	2,071,581	86,399	303,632	294,286	380,194	18,774	123,864	459,460
Benefit payments, including refunds of employee contributions	(506,667)	(410,404)	(422,346)	(410,062)	(479,215)	(543,491)	(516,607)	(412,722)
Hall/Parker settlement	-	-	-	(96,358)	-	-	-	-
Plan administrative expenses	(9,871)	(7,047)	(6,268)	(5,179)	-	-	-	-
Other (net transfer)	-	-	(208)	4,307	(20,929)	6,527	(199,585)	(554,962)
<b>Net change in plan fiduciary net position</b>	1,912,918	1,101,238	1,634,558	1,209,381	343,940	(74,046)	(265,841)	(185,158)
<b>Plan fiduciary net position - beg</b>	7,526,877	6,425,639	4,791,081	3,581,700	3,237,760	3,311,806	3,577,647	3,762,805
<b>Plan fiduciary net position - end (b)</b>	<u>\$ 9,439,795</u>	<u>\$ 7,526,877</u>	<u>\$ 6,425,639</u>	<u>\$ 4,791,081</u>	<u>\$ 3,581,700</u>	<u>\$ 3,237,760</u>	<u>\$ 3,311,806</u>	<u>\$ 3,577,647</u>
<b>Net pension liability - ending (a) - (b)</b>	<u>\$ (1,012,749)</u>	<u>\$ 665,164</u>	<u>\$ 1,273,841</u>	<u>\$ 2,499,011</u>	<u>\$ 3,548,986</u>	<u>\$ 3,482,305</u>	<u>\$ 3,015,410</u>	<u>\$ 2,994,756</u>
Plan fiduciary net position as a percentage of the total pension liability	112.02%	91.88%	83.46%	65.72%	50.23%	48.18%	52.34%	54.43%
Covered payroll	\$ 782,335	\$ 892,406	\$ 936,923	\$ 1,100,649	\$ 1,170,755	\$ 947,481	\$ 858,148	\$ 908,313
Net pension liability as a percentage of covered payroll	-129.45%	74.54%	135.96%	227.05%	303.14%	367.53%	351.39%	329.71%

Note: In accordance with GASB 68, employers will need to disclose a 10-year history for the pension schedule above. Additional information will be displayed as it becomes available.

See accompanying notes to pension/OPEB plan schedules

**CITY OF PAGE, ARIZONA**  
**Required Supplementary Information**  
**Schedule of Changes in the Net Pension Liability and Related Ratios**  
**June 30, 2022**

Public Safety Personnel Retirement System Fire	Reporting Fiscal Year (Measurement Date)						
	2022 (2021)	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)
<b>Total pension liability</b>							
Service cost	\$ 146,582	\$ 152,678	\$ 178,178	\$ 172,306	\$ 186,973	\$ 163,277	\$ 160,587
Interest on total pension liability	250,420	231,873	226,814	200,929	184,687	177,931	163,937
Changes of benefit terms	-	-	-	-	39,975	61,000	-
Difference between expected and actual experience of the total net pension liability	(249,409)	56,690	(272,319)	(21,150)	(102,499)	(159,489)	(24,495)
Changes of assumptions	-	-	88,892	-	93,531	104,754	-
Benefit payments, including refunds of employee contributions	(272,533)	(89,616)	(79,936)	(108,693)	(176,446)	(150,490)	(95,733)
<b>Net change in total pension liability</b>	<b>(124,940)</b>	<b>351,625</b>	<b>141,629</b>	<b>243,392</b>	<b>226,221</b>	<b>196,983</b>	<b>204,296</b>
<b>Total pension liability - beginning</b>	<b>3,420,092</b>	<b>3,068,467</b>	<b>2,926,838</b>	<b>2,683,446</b>	<b>2,457,225</b>	<b>2,260,242</b>	<b>2,055,946</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 3,295,152</b>	<b>\$ 3,420,092</b>	<b>\$ 3,068,467</b>	<b>\$ 2,926,838</b>	<b>\$ 2,683,446</b>	<b>\$ 2,457,225</b>	<b>\$ 2,260,242</b>
<b>Plan fiduciary net position</b>							
Contributions - employer	\$ 156,258	\$ 232,076	\$ 345,573	\$ 327,142	\$ 129,943	\$ 121,210	\$ 107,714
Contributions - employee	64,957	68,288	66,450	84,197	101,145	102,410	99,301
Net investment income	870,215	37,611	138,804	149,674	215,948	10,162	58,052
Benefit payments, including refunds of employee contributions	(272,533)	(89,616)	(79,936)	(108,693)	(176,446)	(150,490)	(95,733)
Hall/Parker settlement	-	-	-	(65,480)	-	-	-
Plan administrative expenses	(4,043)	(3,066)	(3,388)	(2,978)	-	-	-
Other (net transfer)	-	-	(938)	24	(23,091)	(20,575)	(2,962)
<b>Net change in plan fiduciary net position</b>	<b>814,854</b>	<b>245,293</b>	<b>466,565</b>	<b>383,886</b>	<b>247,499</b>	<b>62,717</b>	<b>166,372</b>
<b>Plan fiduciary net position - beg</b>	<b>3,121,601</b>	<b>2,876,308</b>	<b>2,409,743</b>	<b>2,025,857</b>	<b>1,778,358</b>	<b>1,715,641</b>	<b>1,549,269</b>
<b>Plan fiduciary net position - end (b)</b>	<b>\$ 3,936,455</b>	<b>\$ 3,121,601</b>	<b>\$ 2,876,308</b>	<b>\$ 2,409,743</b>	<b>\$ 2,025,857</b>	<b>\$ 1,778,358</b>	<b>\$ 1,715,641</b>
<b>Net pension liability - ending (a) - (b)</b>	<b>\$ (641,303)</b>	<b>\$ 298,491</b>	<b>\$ 192,159</b>	<b>\$ 517,095</b>	<b>\$ 657,589</b>	<b>\$ 678,867</b>	<b>\$ 544,601</b>
Plan fiduciary net position as a percentage of the total pension liability	119.46%	91.27%	93.74%	82.33%	75.49%	72.37%	75.91%
Covered payroll	\$ 575,890	\$ 673,289	\$ 724,034	\$ 819,724	\$ 881,946	\$ 907,097	\$ 861,668
Net pension liability as a percentage of covered payroll	-111.36%	44.33%	26.54%	63.08%	74.56%	74.84%	63.20%

Note: In accordance with GASB 68, employers will need to disclose a 10-year history for the pension schedule above. Additional information will be displayed as it becomes available.

See accompanying notes to pension/OPEB plan schedules

**CITY OF PAGE, ARIZONA**  
**Required Supplementary Information**  
**Schedule of Changes in the Net OPEB Liability and Related Ratios**  
**June 30, 2022**

<b>PSPRS - Police Health Insurance Premium Benefit</b>	<b>Reporting Fiscal Year (Measurement Date)</b>				
	<b>2022 (2021)</b>	<b>2021 (2020)</b>	<b>2020 (2019)</b>	<b>2019 (2018)</b>	<b>2018 (2017)</b>
<b>Total pension liability</b>					
Service cost	\$ 4,051	\$ 4,364	\$ 3,852	\$ 3,962	\$ 4,566
Interest on total pension liability	4,512	4,037	4,073	4,021	4,129
Changes of benefit terms	-	-	-	-	352
Difference between expected and actual experience of the total net pension liability	29,140	1,791	(9,257)	(9,154)	(4,656)
Changes of assumptions	-	-	720	-	(4,793)
Benefit payments, including refunds of employee contributions	(4,466)	(786)	-	-	-
<b>Net change in total pension liability</b>	<b>33,237</b>	<b>9,406</b>	<b>(612)</b>	<b>(1,171)</b>	<b>(402)</b>
<b>Total pension liability - beginning</b>	<b>59,986</b>	<b>50,580</b>	<b>51,192</b>	<b>52,363</b>	<b>52,765</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 93,223</b>	<b>\$ 59,986</b>	<b>\$ 50,580</b>	<b>\$ 51,192</b>	<b>\$ 52,363</b>
<b>Plan fiduciary net position</b>					
Contributions - employer	\$ -	\$ -	\$ -	\$ (208)	\$ -
Contributions - employee	-	-	-	-	-
Net investment income	132,030	6,015	24,338	29,362	44,333
Benefit payments, including refunds of employee contributions	(4,466)	(786)	-	-	-
Plan administrative expenses	(543)	(489)	(420)	(447)	
Other changes	-	-	209	-	(392)
<b>Net change in plan fiduciary net position</b>	<b>127,021</b>	<b>4,740</b>	<b>24,127</b>	<b>28,707</b>	<b>43,941</b>
<b>Plan fiduciary net position - beg</b>	<b>477,858</b>	<b>473,118</b>	<b>448,991</b>	<b>420,284</b>	<b>376,343</b>
<b>Plan fiduciary net position - end (b)</b>	<b>\$ 604,879</b>	<b>\$ 477,858</b>	<b>\$ 473,118</b>	<b>\$ 448,991</b>	<b>\$ 420,284</b>
<b>Net pension liability - ending (a) - (b)</b>	<b>\$ (511,656)</b>	<b>\$ (417,872)</b>	<b>\$ (422,538)</b>	<b>\$ (397,799)</b>	<b>\$ (367,921)</b>
Plan fiduciary net position as a percentage of the total pension liability	648.85%	796.62%	935.39%	877.07%	802.64%
Covered payroll	\$ 782,335	\$ 892,406	\$ 936,923	\$ 1,100,649	\$ 1,170,755
Net pension liability as a percentage of covered payroll	-65.40%	-46.83%	-45.10%	-36.14%	-31.43%

Note: In accordance with GASB 75, employers will need to disclose a 10-year history for the OPEB schedule above. Additional information will be displayed as it becomes available.

See accompanying notes to pension/OPEB plan schedules

**CITY OF PAGE, ARIZONA**  
**Required Supplementary Information**  
**Schedule of Changes in the Net OPEB Liability and Related Ratios**  
**June 30, 2022**

<b>PSPRS - Fire Health Insurance Premium Benefit</b>	<b>Reporting Fiscal Year (Measurement Date)</b>				
	<b>2022 (2021)</b>	<b>2021 (2020)</b>	<b>2020 (2019)</b>	<b>2019 (2018)</b>	<b>2018 (2017)</b>
<b>Total pension liability</b>					
Service cost	\$ 2,709	\$ 3,187	\$ 2,787	\$ 2,787	\$ 2,910
Interest on total pension liability	4,614	3,932	4,976	4,347	4,491
Changes of benefit terms	-	-	-	-	272
Difference between expected and actual experience of the total net pension liability	(6,582)	6,653	(21,552)	1,174	(5,723)
Changes of assumptions	-	-	1,017	-	(1,828)
Benefit payments, including refunds of employee contributions	(4,213)	(2,257)	(1,200)	(1,200)	(1,200)
<b>Net change in total pension liability</b>	<b>(3,472)</b>	<b>11,515</b>	<b>(13,972)</b>	<b>7,108</b>	<b>(1,078)</b>
<b>Total pension liability - beginning</b>	<b>62,597</b>	<b>51,082</b>	<b>65,054</b>	<b>57,946</b>	<b>59,024</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 59,125</b>	<b>\$ 62,597</b>	<b>\$ 51,082</b>	<b>\$ 65,054</b>	<b>\$ 57,946</b>
<b>Plan fiduciary net position</b>					
Contributions - employer	\$ 1,532	\$ 2,329	\$ 2,204	\$ 2,052	\$ 2,735
Contributions - employee	-	-	-	-	-
Net investment income	20,569	946	3,864	4,618	6,863
Benefit payments, including refunds of employee contributions	(4,213)	(2,257)	(1,200)	(1,200)	(1,200)
Plan administrative expenses	(85)	(77)	(67)	(70)	
Other changes	-	-	938	-	(61)
<b>Net change in plan fiduciary net position</b>	<b>17,803</b>	<b>941</b>	<b>5,739</b>	<b>5,400</b>	<b>8,337</b>
<b>Plan fiduciary net position - beg</b>	<b>78,133</b>	<b>77,192</b>	<b>71,453</b>	<b>66,053</b>	<b>57,716</b>
<b>Plan fiduciary net position - end (b)</b>	<b>\$ 95,936</b>	<b>\$ 78,133</b>	<b>\$ 77,192</b>	<b>\$ 71,453</b>	<b>\$ 66,053</b>
<b>Net pension liability - ending (a) - (b)</b>	<b>\$ (36,811)</b>	<b>\$ (15,536)</b>	<b>\$ (26,110)</b>	<b>\$ (6,399)</b>	<b>\$ (8,107)</b>
Plan fiduciary net position as a percentage of the total pension liability	162.26%	124.82%	151.11%	109.84%	113.99%
Covered payroll	\$ 575,890	\$ 673,289	\$ 724,034	\$ 819,724	\$ 881,946
Net pension liability as a percentage of covered payroll	-6.39%	-2.31%	-3.61%	-0.78%	-0.92%

Note: In accordance with GASB 75, employers will need to disclose a 10-year history for the OPEB schedule above. Additional information will be displayed as it becomes available.

See accompanying notes to pension/OPEB plan schedules

**CITY OF PAGE, ARIZONA**  
**Required Supplementary Information**  
**Schedule of Pension/OPEB Contributions**  
**June 30, 2022**

<b>ASRS - Pension</b>	<b>Reporting Fiscal Year</b>							
	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
Contractually required contribution	\$ 834,134	\$ 702,485	\$ 702,401	\$ 574,955	\$ 549,366	\$ 519,238	499,192	506,890
Contributions in relation to the contractually required contribution	(834,134)	(702,485)	(702,401)	(574,955)	(549,366)	(519,238)	(499,192)	(506,890)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 6,908,231	\$ 6,192,706	\$ 6,255,586	\$ 5,306,531	\$ 5,142,759	\$ 4,917,806	\$ 4,927,345	\$ 4,832,709
Contributions as a percentage of covered payroll	12.07%	11.34%	11.23%	10.83%	10.68%	10.56%	10.13%	10.49%

Note: In accordance with GASB 68, employers will need to disclose a 10-year history for the pension schedule above. Additional information will be displayed as it becomes available.

See accompanying notes to pension/OPEB plan schedules

**CITY OF PAGE, ARIZONA**  
**Required Supplementary Information**  
**Schedule of Pension/OPEB Contributions**  
**June 30, 2022**

**ASRS - Health insurance premium benefit**

	Reporting Fiscal Year					
	2022	2021	2020	2019	2018	2017
Contractually required contribution	\$ 14,585	\$ 23,686	\$ 23,285	\$ 21,967	\$ 22,218	\$ 26,735
Contributions in relation to the contractually required contribution	(14,585)	(23,686)	(23,285)	(21,967)	(22,218)	(26,735)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 6,908,231	\$ 6,192,706	\$ 6,255,586	\$ 5,306,531	\$ 5,142,759	\$ 4,917,806
Contributions as a percentage of covered payroll	0.21%	0.38%	0.37%	0.41%	0.43%	0.54%

**ASRS - Long-term disability**

	Reporting Fiscal Year					
	2022	2021	2020	2019	2018	2017
Contractually required contribution	\$ 13,196	\$ 10,932	\$ 8,140	\$ 8,057	\$ 8,079	\$ 6,724
Contributions in relation to the contractually required contribution	(13,196)	(10,932)	(8,140)	(8,057)	(8,079)	(6,724)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 6,908,231	\$ 6,192,706	\$ 6,255,586	\$ 5,306,531	\$ 5,142,759	\$ 4,917,806
Contributions as a percentage of covered payroll	0.19%	0.18%	0.13%	0.15%	0.16%	0.14%

Note: In accordance with GASB 75, employers will need to disclose a 10-year history for the OPEB schedules above. Additional information will be displayed as it becomes available.

