CITY OF BISBEE, ARIZONA

ANNUAL EXPENDITURE LIMITATION REPORT

JUNE 30, 2025

WITH REPORT OF

CERTIFIED PUBLIC ACCOUNTANTS

CITY OF BISBEE, ARIZONA
Annual Expenditure Limitation Report
June 30, 2025

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Independent Accountants' Report on AELR

The Auditor General of the State of Arizona and
The Honorable Mayor and City Council
City of Bisbee, Arizona

We have examined the accompanying Annual Expenditure Limitation Report of the City of Bisbee, Arizona, for the year ended June 30, 2025, and the related notes to the report. The City's management is responsible for presenting this report in accordance with the Uniform Expenditure Reporting System as described in note 1. Our responsibility is to express an opinion on this report based on our examination.

We conducted our examination in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether this report is presented in accordance with the Uniform Expenditure Reporting System in all material respects. An examination involves performing procedures to obtain evidence about the amounts and disclosures in the report. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of the report, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and to meet our ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

In our opinion, the Annual Expenditure Limitation Report referred to above is presented in accordance with the Uniform Expenditure Reporting System as described in note 1 in all material respects.

Squire & Company, PC

Mesa, Arizona
January 27, 2026

CITY OF BISBEE, ARIZONA
Annual Expenditure Limitation Report – Part I
Year Ended June 30, 2025

1.	Economic Estimates Commission expenditure limitation	N/A	
2.	Voter-approved alternative expenditure limitation (Approved August 28, 2018)	$ 176,849,010	
3.	Enter applicable amount from line 1 or line 2		$ 176,849,010
4.	Amount subject to the expenditure limitation (total amount from Part II, Line C)	24,799,101	
5.	Subtotal		24,799,101
6	Total adjusted amount subject to the expenditure limitation		24,799,101
7	Amount under (in excess of) the expenditure limitation (If excess of) the expenditure limitation		$152,049,909

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

Signature of Chief Fiscal Officer: ____________________

Name and Title: Keri Bagley, Finance Director

Telephone Number: (520) 432-6008 Date: January 27, 2026

See accompanying notes to report

CITY OF BISBEE, ARIZONA
Annual Expenditure Limitation Report – Part II
Year Ended June 30, 2025

Description	Governmental Funds	Enterprise Funds	Total
A. Amounts reported on the Reconciliation Line D	$ 19,705,687	$ 5,093,414	$ 24,799,101
B. Less exclusions claimed:			
14. Total exclusions claimed	-	-	-
C. Amount subject to the expenditure limitation	$ 19,705,687	$ 5,093,414	$ 24,799,101

See accompanying notes to report

CITY OF BISBEE, ARIZONA
Annual Expenditure Limitation Report – Reconciliation
Year Ended June 30, 2025

Description	Governmental Funds	Enterprise Funds	Total
A. Total expenditures (and expenses) and applicable other financing uses reported within the financial statements	$ 19,705,687	$ 5,936,895	$ 25,642,582
B. Subtractions:			
1. Items not requiring use of working capital:			
Depreciation and amortization	-	1,462,287	1,462,287
Pension and other postemployment benefits (OPEB) expense	-	(9,666)	(9,666)
5. Total subtractions	-	1,452,621	1,452,621
C. Additions:			
1. Principal payments on long-term debt	-	529,008	529,008
2. Acquisition of capital assets	-	80,132	80,132
4. Total additions	-	609,140	609,140
D. Amounts reported on Part II, Line A	$ 19,705,687	$ 5,093,414	$ 24,799,101

See accompanying notes to report

CITY OF BISBEE, ARIZONA
Notes to the Annual Expenditure Limitation Report
June 30, 2025

Note 1 Summary of Significant Accounting Policies

The annual expenditure limitation report (AELR) is presented as prescribed by the uniform expenditure reporting system (UERS), as required by Arizona Revised Statutes §41-1279.07, and in accordance with the voter-approved alternative expenditure limitation adopted August 28, 2018, as authorized by the Arizona Constitution, Article IX, §20(9).

In accordance with the UERS requirements, a note to the AELR is presented below for any exclusion claimed in part II and each subtraction or addition in the Reconciliation that cannot be traced directly to an amount reported in the fund financial statements. All references to financial statement amounts in the following notes refer to the Statement of Revenues, Expenditures, and Changes in Fund Balances for the Governmental Funds, Statement of Revenues, Expenses, and Changes in Net Position for the Proprietary Funds, and the Statement of Cash Flows for the Proprietary Funds.

Note 2 Reconciliation - Subtractions and Additions

Details for the subtraction for depreciation and amortization expense and pension and other post employment benefit (OPEB) expense and the additions for principal payments on long-term debt, acquisition of capital assets, and pension contributions are all provided in the Statement of Cash Flows for the Proprietary Funds and the financial statement footnotes.

Note 3 Exclusions

Exclusions from local revenues, including those enumerated in the Constitution, may be taken against alternative expenditure limitation only if such exclusions are specifically identified in the resolution and the publicity pamphlet. There are no such exclusions specifically identified.