See accompanying notes to pension/OPEB plan schedules

**CITY OF PAGE, ARIZONA**  
**Required Supplementary Information**  
**Schedule of Pension/OPEB Contributions**  
**June 30, 2022**

**PSPRS - Police Pension**

	Reporting Fiscal Year								
	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 130,961	\$ 192,440	\$ 274,760	\$ 386,166	\$ 445,030	\$ 353,353	\$ 336,612	\$ 201,140	\$ 212,639
Contributions in relation to the actuarially determined contribution	(218,910)	(280,389)	(1,341,843)	(1,658,508)	(1,307,650)	(353,353)	(336,612)	(201,140)	(212,639)
Contribution deficiency (excess)	<u>\$ (87,949)</u>	<u>\$ (87,949)</u>	<u>\$ (1,067,083)</u>	<u>\$ (1,272,342)</u>	<u>\$ (862,620)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 1,305,971	\$ 782,335	\$ 892,406	\$ 936,923	\$ 1,100,649	\$ 1,170,755	\$ 947,481	\$ 858,148	\$ 908,313
Contributions as a percentage of covered payroll	10.03%	24.60%	30.79%	41.22%	40.43%	30.18%	35.53%	23.44%	23.41%

**PSPRS - Police**

**Health Insurance Premium Benefit**

Health Insurance Premium Benefit	Reporting Fiscal Year					
	2022	2021	2020	2019	2018	2017
Actuarially determined contribution	\$ -	\$ -	\$ -	\$ -	\$ (208)	\$ -
Contributions in relation to the actuarially determined contribution	-	-	-	-	208	-
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 1,305,971	\$ 782,335	\$ 892,406	\$ 936,923	\$ 1,100,649	\$ 1,170,755
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	-0.02%	0.00%

Note: In accordance with GASB 68 and GASB 75, employers will need to disclose a 10-year history for the pension and OPEB schedules above. Additional information will be displayed as it becomes available.

See accompanying notes to pension/OPEB plan schedules



**CITY OF PAGE, ARIZONA**  
**Required Supplementary Information**  
**Schedule of Pension/OPEB Contributions**  
**June 30, 2022**

**PSPRS - Fire Pension**

	Reporting Fiscal Year								
	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 146,145	\$ 143,091	\$ 178,245	\$ 173,287	\$ 167,968	\$ 129,943	\$ 121,210	\$ 107,714	\$ 121,193
Contributions in relation to the actuarially determined contribution	(205,249)	(202,195)	(419,025)	(386,287)	(327,142)	(129,943)	(121,210)	(107,714)	(121,193)
Contribution deficiency (excess)	<u>\$ (59,104)</u>	<u>\$ (59,104)</u>	<u>\$ (240,780)</u>	<u>\$ (213,000)</u>	<u>\$ (159,174)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 1,183,987	\$ 575,890	\$ 673,289	\$ 724,034	\$ 819,724	\$ 881,946	\$ 907,097	\$ 861,668	\$ 902,241
Contributions as a percentage of covered payroll	12.34%	24.85%	26.47%	23.93%	20.49%	14.73%	13.36%	12.50%	13.43%

**PSPRS - Fire**  
**Health Insurance Premium Benefit**

	Reporting Fiscal Year					
	2022	2021	2020	2019	2018	2017
Actuarially determined contribution	\$ 2,709	\$ 3,187	\$ 2,329	\$ 2,204	\$ 2,052	\$ 2,735
Contributions in relation to the actuarially determined contribution	(2,709)	(3,187)	(2,329)	(2,204)	(2,052)	(2,735)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u></u>	<u></u>	<u></u>	<u></u>
Covered payroll	\$ 1,183,987	\$ 575,890	\$ 673,289	\$ 724,034	\$ 819,724	\$ 881,946
Contributions as a percentage of covered payroll	0.23%	0.55%	0.35%	0.30%	0.25%	0.31%

Note: In accordance with GASB 68 and GASB 75, employers will need to disclose a 10-year history for the pension and OPEB schedules above. Additional information will be displayed as it becomes available.

See accompanying notes to pension/OPEB plan schedules

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**CITY OF PAGE, ARIZONA**  
**Required Supplementary Information**  
**Notes to Pension/OPEB Plan Schedule**  
**June 30, 2022**

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**Note 1. Actuarially Determined Contribution Rates**

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Actuarially determined contribution rates for PSPRS are calculated as of June 30 two years prior to the end of the fiscal year in which contributions are made. The actuarial methods and assumptions used to establish the contribution requirements are as follows:

Actuarial cost method	Entry age normal
Amortization Method	Level percent of pay, closed
Remaining Amortization Period As of the 2020 actuarial valuation	18 years for underfunded liabilities; 20 years for overfunded
Asset valuation method	7-Year smoothed market; 80%/120% market corridor
Actuarial assumptions:	
Investment rate of return	In the 2019 actuarial valuation, the investment rate of return was decreased from 7.4% to 7.3%. In the 2017 actuarial valuation, the investment rate of return was decreased from 7.5% to 7.4%. In the 2016 actuarial valuation, the investment rate of return decreased from 7.85% to 7.5%. In the 2013 actuarial valuation, the investment rate of return 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%. In the 2014 actuarial valuation, the projected salary increases were decreased from 4.5%-8.5% to 4.0%-8.0%. In the 2013 actuarial valuation, projected salary increases were decreased from 5.0%-9.0% to 4.5%-8.5%.
Wage growth	In the 2017 actuarial valuation, wage growth was decreased from 4% to 3.5%. In the 2014 actuarial valuation, wage growth was decreased from 4.5% to 4.0%. In the 2013 actuarial valuation, wage growth was decreased from 5.0% to 4.5%.
Retirement age	Experience-based table of rates that is specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period July 1, 2006 - June 30, 2011.
Mortality	In the 2019 actuarial valuation, changed to PubS-2010 tables. In the 2017 actuarial valuation, changed to RP-2014 tables, with 75% of MP-2016 fully generational projection scales. RP-2000 mortality table (adjusted by 105% for both males and females)

**CITY OF PAGE, ARIZONA**  
**Required Supplementary Information**  
**Notes to Pension/OPEB Plan Schedule**  
**June 30, 2022**

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**NOTE 2.        Factors that Affect Trends**

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

**REQUIRED SUPPLEMENTARY INFORMATION**  
**BUDGETARY COMPARISON SCHEDULES**  
**FOR THE FOLLOWING MAJOR FUNDS:**

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

The **Highway User Special Revenue Fund** accounts for revenue sources that are legally restricted for road construction and maintenance.

The **Grants Fund** is used to account for grants received by the City which are restricted for specific purposes.

The **Airport Fund** is used to account for activities related to the operation of the City's airport.

**Basis of Budgeting:**

The City budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America.

**CITY OF PAGE, ARIZONA**  
**GENERAL FUND**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2022**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
<b>Taxes:</b>				
City sales tax	\$ 12,250,000	\$ 12,250,000	\$ 13,609,436	\$ 1,359,436
Franchise taxes	237,000	237,000	209,977	(27,023)
Total Taxes	12,487,000	12,487,000	13,819,413	1,332,413
<b>Licenses, Permits and Fees:</b>				
Planning and zoning fees	-	-	6,600	6,600
Site plan review fees	5,500	5,500	5,010	(490)
Dog licenses	450	450	412	(38)
Business registration fees	2,000	2,000	11,649	9,649
Building permits	119,000	119,000	147,860	28,860
Other	76,100	76,100	70,262	(5,838)
Total Licenses, Permits and Fees	203,050	203,050	241,793	38,743
<b>Intergovernmental:</b>				
State revenue sharing	982,354	982,354	981,403	(951)
Auto lieu taxes	399,969	399,969	414,004	14,035
State sales taxes	884,020	884,020	1,049,592	165,572
County library district	336,846	336,846	336,846	-
Other	13,700	13,700	94,213	80,513
Total Intergovernmental	2,616,889	2,616,889	2,876,058	259,169
<b>Charges for Services:</b>				
Recreation	65,000	65,000	38,556	(26,444)
Rescue services	835,000	835,000	655,586	(179,414)
Library services	32,000	32,000	18,238	(13,762)
Public safety	32,500	32,500	23,522	(8,978)
Rents	59,500	59,500	66,196	6,696
Other	40,000	40,000	36,211	(3,789)
Total Charges for Services	1,064,000	1,064,000	838,309	(225,691)
<b>Fines and Forfeitures:</b>				
Fines & forfeitures	240,000	240,000	190,332	(49,668)
Total Fines and Forfeitures	240,000	240,000	190,332	(49,668)
<b>Investment earnings (loss)</b>	54,000	54,000	(262,471)	(316,471)
<b>Other Revenues:</b>				
Land and asset sales	1,005,000	1,005,000	20,104	(984,896)
Miscellaneous	32,000	32,000	17,716	(14,284)
Total Other Revenues	1,037,000	1,037,000	37,820	(999,180)
<b>TOTAL REVENUES</b>	17,701,939	17,701,939	17,741,254	39,315

(continued)

**CITY OF PAGE, ARIZONA**  
**GENERAL FUND**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Continued)**  
**For the Year Ended June 30, 2022**

<b>EXPENDITURES:</b>	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>General Government:</b>				
City Council	96,420	96,420	80,397	16,023
City Administration	343,628	343,628	309,565	34,063
City Clerk	243,450	243,450	210,021	33,429
City Attorney	423,069	423,069	364,503	58,566
Finance	411,734	411,734	427,445	(15,711)
Human Resources	885,059	885,059	565,165	319,894
General Services	1,163,250	1,166,090	602,591	563,499
Information Technology	590,242	590,242	594,262	(4,020)
Total General Government	<u>4,156,852</u>	<u>4,159,692</u>	<u>3,153,949</u>	<u>1,005,743</u>
<b>Public Safety:</b>				
Administration	423,608	423,608	446,994	(23,386)
Patrol	2,077,894	2,077,894	1,934,698	143,196
Communications	647,652	634,652	475,698	158,954
Investigations	447,548	447,548	327,927	119,621
Fire	2,311,722	2,311,722	2,017,888	293,834
Magistrate	609,017	609,017	498,729	110,288
Building and Safety	103,918	103,918	111,809	(7,891)
Total Public Safety	<u>6,621,359</u>	<u>6,608,359</u>	<u>5,813,743</u>	<u>794,616</u>
<b>Public Works</b>				
Administration	663,552	663,552	504,929	158,623
Planning and Zoning	300,067	300,067	173,249	126,818
Central Garage	399,707	399,707	425,426	(25,719)
Buildings Maintenance	553,846	553,846	482,286	71,560
Total Public Works	<u>1,917,172</u>	<u>1,917,172</u>	<u>1,585,890</u>	<u>331,282</u>
<b>Culture and Recreation:</b>				
Library	565,438	565,438	506,204	59,234
Parks & Trails Maintenance	415,103	415,103	404,448	10,655
Recreation	283,109	283,109	261,808	21,301
Total Culture and Recreation	<u>1,263,650</u>	<u>1,263,650</u>	<u>1,172,460</u>	<u>91,190</u>

(continued)

**CITY OF PAGE, ARIZONA**  
**GENERAL FUND**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual (Continued)**  
**For the Year Ended June 30, 2022**

	Original	Final	Actual	Variance with Final Budget
<b>Community Development</b>				
Community Center	217,644	217,644	201,289	16,355
Community Development	492,014	491,574	465,728	25,846
	<u>709,658</u>	<u>709,218</u>	<u>667,017</u>	<u>42,201</u>
 TOTAL EXPENDITURES	 <u>14,668,691</u>	 <u>14,658,091</u>	 <u>12,393,059</u>	 <u>2,265,032</u>
Excess of Revenues Over (Under)				
Expenditures	<u>3,033,248</u>	<u>3,043,848</u>	<u>5,348,195</u>	<u>2,304,347</u>
Other Financing Sources (Uses):				
Issuance of debt	-	-	-	-
Transfers in	2,160,362	2,160,362	1,577,720	(582,642)
Transfers out	(4,460,000)	(4,460,000)	(3,064,342)	1,395,658
Total Other Financing Sources (Uses)	<u>(2,299,638)</u>	<u>(2,299,638)</u>	<u>(1,486,622)</u>	<u>813,016</u>
Net change in fund balance	733,610	744,210	3,861,573	3,117,363
Fund balance, beginning of year	<u>22,288,564</u>	<u>22,288,564</u>	<u>22,288,564</u>	<u>-</u>
Fund balance, end of year	<u>\$ 23,022,174</u>	<u>\$ 23,032,774</u>	<u>\$ 26,150,137</u>	<u>\$ 3,117,363</u>



**CITY OF PAGE, ARIZONA**  
**HIGHWAY USER REVENUE FUND**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2022**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
<b>Revenues</b>				
Intergovernmental Revenue:				
Highway user revenue	\$ 894,128	\$ 894,128	\$ 937,466	\$ 43,338
Investment earnings	250	250	472	222
Other revenues	300	300	1,980	1,680
Total revenues	894,678	894,678	939,918	45,240
<b>Expenditures</b>				
<b>Streets and Highways</b>				
Current:				
Salaries, wages and benefits	46	46	8	38
Service, supplies and other	1,016,900	1,016,900	763,327	253,573
Total expenditures	1,016,946	1,016,946	763,335	253,611
Excess of revenues				
over (under) expenditures	(122,268)	(122,268)	176,583	298,851
<b>Other financing sources (uses)</b>				
Transfers to other funds	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(122,268)	(122,268)	176,583	298,851
Fund balance, beginning of year	15,775	15,775	15,775	-
<b>Fund balance, end of year</b>	<b>\$ (106,493)</b>	<b>\$ (106,493)</b>	<b>\$ 192,358</b>	<b>\$ 298,851</b>

**CITY OF PAGE, ARIZONA**  
**GRANTS FUND**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2022**

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
<b>Revenues</b>				
Intergovernmental revenue	\$ 8,087,200	\$ 8,087,200	\$ 5,026,818	\$ (3,060,382)
Total revenues	8,087,200	8,087,200	5,026,818	(3,060,382)
<b>Expenditures</b>				
Public safety	13,000	13,000	13,659	(659)
Public works	2,204,000	2,204,000	165,011	2,038,989
Culture and recreation	505,000	505,000	2,608	502,392
Community support	6,174,500	6,174,500	4,537,897	1,636,603
Total expenditures	8,896,500	8,896,500	4,719,175	4,177,325
Excess of revenues over (under) expenditures	(809,300)	(809,300)	307,643	1,116,943
<b>Other financing sources (uses)</b>				
Transfers:				
Transfers out	(50,000)	(50,000)	(26,817)	23,183
Total other financing sources (uses)	(50,000)	(50,000)	(26,817)	23,183
Net change in fund balance	(859,300)	(859,300)	280,826	1,140,126
Fund balance, beginning of year	218,082	218,082	218,082	-
<b>Fund balance, end of year</b>	<b>\$ (641,218)</b>	<b>\$ (641,218)</b>	<b>\$ 498,908</b>	<b>\$ 1,140,126</b>

**CITY OF PAGE, ARIZONA**  
**AIRPORT FUND**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2022**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 1,015,000	\$ 1,015,000	\$ 430,366	\$ (584,634)
Charges for services	53,000	53,000	73,023	20,023
Rents and royalties	403,600	403,600	408,132	4,532
Miscellaneous	115,200	115,200	121,648	6,448
Total revenues	1,586,800	1,586,800	1,033,169	(553,631)
<b>Expenditures</b>				
Public works	1,407,123	1,407,123	348,616	1,058,507
Total expenditures	1,407,123	1,407,123	348,616	1,058,507
Excess of revenues over (under) expenditures	179,677	179,677	684,553	504,876
<b>Other Financing Sources (uses)</b>				
Transfers out	(437,500)	(437,500)	(21,878)	415,622
Total other financing sources (uses)	(437,500)	(437,500)	(21,878)	415,622
Net change in fund balance	(257,823)	(257,823)	662,675	920,498
Fund balance, beginning of year	1,776,139	1,776,139	1,776,139	-
<b>Fund balance, end of year</b>	<b>\$ 1,518,316</b>	<b>\$ 1,518,316</b>	<b>\$ 2,438,814</b>	<b>\$ 920,498</b>

**SUPPLEMENTARY INFORMATION**  
**BUDGETARY COMPARISON SCHEDULES**  
**FOR THE FOLLOWING MAJOR FUNDS:**

The **Debt Service Fund** accounts for the accumulation of resources for, and the payment of current and future debt service requirements of governmental debt.

The **Capital Projects Fund** accounts for the acquisition and construction of the government's major capital facilities, other than those financed by proprietary funds.

**CITY OF PAGE, ARIZONA**  
**DEBT SERVICE FUND**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2022**

	Budget	Actual	Variance with Budget
<b>Revenues</b>			
Investment earnings	\$ -	\$ 2,648	\$ 2,648
Total revenues	-	2,648	2,648
<b>Expenditures</b>			
Debt service:			
Principal	5,150,000	5,150,000	-
Interest	25,000	3,089	21,911
Total expenditures	5,175,000	5,153,089	21,911
Excess of revenues over (under) expenditures	(5,175,000)	(5,150,441)	24,559
<b>Other financing sources (uses)</b>			
Transfers in	200,000	-	(200,000)
Transfers out	(2,000,000)	(879,370)	1,120,630
Total other financing sources (uses)	(1,800,000)	(879,370)	920,630
Net change in fund balances	(6,975,000)	(6,029,811)	945,189
Fund balance, beginning of year	6,886,913	6,886,913	-
<b>Fund balance, end of year</b>	<u>\$ (88,087)</u>	<u>\$ 857,102</u>	<u>\$ 945,189</u>

**CITY OF PAGE, ARIZONA**  
**CAPITAL PROJECTS FUND**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget</u>
<b>Revenues</b>			
Intergovernmental revenue	\$ 7,506,777	\$ 299,196	\$ (7,207,581)
Investment earnings	<u>-</u>	<u>112,860</u>	<u>112,860</u>
Total revenues	<u>7,506,777</u>	<u>412,056</u>	<u>(7,094,721)</u>
<b>Expenditures</b>			
Capital outlay	12,921,277	1,868,866	11,052,411
Debt service	<u>206,000</u>	<u>205,085</u>	<u>915</u>
Total expenditures	<u>13,127,277</u>	<u>2,073,951</u>	<u>11,053,326</u>
Excess of revenues over (under) expenditures	<u>(5,620,500)</u>	<u>(1,661,895)</u>	<u>3,958,605</u>
<b>Other Financing Sources (Uses)</b>			
Transfer in	<u>7,544,999</u>	<u>4,010,049</u>	<u>(3,534,950)</u>
Total other financing sources (uses)	<u>7,544,999</u>	<u>4,010,049</u>	<u>(3,534,950)</u>
Net change in fund balances	1,924,499	2,348,154	- 423,655
Fund balance, beginning of year	<u>5,748,747</u>	<u>5,748,747</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 7,673,246</u>	<u>\$ 8,096,901</u>	<u>\$ 423,655</u>

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**SUPPLEMENTARY INFORMATION**  
**COMBINING STATEMENTS**  
**AND BUDGETARY COMPARISON SCHEDULES**  
**NON-MAJOR GOVERNMENTAL FUNDS**

**Special Revenue Funds**

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for a particular purpose.

- The **Substance Abuse Fund** is used to account for the activity of the City's substance abuse funds.
- The **Miscellaneous Donations Fund** is used to account for donations received by the City which are restricted for specific purposes.
- The **Community Development - Tourism Fund** is used to account for activities associated with the City's tourism and promotion.
- The **Judicial Collection Enhancement Fund** is used to account for activities associated with the Magistrate Court.
- The **Perpetual Care Fund** is used to account for resources held by the City for the perpetual care of the cemetery.



**CITY OF PAGE, ARIZONA**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2022**

	<b>Substance Abuse</b>	<b>Miscellaneous Donations</b>	<b>Judicial Collection Enhancement</b>	<b>Perpetual Care</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Assets</b>					
Cash and cash equivalents	\$ 33,005	\$ 27,712	\$ 14,220	\$ 393,951	\$ 468,888
Receivables:					
Leases	-	-	-	-	-
Other	-	-	-	6,157	6,157
Due from other funds	-	-	267	-	267
Due from other governments	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-	-
Total assets	<u>\$ 33,005</u>	<u>\$ 27,712</u>	<u>\$ 14,487</u>	<u>\$ 400,108</u>	<u>\$ 475,312</u>
<b>Liabilities</b>					
Accounts payable	\$ -	\$ 577	\$ -	\$ 2,488	\$ 3,065
Accrued liabilities	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deposits payable	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	<u>-</u>	<u>577</u>	<u>-</u>	<u>2,488</u>	<u>3,065</u>
<b>Deferred inflows of resources</b>					
Deferred inflows related to leases	-	-	-	-	-
Total dererred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances</b>					
Restricted for:					
Perpetual care	-	-	-	397,620	397,620
Public safety	33,005	-	-	-	33,005
Community support	-	27,135	-	-	27,135
Committed for:					
Public works - airport	-	-	-	-	-
Judicial	-	-	14,487	-	14,487
Total fund balances	<u>33,005</u>	<u>27,135</u>	<u>14,487</u>	<u>397,620</u>	<u>472,247</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 33,005</u>	<u>\$ 27,712</u>	<u>\$ 14,487</u>	<u>\$ 400,108</u>	<u>\$ 475,312</u>

**CITY OF PAGE, ARIZONA**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2022**

	<b>Special Revenue</b>				
	<b>Substance Abuse</b>	<b>Miscellaneous Donations</b>	<b>Judicial Collection Enhancement</b>	<b>Perpetual Care</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Revenues</b>					
Intergovernmental revenue	\$ 2,243	\$ -	\$ 3,099	\$ -	\$ 5,342
Charges for services	-	-	-	42,131	42,131
Rental revenue	-	-	-	-	-
Investment earnings	-	-	9	-	9
Other revenues	-	12,507	-	46,180	58,687
<b>Total revenues</b>	<b>2,243</b>	<b>12,507</b>	<b>3,108</b>	<b>88,311</b>	<b>106,169</b>
<b>Expenditures</b>					
Current:					
Public safety	-	1,599	-	-	1,599
Public works	-	-	-	-	-
Judicial	-	-	9,594	-	9,594
Culture and recreation	-	5,206	-	-	5,206
Community support	-	10,271	-	13,472	23,743
<b>Total expenditures</b>	<b>-</b>	<b>17,076</b>	<b>9,594</b>	<b>13,472</b>	<b>40,142</b>
Excess (deficiency) of revenues over (under) expenditures	2,243	(4,569)	(6,486)	74,839	66,027
<b>Other Financing Sources (Uses)</b>					
Transfers out	-	-	-	(44,460)	(44,460)
<b>Total other financing sources and uses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(44,460)</b>	<b>(44,460)</b>
Net change in fund balances	2,243	(4,569)	(6,486)	30,379	21,567
Fund balances, beginning of year	30,762	31,704	20,973	367,241	450,680
Fund balances, end of year	\$ 33,005	\$ 27,135	\$ 14,487	\$ 397,620	\$ 472,247

**CITY OF PAGE, ARIZONA**  
**SUBSTANCE ABUSE**  
**SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2022**

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	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget</u>
<b>Revenues</b>			
Substance abuse revenue	<u>\$      4,000</u>	<u>\$      2,243</u>	<u>\$     (1,757)</u>
<b>Expenditures</b>			
Public safety:			
Substance abuse expenditures	<u>30,000</u>	<u>-</u>	<u>30,000</u>
Excess of revenue over(under) expenditures	(26,000)	2,243	28,243
Fund balance, beginning of year	<u>30,762</u>	<u>30,762</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u><u>\$      4,762</u></u>	<u><u>\$     33,005</u></u>	<u><u>\$     28,243</u></u>

**CITY OF PAGE, ARIZONA**  
**MISCELLANEOUS DONATIONS**  
**SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget</u>
<b>Revenues</b>			
Other revenues	<u>\$ 11,950</u>	<u>\$ 12,507</u>	<u>\$ 557</u>
Total revenues	<u>11,950</u>	<u>12,507</u>	<u>557</u>
<b>Expenditures</b>			
Public safety	5,000	1,599	3,401
Culture and recreation	6,200	5,206	994
Community support	<u>24,750</u>	<u>10,271</u>	<u>14,479</u>
Total expenditures	<u>35,950</u>	<u>17,076</u>	<u>18,874</u>
Excess of revenues over (under) expenditures	(24,000)	(4,569)	19,431
Fund balance, beginning of year	<u>31,704</u>	<u>31,704</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u><u>\$ 7,704</u></u>	<u><u>\$ 27,135</u></u>	<u><u>\$ 19,431</u></u>

**CITY OF PAGE, ARIZONA**  
**JUDICIAL COLLECTION ENHANCEMENT**  
**SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2022**

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	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget</u>
<b>Revenues</b>			
Intergovernmental revenue	\$ 4,000	\$ 3,099	\$ (901)
Investment earnings	<u>50</u>	<u>9</u>	<u>(41)</u>
Total revenues	<u>4,050</u>	<u>3,108</u>	<u>(942)</u>
<b>Expenditures</b>			
Public safety:			
Magistrate	<u>20,000</u>	<u>9,594</u>	<u>10,406</u>
Total expenditures	<u>20,000</u>	<u>9,594</u>	<u>10,406</u>
Excess of revenues over (under) expenditures	(15,950)	(6,486)	9,464
Fund balance, beginning of year	<u>20,973</u>	<u>20,973</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u><u>\$ 5,023</u></u>	<u><u>\$ 14,487</u></u>	<u><u>\$ 9,464</u></u>

**CITY OF PAGE, ARIZONA**  
**PERPETUAL CARE**  
**SPECIAL REVENUE FUND**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2022**

	Budget	Actual	Variance with Budget
<b>Revenues</b>			
Charges for services	\$ 22,000	\$ 42,131	\$ 20,131
Other revenues	24,000	46,180	22,180
Total revenues	46,000	88,311	42,311
<b>Expenditures</b>			
Current:			
Community support	14,500	13,472	1,028
Total expenditures	14,500	13,472	1,028
Excess of revenues over (under) expenditures	31,500	74,839	43,339
<b>Other financing sources (uses)</b>			
Transfers out	(107,000)	(44,460)	62,540
Total other financing sources (uses)	(107,000)	(44,460)	62,540
Net change in fund balances	(75,500)	30,379	105,879
Fund balance, beginning of year	367,241	367,241	-
<b>Fund balance, end of year</b>	<b>\$ 291,741</b>	<b>\$ 397,620</b>	<b>\$ 105,879</b>

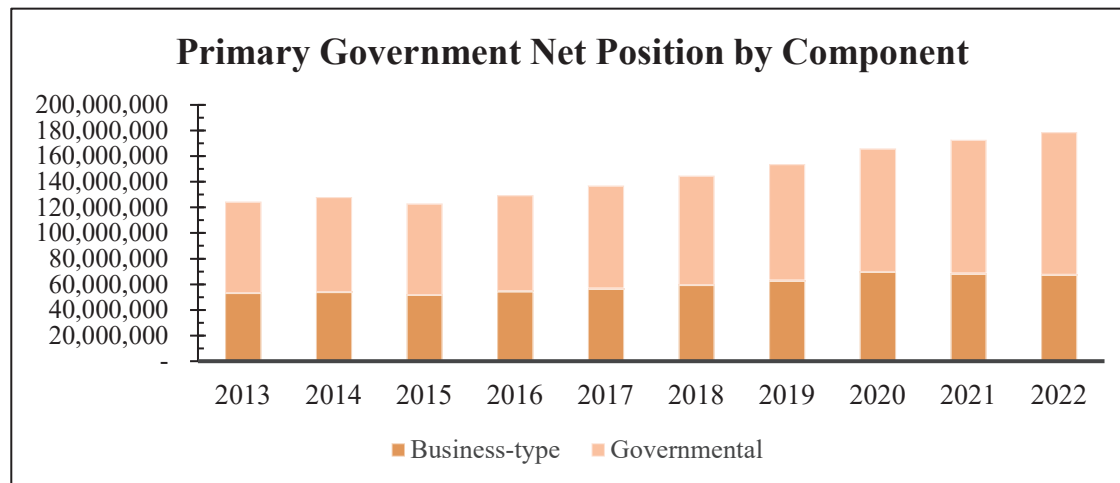
# STATISTICAL SECTION

This part of the Government's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents	Page
Financial Trends.....	101
<i>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</i>	
Revenue Capacity.....	109
<i>These schedules contain information to help the reader assess the government's property taxes and the most significant local revenue source, the sales tax.</i>	
Debt Capacity.....	111
<i>These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i>	
Demographic and Economic Information.....	117
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</i>	
Operating Information.....	119
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	

	Fiscal Year Ended June 30									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Governmental activities:</b>										
Net investment capital assets	\$ 65,791,312	\$ 65,625,222	\$ 66,846,433	\$ 66,219,507	\$ 66,200,813	\$ 68,395,001	\$ 69,659,085	\$ 69,889,750	\$ 71,621,631	\$ 76,771,123
Restricted	2,113,080	2,677,622	3,636,384	5,517,158	10,106,948	11,338,638	9,682,423	11,944,783	13,299,224	10,103,029
Unrestricted	3,427,166	5,940,046	813,828	3,607,697	3,936,599	5,831,771	11,684,949	14,692,191	19,553,927	24,491,197
<b>Total governmental activities net position</b>	<b>71,331,558</b>	<b>74,242,890</b>	<b>71,296,645</b>	<b>75,344,362</b>	<b>80,244,360</b>	<b>85,565,410</b>	<b>91,026,457</b>	<b>96,526,724</b>	<b>104,474,782</b>	<b>111,365,349</b>
<b>Business-type activities:</b>										
Net investment capital assets	31,228,277	31,503,885	32,419,796	32,210,341	32,807,741	32,628,302	35,838,822	34,947,403	38,764,682	38,305,688
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	21,911,704	22,449,818	19,339,087	22,086,197	23,938,589	26,699,050	27,041,775	34,595,396	29,514,239	29,201,794
<b>Total business-type activities net position</b>	<b>53,139,981</b>	<b>53,953,703</b>	<b>51,758,883</b>	<b>54,296,538</b>	<b>56,746,330</b>	<b>59,327,352</b>	<b>62,880,597</b>	<b>69,542,799</b>	<b>68,278,921</b>	<b>67,507,482</b>
<b>Primary government</b>										
Net investment capital assets	97,019,589	97,129,107	99,266,229	98,429,848	99,008,554	101,023,303	105,497,907	104,837,153	110,386,313	115,076,811
Restricted	2,113,080	2,677,622	3,636,384	5,517,158	10,106,948	11,338,638	9,682,423	11,944,783	13,299,224	10,103,029
Unrestricted	25,338,870	28,389,864	20,152,915	25,693,894	27,875,188	32,530,821	38,726,724	49,287,587	49,068,166	53,692,991
<b>Total primary government net position</b>	<b>124,471,539</b>	<b>128,196,593</b>	<b>123,055,528</b>	<b>129,640,900</b>	<b>136,990,690</b>	<b>144,892,762</b>	<b>153,907,054</b>	<b>166,069,523</b>	<b>172,753,703</b>	<b>178,872,831</b>

Source: Statement of Net Position

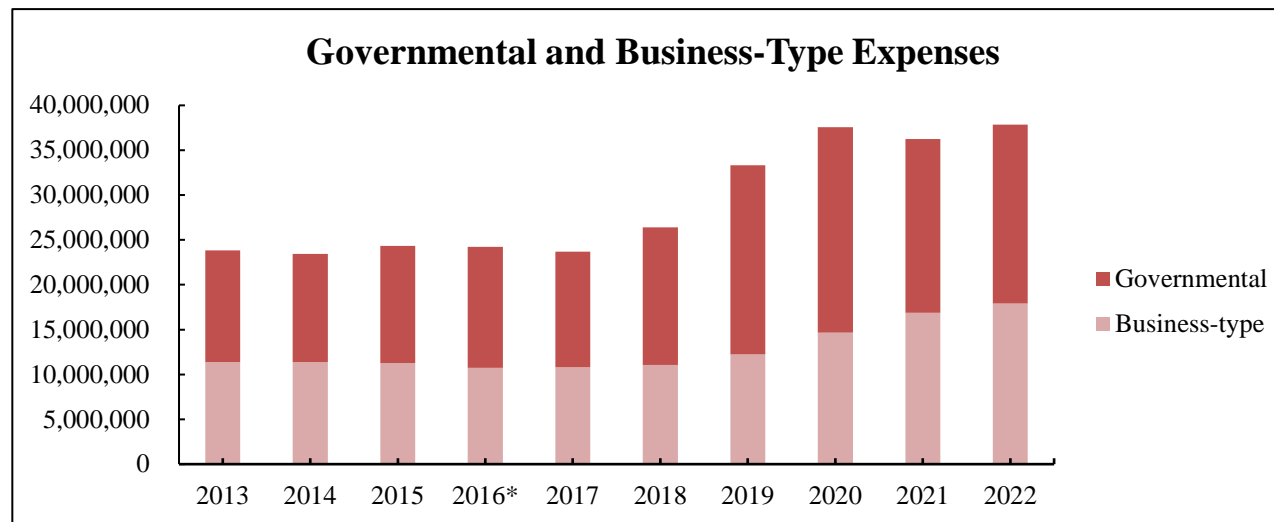




	Fiscal Year Ended June 30									
Expenses	2013	2014	2015	2016*	2017	2018	2019	2020	2021	2022
<b>Governmental activities:</b>										
General government	\$ 2,360,309	\$ 2,524,762	\$ 2,689,305	\$ 2,384,107	\$ 2,517,770	\$ 3,282,422	\$ 4,644,028	\$ 3,831,163	\$ 3,253,282	\$ 3,164,721
Public safety	4,529,114	4,548,431	5,088,415	5,277,461	5,300,648	6,048,643	3,998,934	5,346,184	6,023,874	5,824,832
Judicial	264,242	272,341	331,636	3,312,763	13,245	8,457	5,497,750	3,648,509	7,886	9,649
Public works	2,559,162	2,298,994	2,515,340	8,348	2,642,246	3,362,138	16,142	9,936	4,175,997	4,264,878
Culture and recreation	1,351,765	1,277,349	1,400,709	1,259,145	1,368,639	1,601,945	1,544,092	4,774,238	1,024,384	1,333,513
Community Support	823,049	614,650	569,090	774,053	567,743	618,843	4,970,310	4,905,730	4,583,515	5,309,658
Interest on long-term debt	547,454	511,285	489,762	467,237	448,474	427,529	407,326	383,336	297,258	14,779
<b>Total governmental activities</b>	<b>12,435,095</b>	<b>12,047,812</b>	<b>13,084,257</b>	<b>13,483,114</b>	<b>12,858,765</b>	<b>15,349,977</b>	<b>21,078,582</b>	<b>22,899,096</b>	<b>19,366,196</b>	<b>19,922,030</b>
<b>Business-type activities:</b>										
Water	1,518,786	1,676,973	1,570,517	1,422,969	1,621,247	1,639,605	1,727,545	1,588,783	1,743,042	1,853,181
Sewer	1,407,188	1,295,142	1,358,747	1,322,480	1,438,193	1,396,058	1,520,319	1,616,752	1,563,422	1,620,118
Electric	7,817,693	7,804,901	7,697,548	7,351,933	7,100,576	7,320,987	717,310	6,922,860	10,160,062	10,929,498
Sanitation	639,129	616,463	633,182	642,385	665,396	689,077	8,013,267	749,644	772,221	812,728
Horseshoe Bend	-	-	-	-	-	-	263,265	2,400,164	1,212,255	1,268,940
Golf	-	-	-	-	-	-	-	1,398,663	1,429,749	1,439,083
<b>Total business-type activities</b>	<b>11,382,796</b>	<b>11,393,479</b>	<b>11,259,994</b>	<b>10,739,767</b>	<b>10,825,412</b>	<b>11,045,727</b>	<b>12,241,706</b>	<b>14,676,866</b>	<b>16,880,751</b>	<b>17,923,549</b>
<b>Total Primary Governmental Expenses</b>	<b>23,817,891</b>	<b>23,441,291</b>	<b>24,344,251</b>	<b>24,222,881</b>	<b>23,684,177</b>	<b>26,395,704</b>	<b>33,320,288</b>	<b>37,575,962</b>	<b>36,246,947</b>	<b>37,845,579</b>

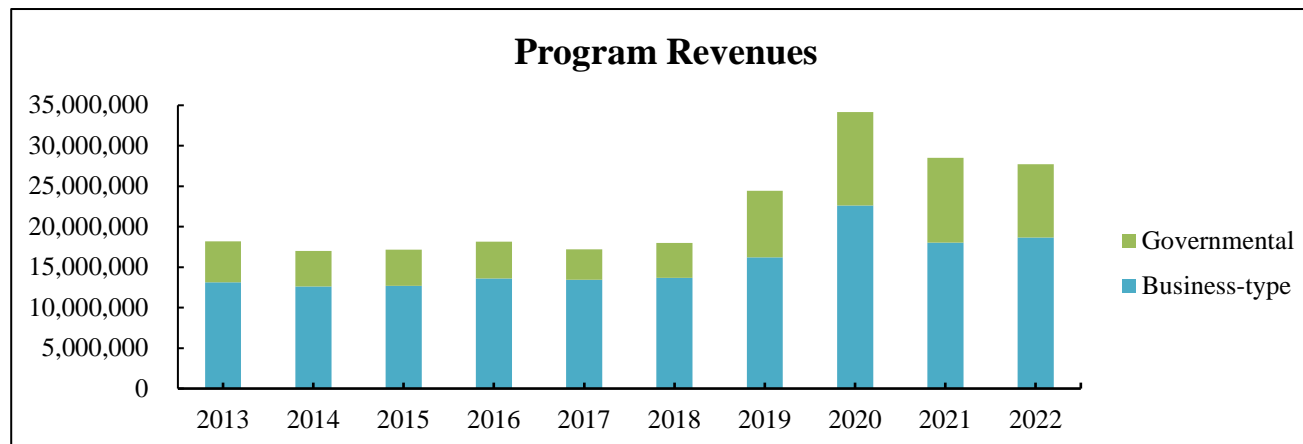
Source: Statement of Activities

2016 Restated: Electric and Sanitation numbers in incorrect row.



	Fiscal Year Ended June 30									
Program Revenues	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Governmental activities:</b>										
Charges for services										
General government	\$ 106,805	\$ 105,700	\$ 110,537	\$ 119,155	\$ 140,530	\$ 108,321	\$ 96,461	\$ 86,163	\$ 88,033	\$ 108,245
Public safety	692,620	594,231	780,392	1,230,660	1,197,174	1,234,686	1,170,052	1,069,039	1,071,775	938,410
Judicial	322,395	326,320	285,196	0	0	0	0	0	0	0
Public works	617,876	653,229	675,223	750,676	716,320	614,337	679,565	804,126	731,628	831,508
Culture and recreation	177,454	140,516	137,129	99,874	94,299	102,395	87,525	52,048	20,495	59,239
Community support	35,702	39,470	37,786	32,555	20,251	12,438	13,119	14,916	13,763	3,639
Operating grants and contributions	1,324,153	1,369,623	1,248,559	1,433,449	1,350,225	1,356,363	5,641,026	5,928,375	6,766,527	6,671,846
Capital grants and contributions	1,783,868	1,139,188	1,184,230	872,703	232,075	898,224	530,262	3,554,737	1,774,556	440,459
<b>Total governmental activities</b>	<b>5,060,873</b>	<b>4,368,277</b>	<b>4,459,052</b>	<b>4,539,072</b>	<b>3,750,874</b>	<b>4,326,764</b>	<b>8,218,010</b>	<b>11,509,404</b>	<b>10,466,777</b>	<b>9,053,346</b>
<b>Business-type activities:</b>										
Charges for services										
Water	1,788,473	1,727,920	1,897,152	1,870,895	1,902,113	2,028,813	1,906,558	2,087,440	2,082,946	1,947,131
Sewer	1,621,033	1,561,479	1,469,034	1,583,968	1,845,445	1,950,676	1,923,262	1,891,245	1,837,331	1,909,382
Electric	8,816,630	8,489,555	8,475,019	9,287,791	8,798,034	8,765,309	964,834	9,488,096	9,204,592	9,233,328
Sanitation	921,727	845,130	861,008	872,859	902,969	932,174	9,245,198	951,109	878,003	915,384
Horseshoe Bend	-	-	-	-	-	-	1,646,549	4,024,228	2,984,258	3,553,877
Golf	-	-	-	-	-	-	-	596,210	1,035,038	1,113,809
Capital grants and contributions	-	-	-	-	-	-	528,738	3,597,898	3,565	-
<b>Total business-type activities</b>	<b>13,147,863</b>	<b>12,624,084</b>	<b>12,702,213</b>	<b>13,615,513</b>	<b>13,448,561</b>	<b>13,676,972</b>	<b>16,215,139</b>	<b>22,636,226</b>	<b>18,025,733</b>	<b>18,672,911</b>
<b>Total Program Revenues</b>	<b>18,208,736</b>	<b>16,992,361</b>	<b>17,161,265</b>	<b>18,154,585</b>	<b>17,199,435</b>	<b>18,003,736</b>	<b>24,433,149</b>	<b>34,145,630</b>	<b>28,492,510</b>	<b>27,726,257</b>

Source: Statement of Activities



**City of Page, Arizona**

**Change in Net Position - continued (unaudited)**

**Last Ten Fiscal Years**

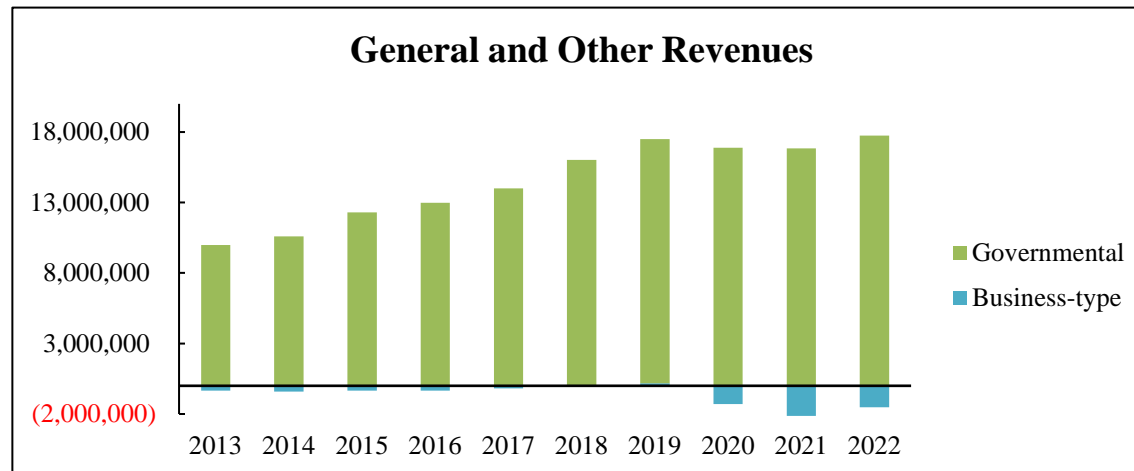
**Statistical Section**

**Financial Trends**

(Accrual basis of accounting)

	Fiscal Year Ended June 30									
General and Other Revenues	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Governmental activities</b>										
Taxes:										
City Sales taxes	\$ 7,359,792	\$ 7,854,872	\$ 9,014,013	\$ 10,286,279	\$ 11,336,994	\$ 13,194,212	\$ 14,166,152	\$ 12,100,877	\$ 11,187,498	\$ 13,609,436
State Sales taxes	593,180	630,799	658,664	685,284	686,412	729,558	759,827	781,163	893,189	1,049,592
Property taxes	-	-	-	-	-	-	-	-	-	-
Franchise taxes	297,102	268,405	241,159	244,342	237,920	233,788	250,360	233,405	227,848	209,977
Auto lieu tax	276,242	285,107	295,945	319,311	329,229	351,107	358,939	352,987	421,154	414,004
Unrestricted state shared revenue	740,265	807,770	877,294	872,538	916,348	941,208	914,667	978,393	1,075,999	981,403
Land Sales	227,038	229,597	729,101	-	-	-	-	-	-	-
Investment earnings (losses)	9,699	4,639	7,198	61,888	136,796	287,136	509,076	771,305	559,284	(146,481)
Miscellaneous	30,093	157,453	136,509	157,195	132,094	141,340	221,452	141,458	61,921	90,417
Gain/(loss) on disposal of asset	-	-	-	-	-	-	-	-	-	-
Transfers	454,622	351,101	346,838	364,922	232,096	140,108	141,147	1,530,371	2,420,584	1,550,903
<b>Total Governmental Activities</b>	<b>9,988,033</b>	<b>10,589,743</b>	<b>12,306,721</b>	<b>12,991,759</b>	<b>14,007,889</b>	<b>16,018,457</b>	<b>17,321,620</b>	<b>16,889,959</b>	<b>16,847,477</b>	<b>17,759,251</b>
<b>Business-type activities</b>										
Investment earnings/(losses)	111,565	(64,657)	8,824	26,831	58,739	150,517	276,715	233,213	9,219	32,616
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Gain/(loss) on disposal of asset	-	-	1,133	-	-	(61,163)	40,284	-	2,505	1,800
Transfers	(454,622)	(352,226)	(346,838)	(364,922)	(232,096)	(140,108)	(141,147)	(1,530,371)	(2,420,584)	(1,550,903)
<b>Total business-type activities</b>	<b>(343,057)</b>	<b>(416,883)</b>	<b>(336,881)</b>	<b>(338,091)</b>	<b>(173,357)</b>	<b>(50,754)</b>	<b>175,852</b>	<b>(1,297,158)</b>	<b>(2,408,860)</b>	<b>(1,516,487)</b>
<b>Total General and Other Revenues</b>	<b>9,644,976</b>	<b>10,172,860</b>	<b>11,969,840</b>	<b>12,653,668</b>	<b>13,834,532</b>	<b>15,967,703</b>	<b>17,497,472</b>	<b>15,592,801</b>	<b>14,438,617</b>	<b>16,242,764</b>

Source: Statement of Activities



**City of Page, Arizona**

**Change in Net Position - continued (unaudited)**

**Last Ten Fiscal Years**

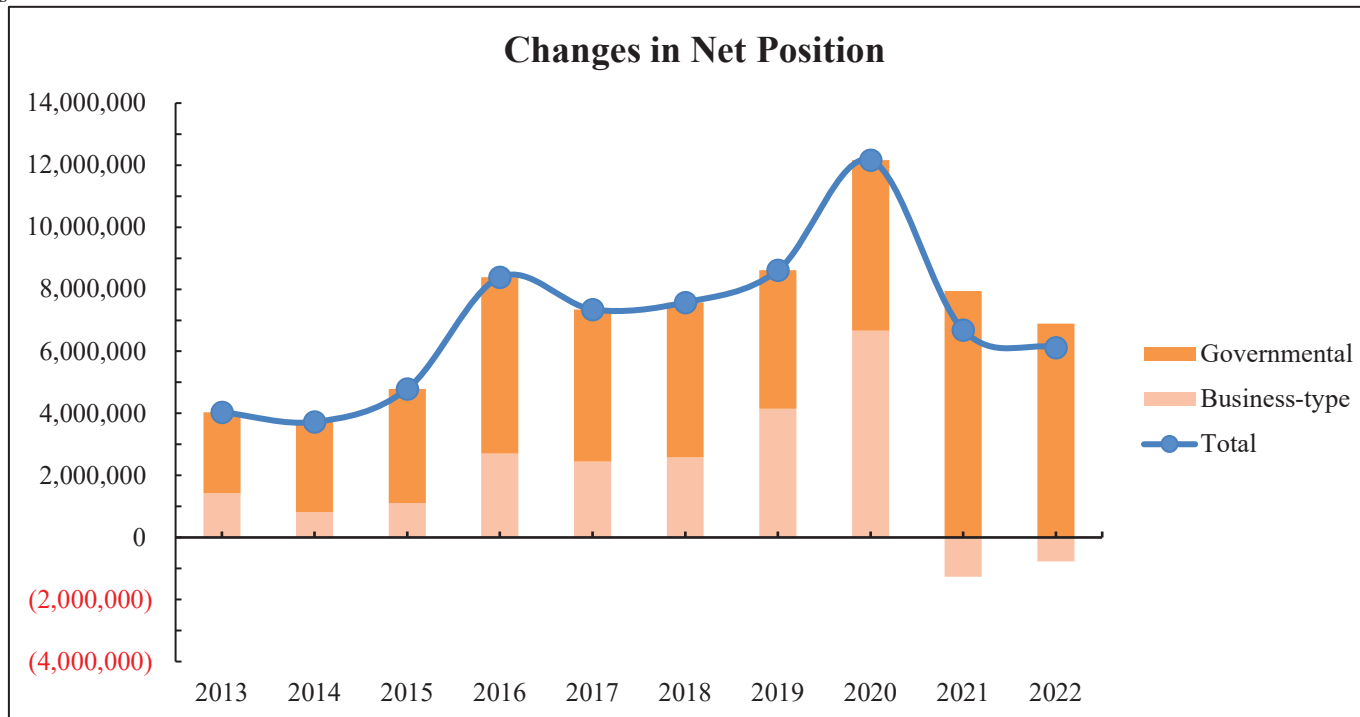
**Statistical Section**

**Financial Trends**

**(Accrual basis of accounting)**

	Fiscal Year Ended June 30									
Summary	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Governmental Activities</b>										
Expenses	\$ (12,435,095)	\$ (12,047,812)	\$ (13,084,257)	\$ (12,858,765)	\$ (12,858,765)	\$ (15,349,977)	\$ (21,078,582)	\$ (22,899,906)	\$ (19,366,196)	\$ (19,922,030)
Program Revenue	5,060,873	4,368,277	4,459,052	4,539,072	3,750,874	4,326,764	8,218,010	11,509,404	10,466,777	9,053,346
Net (Expense) Revenue	(7,374,222)	(7,679,535)	(8,625,205)	(8,319,693)	(9,107,891)	(11,023,213)	(12,860,572)	(11,389,692)	(8,899,419)	(10,868,684)
General Revenues and Other	9,988,033	10,589,743	12,306,721	14,007,889	14,007,889	16,018,457	17,321,620	16,889,959	16,847,477	17,759,251
<b>Total governmental activities</b>	<b>2,613,811</b>	<b>2,910,208</b>	<b>3,681,516</b>	<b>5,688,196</b>	<b>4,899,998</b>	<b>4,995,244</b>	<b>4,461,048</b>	<b>5,500,267</b>	<b>7,948,058</b>	<b>6,890,567</b>
<b>Business-type Activities</b>										
Expenses	11,382,796	11,393,479	11,259,994	10,739,767	10,825,412	11,045,727	12,241,706	14,676,866	16,880,751	17,923,549
Program Revenue	13,147,863	12,624,084	12,702,213	13,615,513	13,448,561	13,676,972	16,215,139	22,636,226	18,025,733	18,672,911
General Revenues and Other	(343,057)	(416,883)	(336,881)	(173,357)	(173,357)	(50,754)	175,852	(1,297,158)	(2,408,860)	(1,516,487)
<b>Total business-type activities</b>	<b>1,422,010</b>	<b>813,722</b>	<b>1,105,338</b>	<b>2,702,389</b>	<b>2,449,792</b>	<b>2,580,491</b>	<b>4,149,285</b>	<b>6,662,202</b>	<b>(1,263,878)</b>	<b>(767,125)</b>
<b>Total Primary Government</b>	<b>4,035,821</b>	<b>3,723,930</b>	<b>4,786,854</b>	<b>8,390,585</b>	<b>7,349,790</b>	<b>7,575,735</b>	<b>8,610,333</b>	<b>12,162,469</b>	<b>6,684,180</b>	<b>6,123,442</b>

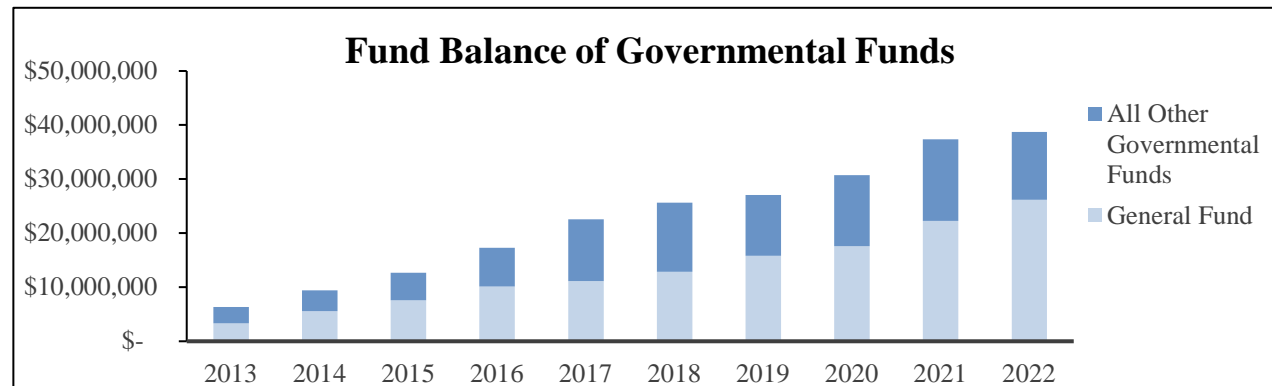
Source: Statement of Activities



**City of Page, Arizona**  
**Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**

**Statistical Section**  
**Financial Trends**  
**(Modified accrual basis of accounting)**

	Fiscal Year Ended June 30									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>General Fund:</b>										
Reserved	-	-	-	-	-	-	-	-	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-
Nonspendable	-	50,099	62,976	73,698	-	-	-	260	-	-
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	3,340,840	5,503,593	7,541,520	10,066,148	11,148,425	12,869,809	15,810,863	17,577,602	22,288,564	26,150,137
<b>Total General Fund</b>	<b>\$ 3,340,840</b>	<b>\$ 5,553,692</b>	<b>\$ 7,604,496</b>	<b>\$ 10,139,846</b>	<b>\$ 11,148,425</b>	<b>\$ 12,869,809</b>	<b>\$ 15,810,863</b>	<b>\$ 17,577,862</b>	<b>\$ 22,288,564</b>	<b>\$ 26,150,137</b>
<b>All Other Governmental Funds:</b>										
Reserved	-	-	-	-	-	-	-	-	-	-
Unreserved, reported in:										
Special revenue funds	-	-	-	-	-	-	-	-	-	-
Capital projects funds	-	-	-	-	-	-	-	-	-	-
Debt service fund	-	-	-	-	-	-	-	-	-	-
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	2,113,080	2,677,622	3,636,384	5,517,158	10,106,948	11,338,638	509,529	590,873	666,653	\$ 1,149,026
Committed	869,135	1,166,739	1,419,991	1,653,804	1,282,845	1,454,239	1,552,535	1,183,735	1,797,112	2,453,301
Assigned	-	-	-	-	-	-	9,172,894	11,353,910	12,632,571	8,954,003
Unassigned	-	-	-	-	-	-	-	-	-	-
<b>Total all other governmental funds</b>	<b>\$ 2,982,215</b>	<b>\$ 3,844,361</b>	<b>\$ 5,056,375</b>	<b>\$ 7,170,962</b>	<b>\$ 11,389,793</b>	<b>\$ 12,792,877</b>	<b>\$ 11,234,958</b>	<b>\$ 13,128,518</b>	<b>\$ 15,096,336</b>	<b>\$ 12,556,330</b>
<b>Total Government Funds</b>	<b>\$ 6,323,055</b>	<b>\$ 9,398,053</b>	<b>\$ 12,660,871</b>	<b>\$ 17,310,808</b>	<b>\$ 22,538,218</b>	<b>\$ 25,662,686</b>	<b>\$ 27,045,821</b>	<b>\$ 30,706,380</b>	<b>\$ 37,384,900</b>	<b>\$ 38,706,467</b>



Source - Balance Sheet

Note: The provisions of the Governmental Accounting Standards Board (GASB) Statement No. 54 were adopted in fiscal year 2011. The standard replaces the previous reserved and unreserved fund balance categories with the following five fund balance classifications: nonspendable, restricted, committed, assigned, and unassigned fund balance.

	Fiscal Year Ended June 30									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Revenues:</b>										
Taxes	\$ 7,656,894	\$ 8,123,277	\$ 9,255,172	\$ 10,530,621	\$ 11,574,914	\$ 13,428,000	\$ 14,416,512	\$ 12,334,282	\$ 11,415,346	\$ 13,819,413
Licenses and permits	114,268	127,525	186,044	294,055	294,515	169,436	244,088	307,155	179,633	241,793
Intergovernmental	4,670,891	3,225,006	4,325,745	4,284,524	3,482,449	4,189,230	8,178,358	11,559,466	10,553,660	9,575,246
Charges for services	1,007,824	869,669	1,025,308	1,154,090	1,145,367	1,202,810	1,106,542	968,678	1,018,625	953,463
Fines and forfeitures	340,829	352,606	313,388	286,430	252,557	222,594	246,499	236,453	198,693	190,332
Rents and royalties	364,764	390,504	383,710	382,473	368,224	363,312	336,270	386,317	372,809	408,132
Investment income	9,698	4,640	6,892	56,656	136,766	287,106	509,056	771,289	559,284	(146,482)
Land sales	233,487	246,275	357,700	144,300	293,004	-	53,456	1,295	540,516	20,104
Miscellaneous	202,074	239,400	193,573	177,059	267,475	342,646	307,728	304,057	263,292	200,031
<b>Total revenues</b>	<b>14,600,729</b>	<b>13,578,902</b>	<b>16,047,532</b>	<b>17,310,208</b>	<b>17,815,271</b>	<b>20,205,134</b>	<b>25,398,509</b>	<b>26,868,992</b>	<b>25,101,858</b>	<b>25,262,032</b>
<b>Expenditures:</b>										
Current -										
General government	\$ 2,145,080	\$ 2,344,342	\$ 2,412,666	\$ 2,484,086	\$ 2,493,096	\$ 3,722,547	\$ 4,349,976	\$ 3,986,115	\$ 3,059,489	\$ 3,153,949
Public safety	3,965,869	4,161,909	4,288,079	4,709,304	4,981,725	5,461,311	5,380,344	5,505,020	5,454,344	5,829,001
Judicial	264,242	272,341	331,636	1,320,767	13,216	8,447	16,280	10,889	7,650	9,594
Public works	1,265,727	1,077,785	1,296,595	8,062	1,354,570	2,090,641	4,364,007	2,566,547	2,790,643	2,862,852
Culture and recreation	976,150	929,787	1,018,995	900,986	1,035,250	1,276,693	1,227,325	813,605	857,489	1,180,274
Community support	763,728	561,816	546,129	506,816	509,616	560,471	4,961,023	5,138,799	4,260,757	5,228,657
Capital outlay	1,839,664	143,081	1,754,289	1,708,821	1,107,036	2,707,997	2,481,663	5,654,824	3,268,956	1,868,866
Debt service -										
Principal	709,424	873,963	1,013,504	939,171	959,329	984,997	1,011,399	1,045,302	1,241,071	5,343,395
Interest and fiscal charges	525,950	491,106	469,660	447,180	428,565	407,670	385,184	359,736	327,422	14,779
Refunding bond issuance costs										
<b>Total expenditures</b>	<b>\$ 12,455,834</b>	<b>\$ 10,856,130</b>	<b>\$ 13,131,553</b>	<b>\$ 13,025,193</b>	<b>\$ 12,882,403</b>	<b>\$ 17,220,774</b>	<b>\$ 24,177,201</b>	<b>\$ 25,080,837</b>	<b>\$ 21,267,821</b>	<b>\$ 25,491,367</b>
Revenues over Expenditures	\$ 2,144,895	\$ 2,722,772	\$ 2,915,979	\$ 4,285,015	\$ 4,932,868	\$ 2,984,360	\$ 1,221,308	\$ 1,788,155	\$ 3,834,037	\$ (229,335)
<b>Other Funding Sources</b>										
Issuance of long-term debt	-	-	-	-	-	-	-	-	-	-
Premium on long-term debt issuance	-	-	-	-	-	-	-	-	-	-
Payment to refunded bond	-	-	-	-	-	-	-	-	-	-
Proceeds from capital leases	-	-	-	-	-	-	-	-	-	-
Transfers in	1,612,011	1,901,044	3,097,016	4,176,746	6,428,900	4,597,346	6,570,523	7,658,860	6,111,025	5,587,769
Transfers out	(1,157,388)	(1,548,818)	(2,750,178)	(3,811,824)	(6,196,804)	(4,457,238)	(6,429,376)	(6,128,489)	(3,690,441)	(4,036,867)
Debt proceeds	-	-	-	-	62,446	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	20,681	342,033	423,899	-
<b>Total other financing sources</b>	<b>454,623</b>	<b>352,226</b>	<b>346,838</b>	<b>364,922</b>	<b>294,542</b>	<b>140,108</b>	<b>161,828</b>	<b>1,872,404</b>	<b>2,844,483</b>	<b>1,550,902</b>
<b>Net Change in Fund Balance</b>	<b>\$ 2,599,518</b>	<b>\$ 3,074,998</b>	<b>\$ 3,262,817</b>	<b>\$ 4,649,937</b>	<b>\$ 5,227,410</b>	<b>\$ 3,124,468</b>	<b>\$ 1,383,136</b>	<b>\$ 3,660,559</b>	<b>\$ 6,678,520</b>	<b>\$ 1,321,567</b>

Source: Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds

City of Page, Arizona  
Changes in Fund Balances of Governmental Funds-Continued  
Last Ten Fiscal Years

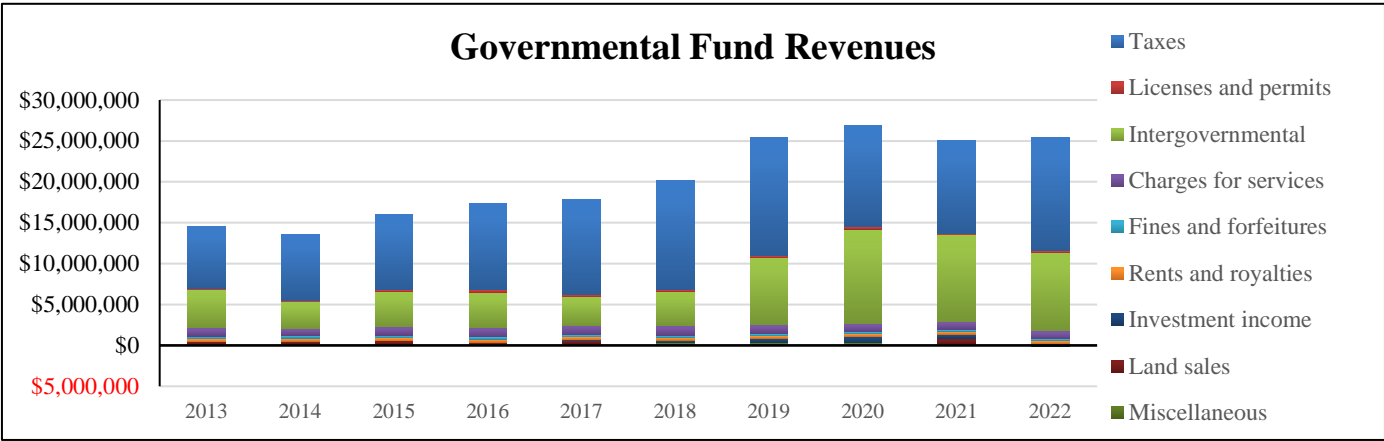
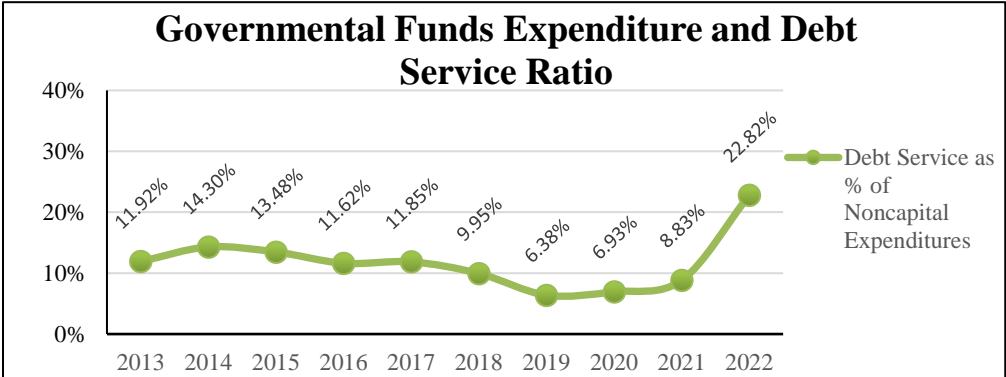
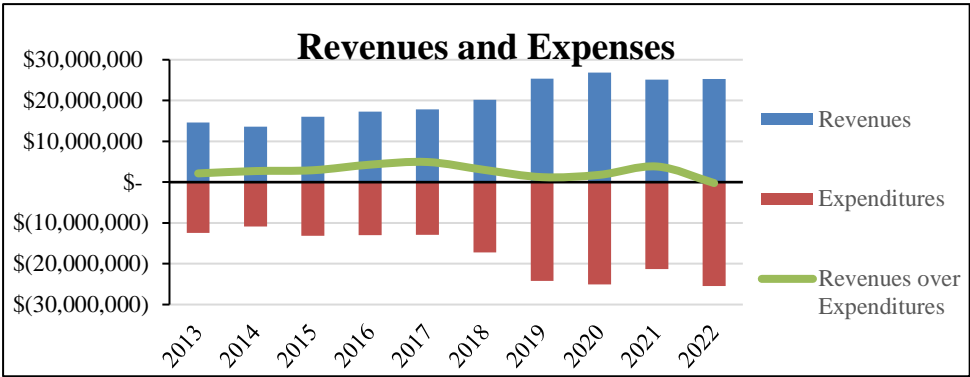
Statistical Section  
Financial Trends  
(Accrual basis of accounting)

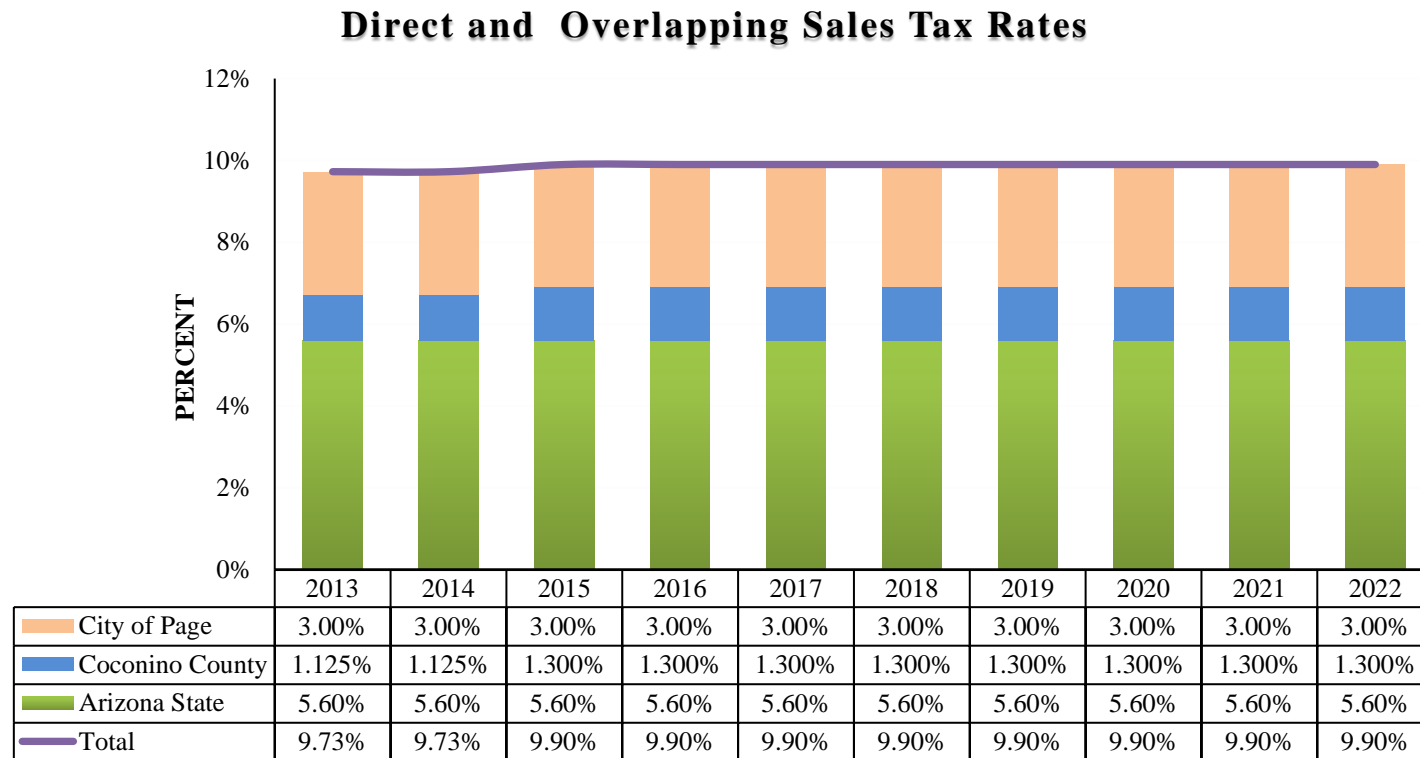
	Fiscal Year Ended June 30									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Capital Outlay (1)	2,090,813	1,306,959	2,125,001	1,095,959	1,171,699	3,224,914	2,293,400	4,800,668	3,514,423	2,014,449
Debt Ratio										
Total Debt Service	\$ 1,235,374	\$ 1,365,069	\$ 1,483,164	\$ 1,386,351	\$ 1,387,894	\$ 1,392,667	\$ 1,396,583	\$ 1,405,038	\$ 1,568,493	\$ 5,358,174
Total Noncapital Expenditure (2)	10,365,021	9,549,171	11,006,552	11,929,234	11,710,704	13,995,860	21,883,801	20,280,169	17,753,398	23,476,918
Debt Service as a percentage of noncapital expenditures	11.92%	14.30%	13.48%	11.62%	11.85%	9.95%	6.38%	6.93%	8.83%	22.82%

Source: Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds

Note (1): Capital outlay amount from Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds.

Note (2): Noncapital Expenditure is total expenditures less capital outlay.





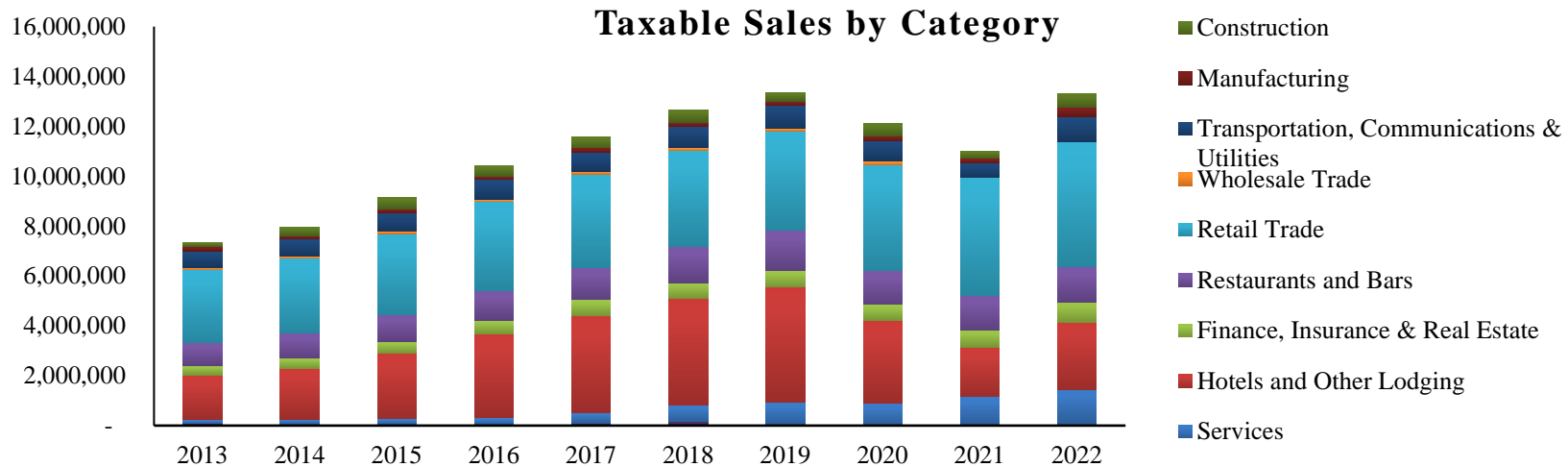
Source: Arizona Department of Revenue Transaction Privilege and Tax Rate Table



**City of Page, Arizona**  
**Taxable Sales by Category**  
**Last Ten Fiscal Years**

**Statistical Section**  
**Revenue Capacity**  
**(Accrual basis of accounting)**

	Fiscal Year Ended June 30									
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Categories</b>										
Construction	\$ 159,192	\$ 327,841	\$ 452,763	\$ 409,185	\$ 429,858	\$ 487,537	\$ 344,929	\$ 475,299	\$ 284,191	\$ 522,186
Manufacturing	179,723	137,727	142,410	145,331	172,444	187,977	179,667	209,963	202,290	393,670
Transportation,										
Communications & Utilities	656,084	685,400	749,131	779,169	757,718	815,827	905,392	811,780	561,716	986,509
Wholesale Trade	107,086	89,162	95,188	106,697	126,063	143,049	120,021	152,700	176,380	316,137
Retail Trade	2,905,653	3,004,568	3,242,532	3,571,896	3,740,548	3,834,007	3,984,088	4,241,485	4,755,410	5,007,765
Restaurants and Bars	917,810	992,213	1,073,044	1,177,615	1,288,074	1,453,554	1,603,891	1,356,159	1,382,077	1,423,517
Finance, Insurance & Real										
Estate	395,103	420,751	478,540	537,463	632,185	624,175	668,962	638,480	672,965	815,115
Hotels and Other Lodging	1,783,429	2,051,502	2,630,073	3,379,315	3,902,505	4,289,017	4,616,283	3,320,223	1,995,275	2,701,161
Services	167,310	184,030	221,786	258,716	404,210	671,542	914,912	872,146	1,143,656	1,398,228
All Others Not Specified	75,750	56,667	51,755	50,509	111,894	152,545	20,305	22,644	13,538	45,147
	<u>7,347,142</u>	<u>7,949,863</u>	<u>9,137,222</u>	<u>10,415,895</u>	<u>11,565,499</u>	<u>12,659,231</u>	<u>13,358,451</u>	<u>12,100,877</u>	<u>11,187,498</u>	<u>13,609,436</u>
<b>Total</b>	<u>\$7,347,142</u>	<u>\$7,949,863</u>	<u>\$ 9,137,222</u>	<u>\$10,415,895</u>	<u>\$11,565,499</u>	<u>\$12,659,231</u>	<u>\$13,358,451</u>	<u>\$12,100,877</u>	<u>\$ 11,187,498</u>	<u>\$13,609,436</u>



Source: The source of this information is the City's financial records-Standard Industry (NAICS) Summary for Page, Arizona July 2018 - June 2019 from Monthly Tax Report. Modified in FY2020 to reflect month tax was reported versus month received.

**City of Page, Arizona**

**Ratios of Outstanding Debt by Type**

**Last Ten Fiscal Years**

**Statistical Section**

**Debt Capacity**

(Accrual basis of accounting)

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Governmental Activities</b>										
General Obligation Bonds (1)	1,486,334	1,309,609	1,127,691	943,520	759,190	574,193	387,794	197,492	-	
Capital Leases	468,523	344,412	223,284	148,078	128,968	41,683	49,049	365,107	630,679	432,344
Notes Payable	-	-	-	-	-	-	-	-	-	-
Revenue Obligation Bonds (1)	11,996,918	11,347,891	10,568,864	9,764,837	8,940,810	8,091,783	7,217,756	6,313,729	5,374,702	-
Total Governmental Activities	13,951,775	13,001,912	11,919,839	10,856,435	9,828,968	8,707,659	7,654,599	6,876,328	6,005,381	432,344
<b>Business Activities</b>										
Bonds	-	-	-	-	-	-	-	-	-	-
Capital Leases	-	-	-	-	-	-	-	106,597	104,946	145,224
Total Business Activities	-	-	-	-	-	-	-	106,597	104,946	145,224
<b>Total Primary Government</b>	<u>13,951,775</u>	<u>13,001,912</u>	<u>11,919,839</u>	<u>10,856,435</u>	<u>9,828,968</u>	<u>8,707,659</u>	<u>7,654,599</u>	<u>6,982,925</u>	<u>6,110,327</u>	<u>577,568</u>
% of Assessed Value (2)	22.29%	20.10%	17.74%	15.62%	13.70%	10.71%	9.41%	8.12%	6.63%	0.63%
% of Personal Income (3)	6.81%	6.57%	7.05%	5.92%	4.90%	5.60%	4.92%	4.39%	3.61%	0.37%
Per Capita (4)	\$ 1,879	\$ 1,734	\$ 1,581	\$ 1,442	\$ 1,293	\$ 1,151	\$ 1,012	\$ 927	\$ 811	\$ 78

Source: Notes to the Financial Statements Long-Term Debt

Note (1): Presented net of original issuance discounts and premiums

Note (2): Percentage is Total Primary Government divided by Net Assessed Value provided by Coconino County disclosed in Legal Debt Margin Information page.

Note (3): Personal income is disclosed in Demographic and Economic Information page

Note (4): Population disclosed in Demographic and Economic Information page

**City of Page, Arizona**  
**Ratios of General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

**Statistical Section**  
**Debt Capacity**  
**(Accrual basis of accounting)**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Governmental Activities</b>										
General Obligation Bonds (1)	1,486,334	1,309,609	1,127,691	943,520	759,190	574,193	387,794	197,492	-	-
Less: Amounts Available in Debt Service Fund (5)	<u>(157,382)</u>	<u>(139,994)</u>	<u>(121,953)</u>	<u>(94,339)</u>	<u>(75,939)</u>	<u>(58,130)</u>	<u>(50,046)</u>	<u>(32,557)</u>	<u>(3,089)</u>	<u>-</u>
<b>Total Primary Government</b>	<u>\$1,328,952</u>	<u>\$1,169,615</u>	<u>\$1,005,738</u>	<u>\$ 849,181</u>	<u>\$ 683,251</u>	<u>\$ 516,063</u>	<u>\$ 337,748</u>	<u>\$ 164,935</u>	<u>\$ (3,089)</u>	<u>\$ -</u>
<b>% of Assessed Value (2)</b>	2.12%	1.81%	1.50%	1.26%	0.95%	0.68%	0.42%	0.19%	0.00%	0.00%
<b>% of Personal Income (3)</b>	0.53%	0.42%	0.34%	0.28%	0.34%	0.33%	0.22%	0.10%	0.00%	0.00%
<b>Per Capita (4)</b>	\$ 181	\$ 158	\$ 133	\$ 113	\$ 90	\$ 68	\$ 45	\$ 22	\$ (0)	\$ -

Source: Notes to the Financial Statements Long-Term Liabilities

Note (1): Presented net of original issuance discounts and premiums (Airport Lease Purchase, Series 2004 Bond).

Note (2): Percentage is Total Primary Government divided by Net Assessed Value provided by Coconino County disclosed in Legal Debt Margin Information page.

Note (3): Percentage is Total Primary Government divided by Personal Income disclosed in Demographic and Economic Information page

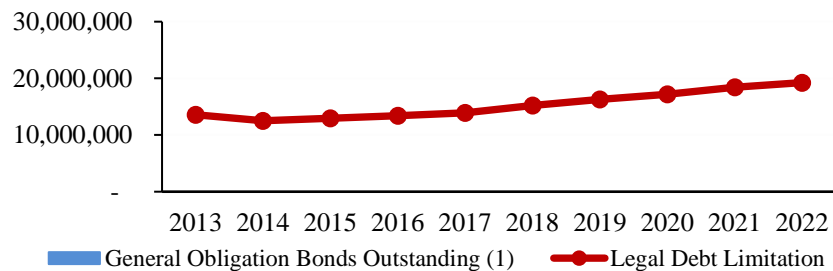
Note (4): Amount is Total Primary Government divided by population disclosed in Demographic and Economic Information page

Note (5): Amount from Balance Sheet Government Funds - Restricted cash and cash equivalents in Debt Service Fund .

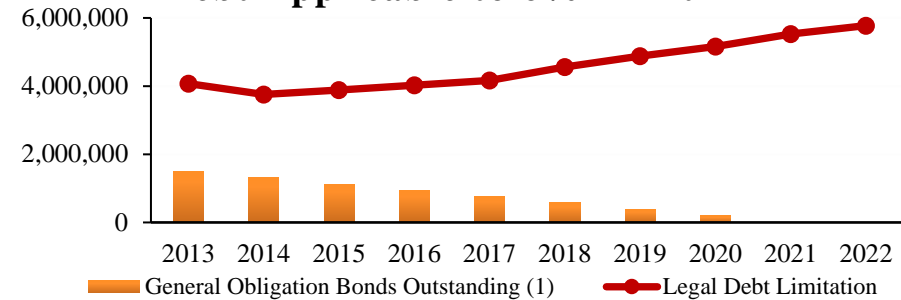
The City of Page is autonomous from any county, town, or other political subdivisions of the State of Arizona. There is no overlapping general obligation debt or taxing powers.

	Fiscal Year Ended June 30									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Assessed Value of Real Property (2)* reinstated</b>	\$ 62,585,129	\$ 64,679,910	\$ 67,174,588	\$ 69,491,903	\$ 71,737,815	\$ 76,071,757	\$ 81,314,653	\$ 86,048,461	\$ 92,189,515	\$ 96,254,978
<b>20% Limitation</b>										
Legal Debt Limitation	\$ 13,582,402	\$ 12,517,026	\$ 12,935,982	\$ 13,434,918	\$ 13,898,381	\$ 15,214,351	\$ 16,262,931	\$ 17,209,692	\$ 18,437,903	\$ 19,250,996
General Obligation Bonds Outstanding (1)	-	-	-	-	-	-	-	-	-	-
Debt Margin Available	\$ 13,582,402	\$ 12,517,026	\$ 12,935,982	\$ 13,434,918	\$ 13,898,381	\$ 15,214,351	\$ 16,262,931	\$ 17,209,692	\$ 18,437,903	\$ 19,250,996
<b>Total Net Debt applicable to the 20 %</b>	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<b>6 % Limitation</b>										
Legal Debt Limitation	4,074,721	3,755,108	3,880,795	4,030,475	4,169,514	4,564,305	4,878,879	5,162,908	5,531,371	5,775,299
General Obligation Bonds Outstanding (1)	1,486,334	1,309,609	1,127,691	943,520	759,190	574,193	387,794	197,492	-	-
Debt Margin Available	\$ 2,588,387	\$ 2,445,499	\$ 2,753,104	\$ 3,086,955	\$ 3,410,324	\$ 3,410,324	\$ 4,491,085	\$ 4,965,416	\$ 5,531,371	\$ 5,775,299
<b>Total Net Debt applicable to the 20 % * reinstated</b>	2.37%	2.02%	1.68%	1.36%	1.06%	0.75%	0.48%	0.23%	0.00%	0.00%

Debt Applicable to 20% Limit



Debt Applicable to 6% Limit



Source: Notes to the Financial Statements Long-Term Liabilities

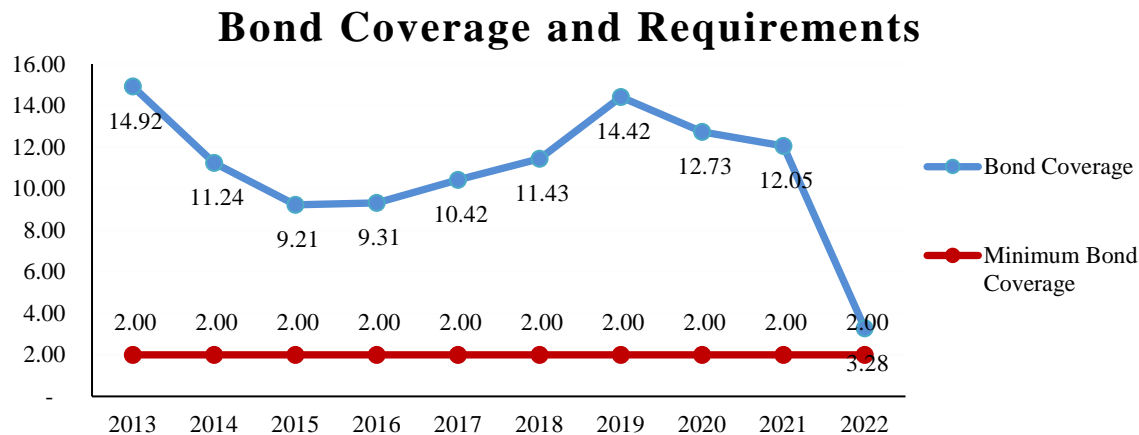
Note (1): Prior to fiscal year 2007, under Arizona law, cities could issue general obligation bonds for purposes of water, sewer, artificial light, open space preserves, parks, playgrounds, and recreational facilities, up to an amount not exceeding 20% of a City's Secondary Net Assessed Valuation. In fiscal year 2007, Arizona voters approved an amendment to the Arizona Constitution to allow cities to include debt for the acquisition and development of public safety, law enforcement, fire and emergency facilities, and streets and transportation facilities in the 20% debt limit. General Obligation Bonds for all other purposes may be issued up to an amount not exceeding 6% of Secondary Net Assessed Valuation.

\*Reinstated - prior years Assessed Value of Real Property one year behind.

Note (2): Assessed value of real property based on Secondary Net Assessed Valuation

**Schedule of Debt Service Requirements and Coverage**  
**Last Ten Fiscal Years**

Fiscal Year	Excise Tax, Revenues and State Shared Revenues (2) As restated	Debt Service Requirements							Minimum	
		Debt Service Obligation Being Refunded	Series 2011 Bond			Series 1999A Bond		Total Debt Service		Coverage Ratio (3)
			Debt Service Principal	Debt Service Interest	Debt Service Principal	Debt Service Interest				
2013	9,341,956	470,872	-	116,656			587,528	14.92	2.00	
2014	9,895,806	-	350,000	480,938			830,938	11.24	2.00	
2015	11,069,485	-	600,000	473,938			1,073,938	9.21	2.00	
2016	12,419,490	-	730,000	458,938			1,188,938	9.31	2.00	
2017	13,598,619	-	755,000	437,038			1,192,038	10.42	2.00	
2018	15,705,839	-	775,000	414,388			1,189,388	11.43	2.00	
2019	17,170,607	-	800,000	391,138			1,191,138	14.42	2.00	
2020	15,163,641	-	855,000	336,200			1,191,200	12.73	2.00	
2021	14,364,956	-	890,000	302,000			1,192,000	12.05	2.00	
2022	\$ 16,870,898	\$ -	\$ 5,150,000	\$ -			\$ 5,150,000	3.28	2.00	



Source: Schedule of Revenues, Expenditures, and Changes in Fund Balance - General Fund and bond debt service schedule.

Note (1): In Fiscal Year 2012, Series 1999A Bond was restructured.

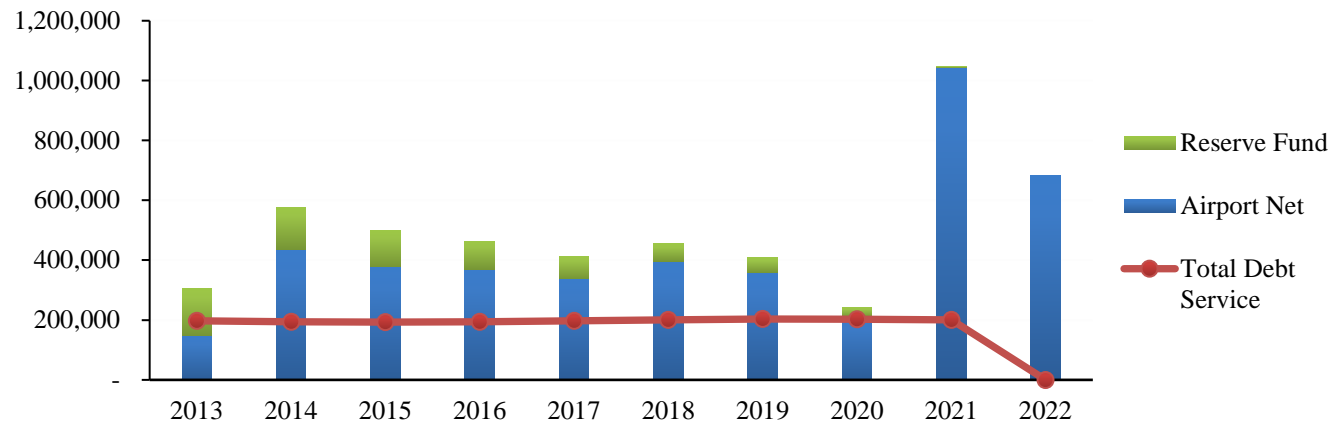
Note (2): General Fund Revenue less Golf, Rescue, Transfers, Grants, Donations, Land Sales, Interest Income, and Attorney Fees Reimbursement.

Note (3): 1999A Bond Series - Revenues at least 1.25 times Total Debt Service / 2011 Bond Series - Revenues at least 2.00 Total Debt Service

**Schedule of Debt Service Requirements and Coverage-Continued**  
**Last Ten Fiscal Years**

Fiscal Year	Airport Net Position (Revenue less Expenses)	Debt Service Requirements					
		Series 2004 Airport Bond		Debt Service Interest	Total Debt Service	Coverage Ratio from Net Revenues(2)(4)	Reserve Fund for Debt Service
		Debt Service Principal	Interest Rate (1)				
2013	149,014	176,866	1.495%	20,952	197,818	0.75	157,382
2014	436,636	176,724	0.960%	17,168	193,892	2.25	140,004
2015	377,256	181,919	0.763%	10,723	192,642	1.96	121,953
2016	369,299	184,171	1.072%	10,143	194,314	1.90	94,398
2017	337,931	184,330	1.703%	12,814	197,144	1.71	75,939
2018	397,115	184,997	2.435%	15,049	200,046	1.99	58,130
2019	358,852	186,399	3.868%	16,963	203,362	1.76	50,046
2020	210,585	190,302	3.050%	12,390	202,692	1.04	32,557
2021	1,044,523	197,492	0.764%	3,017	200,509	5.21	3,089
2022	\$ 684,553	\$ -	0.000%	\$ -	\$ -	-	\$ -

### Airport Bond Coverage and Requirements



Source: Bond debt service schedule; City's financial records - Airport Reserve Fund Balance; Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Governmental Funds.

Note (1): Interest Rate changes annually at restart of each fiscal year on July 1.

Note (2): Bond requires amount of Total Debt Service to be available from net revenues and Airport Fund Balances.

Note (3): Bond requires Reserve to be at least 10% of unpaid Principal Component

Note (4): Shortage of coverage from Net Revenues funded by other Airport Funds

# City of Page, Arizona

## Demographic and Economic Statistics

### Last Ten Fiscal Years

## Statistical Section

## Demographic and Economic

### (Accrual basis of accounting)

General	Calendar	Population (1)	**Personal Income	Per Capita Income (1)	School Enrollment (3)	Unemployment Rate (2)		
	Year					Arizona	Coconino County	City of Page
Acres 24,532.6	2012	7,425	204,870,600	27,592	2,675	8.3%	8.6%	11.4%
Median Income \$65,321*	2013	7,492	197,833,752	26,406	2,613	7.7%	8.1%	10.8%
Below Poverty Level 17.2%*	2014	7,521	168,673,467	22,427	2,621	6.8%	7.1%	8.6%
Housing Units 2,992*	2015	7,517	182,948,746	24,338	2,594	6.1%	6.5%	7.9%
Occupied - 2,580*	2016	7,565	185,380,325	24,505	2,621	5.4%	6.0%	7.4%
Vacant - 412*	2017	7,568	156,604,624	20,693	2,754	4.9%	5.5%	6.8%
	2018	7,547	155,623,859	21,246	2,689	4.8%	5.5%	6.9%
U.S. Census Bureau American	2019	7,529	159,001,367	22,595	2,559	4.7%	5.5%	7.0%
Fact Finder	2020	7,440	162,675,600	21,865	2,606	7.9%	9.7%	9.6%
2015-2019*	2021	7,375	\$157,238,189	\$ 21,320 +	2,300	4.1%	4.8%	5.7%

+Per Capita Income estimate based on historical data. \*\*Population multiplied by Per Capita Income

### Principal Employers - Current Year and Five Years Ago

2022			2017		
Employer	Employees	% of Total Employment	Employer	Employees	% of Total Employment
Canyonlands Community Health Care Inc	85	2.0%	Page Steel / Page Lumber	76	2.0%
Page Steel Inc	90	2.0%	Courtyard by Marriott LLP	78	2.1%
GSM Outdoors (Formerly Yamamoto)	120	3.0%	Safeway	80	2.1%
Banner Health	125	3.0%	Page Hospital	105	2.8%
Infinity of Page Home Health Services Llc	150	4.0%	Gary Yamamoto Custom Baits	160	4.2%
City of Page	180	5.0%	Super Wal-Mart	205	5.4%
Walmart	230	6.0%	City of Page (Including Page Electric Utility)	208	5.5%
National Park Service	280	7.0%	Page Unified School District No. 8	394	10.4%
Page Unified School District 8	403	11.0%	Navajo Generating Station	532	14.0%
Aramark Corp	800	21.0%	Aramark, Inc.	700	18.4%
Total	2,463	65.9%	Total	2,538	66.8%
Other	1,273	34.1%	Other	1,263	33.2%
Labor Force		5,495	Labor Force		4,098
Total employment		3,736	Total employment		3,801
Unemployment		1,759	Unemployment		297
Unemployment Rate to Labor Force		32.0%	Unemployment Rate to Labor Force		7.2%

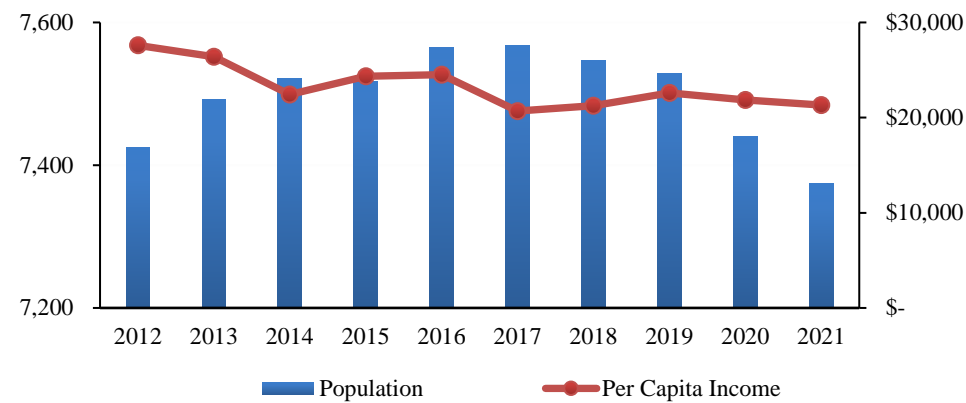
Note (1): Local data 2013- 2019 from U.S. Census Bureau.

Note (2):Source - Arizona Department of Administration, Office of Employment Statistics. Not seasonally adjusted.

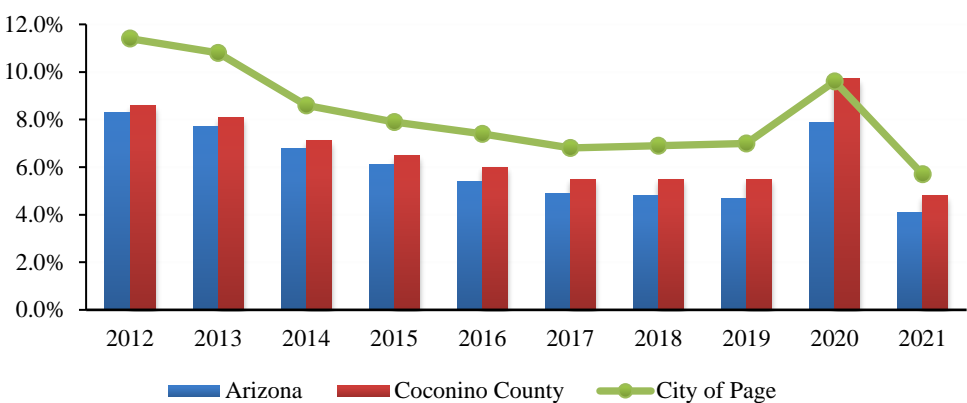
Note (3): Source - Arizona Department of Education. Updated in FY17 to include Resident and Non-Resident students



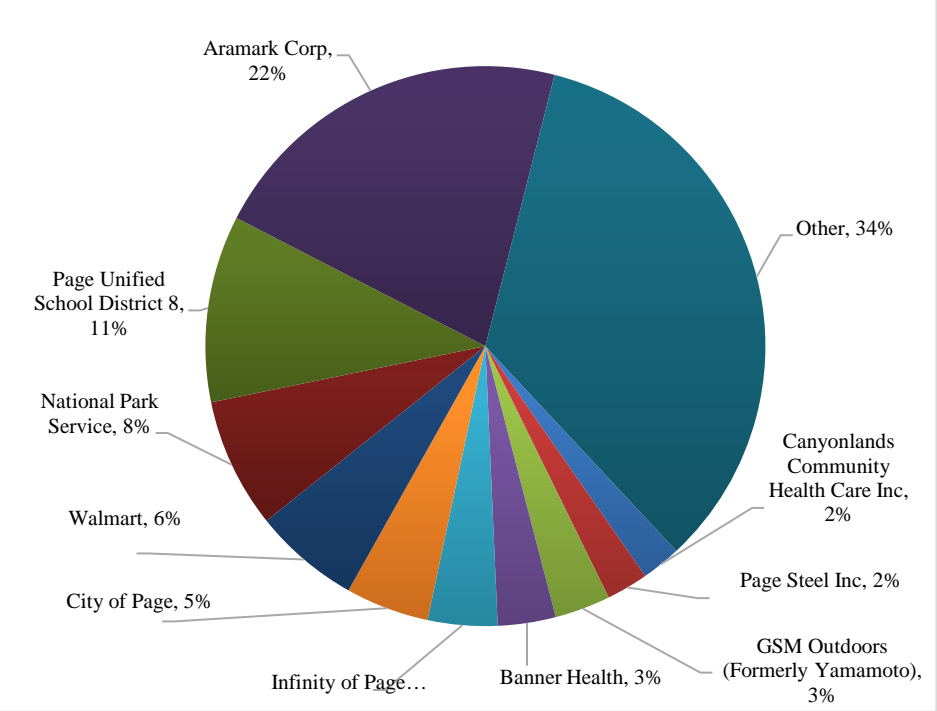
Population vs Per Capita Income



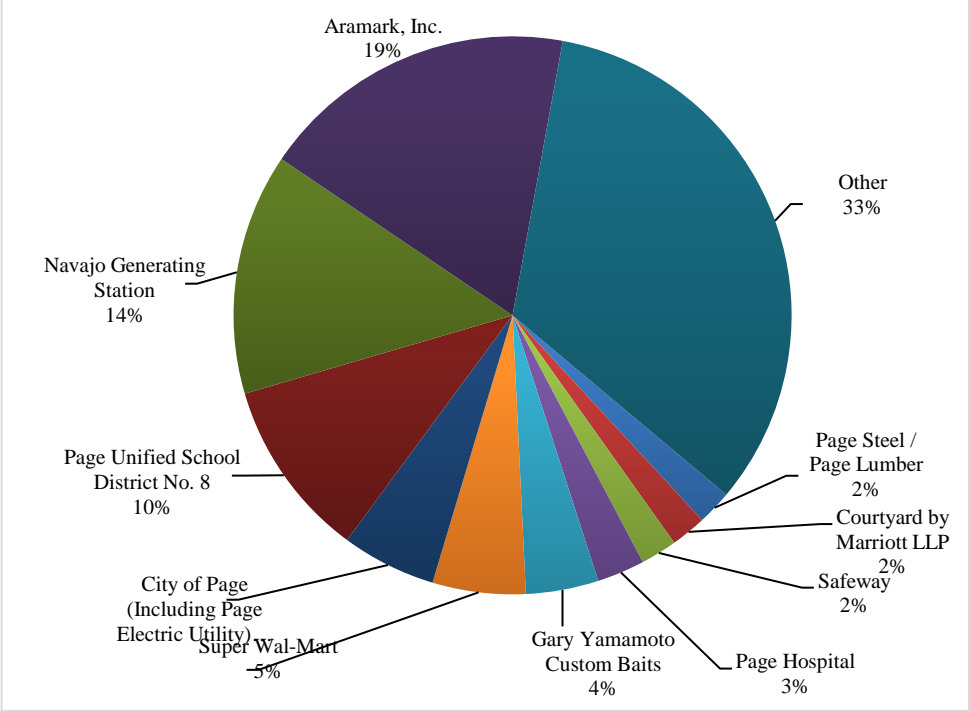
Unemployment Rate



2022 Primary Employers

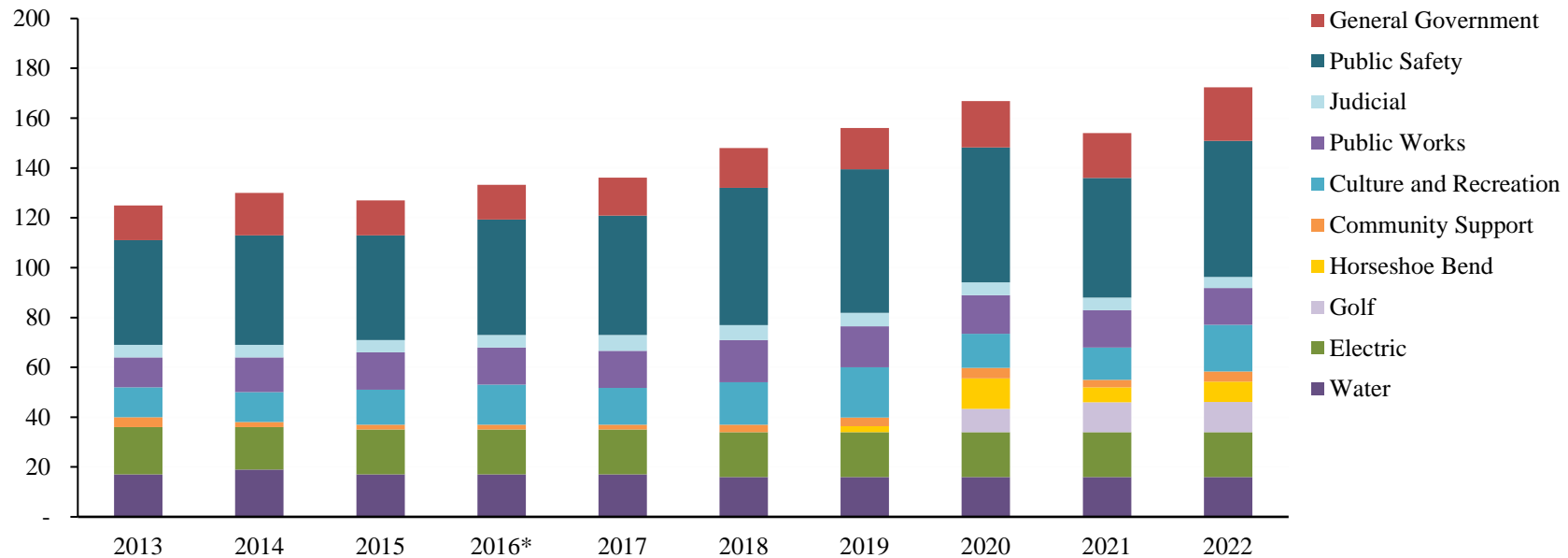


2017 Primary Employers



Full-time Equivalent Employees as of June 30										
Function	2013	2014	2015	2016*	2017	2018	2019	2020	2021	2022
General Government	14	17	14	14	15	16	17	19	18	21
Public Safety	42	44	42	46	48	55	58	54	48	55
Judicial	5	5	5	5	6	6	5	5	5	4
Public Works	12	14	15	15	15	17	17	16	15	15
Culture and Recreation	12	12	14	16	15	17	20	14	13	19
Community Support	4	2	2	2	2	3	4	4	3	4
Horseshoe Bend	-	-	-	-	-	-	2	12	6	8
Golf	-	-	-	-	-	-	-	9	12	12
Electric	19	17	18	18	18	18	18	18	18	18
Water	17	19	17	17	17	16	16	16	16	16
Total	125	130	127	133	136	147	154	167	154	172

Full-Time-Equivalent City Government Employees by Function/Program



Source: The source of this information is the City's facilities records.

\*Restated - Corrected FTE for Firefighters

*City of Page, Arizona*  
**Operating Indicators by Functions**  
**Last Ten Fiscal Years**

*Statistical Section*  
**Operating Information**  
**(Accrual basis of accounting)**

	Fiscal Years Ended June 30									
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Planning and Building Safety</b>										
Building permits issued (new single family homes)	6	3	3	8	12	11	15	15	16	8
<b>Highway and Streets</b>										
Street resurfacing (miles)	0.0	0.0	1.0	0.0	0.2	3.2	17.6	2.6	3.3	1.7
Streets striped (miles)	9.3	9.3	7.6	0.0	20.4	12.9	10.0	5.2	3.3	0.1
<b>Culture and Recreation</b>										
Summer recreation camps	0	0	0	0	5	4	0	0	0	0

Source: The source of this information is the City's facilities records.

**City of Page, Arizona**  
**Capital Assets Statistics by Function**  
**Last Ten Fiscal Years**

**Statistical Section**  
**Operating Information**  
**(Accrual basis of accounting)**

<b>Function</b>	<b>Fiscal Year Ended June 30</b>									
	<b><u>2013</u></b>	<b><u>2014</u></b>	<b><u>2015</u></b>	<b><u>2016</u></b>	<b><u>2017</u></b>	<b><u>2018</u></b>	<b><u>2019</u></b>	<b><u>2020</u></b>	<b><u>2021</u></b>	<b><u>2022</u></b>
<b>Highways and Streets</b>										
Streets (miles)	47.2	47.2	47.2	47.2	47.2	47.2	47.2	47.2	47.2	47.2
Streetlights	817	817	817	817	817	817	817	817	817	817
Traffic Signals	53	53	53	53	53	53	53	53	53	53
<b>Culture and recreation</b>										
Parks acreage*	17.73	17.73	17.73	17.73	17.73	17.73	17.73	17.73	501.59	501.59
Parks	6	6	6	6	6	6	6	6	9	9
Community centers	1	1	1	1	1	1	1	1	1	1
<b>Sewer</b>										
Sanitary sewers (miles)	39	39	39	49	49.26	49.26	49.26	49.26	49.26	49.26
Storm sewers (miles)	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8
Maximum daily design capacity (gallons)*	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,000,000	2,000,000
Average daily treatment (gallons)	918,000	908,005	875,000	889,000	882,000	918,194	918,194	918,194	768,945	818,500
<b>Water</b>										
Water lines (miles)	60	60	60	59.94	60.19	60.19	60.19	60.19	60.19	61.19
Raw water lines (miles)	3	3	3	3	3	3	3	3	3	3
Maximum daily design capacity (gallons)*	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	3,300,000	3,300,000
Average daily treatment (gallons)	1,890,000	1,751,756	1,618,500	1,940,000	1,890,000	1,872,540	1,872,540	1,872,540	1,918,961	1,833,000

Source: The source of this information is the City's facilities records.

Note: N/A indicates that the information is not available

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**OTHER COMMUNICATIONS FROM INDEPENDENT AUDITORS**

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**Independent Auditors' Report on Internal Control over  
Financial Reporting and on Compliance and Other Matters  
Based on an Audit of Financial Statements Performed  
in Accordance with *Government Auditing Standards***

The Honorable Mayor and  
City Council  
Page, Arizona

We have audited, 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 financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Page, Arizona as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Page, Arizona's basic financial statements, and have issued our report thereon dated December 15, 2022.

**Internal Control over Financial Reporting**

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

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

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



## Compliance and Other Matters

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

## Purpose of this Report

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

*HintonBurdick PLLC*

Gilbert, Arizona

December 15, 2022



## **Independent Auditors' Report on State Legal Compliance**

The Honorable Mayor and  
City Council  
Page, Arizona

We have audited the basic financial statements of the City of Page, Arizona for the year ended June 30, 2022, and have issued our report thereon dated December 15, 2022. Our audit also included test work on the City of Page's compliance with selected requirements identified in the State of Arizona Revised Statutes and the Arizona State Constitution including, but not limited to, Title 28, Chapter 18, Article 2.

The management of the City of Page is responsible for the City's compliance with all requirements identified above. Our responsibility is to express an opinion on compliance with those requirements based on our audit; accordingly, we make the following statements:

The City of Page has established separate funds to account for Highway User Revenue funds and Local Transportation Assistance funds. Highway user revenue fund monies received by the City of Page pursuant to Title 28, Chapter 18, Article 2 and other dedicated state transportation revenues received during the current fiscal year appear to have been used solely for authorized purposes. The funds are administered in accordance with Generally Accepted Accounting Principles. Sources of revenues available and fund balances are reflected in the individual fund financial statements.

Our opinion regarding the City's compliance with annual expenditure limitations has been issued separately with the City's Annual Expenditure Limitation Report.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, The City of Page, Arizona complied, in all material respects, with the requirements identified above for the year ended June 30, 2022.

The purpose of this report is solely to describe the scope of our testing of the applicable compliance requirements identified in the Arizona Revised Statutes as noted above and the results of that testing based on the state requirements. Accordingly, this report is not suitable for any other purpose.

*HintonBurdick, PLLC*

Gilbert, Arizona  
December 15, 2022

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