

**City of Surprise**  
Statement of Net Assets  
Collection and Uses of Impact Fees  
June 30, 2012 Unaudited

	<b>Fire Development Fee Fund</b>	<b>General Government Development Fee Fund</b>	<b>Library Development Fee Fund</b>	<b>Parks and Recreation Development Fee Fund</b>	<b>Police Development Fee Fund</b>	<b>Public Works Expansion Development Fee Fund</b>	<b>Roads of Regional Significance SPA 2, 4 and 6</b>	<b>Roads of Regional Significance SPA 3 and 5</b>	<b>Sewer System Development Fee Fund SPA 1</b>	<b>Sewer System Development Fee Fund SPA 2</b>	<b>Sewer System Development Fee Fund SPA 3</b>	<b>Sewer System Development Fee Fund SPA 4</b>
<b>Assets</b>												
Current assets												
Cash and investments	\$ 451,788	\$ (117,000)	\$ 4,384,837	\$ 4,304,460	\$ 1,018,948	\$ 9,502,028	\$ 2,095,894	\$ 23,139	\$ (1,781,822)	\$ 246,393	\$ 77,668	\$ 2,749
Restricted cash and investments	68,685	-	-	57,884	-	-	-	-	-	-	-	-
Receivables (net of allowances)												
Accounts	-	-	-	-	-	-	27,282	-	-	-	-	-
Other	-	-	-	-	-	-	-	163,684	3,294	-	-	-
Total current assets	<u>520,473</u>	<u>(117,000)</u>	<u>4,384,837</u>	<u>4,362,344</u>	<u>1,018,948</u>	<u>9,502,028</u>	<u>2,123,176</u>	<u>23,139</u>	<u>(1,618,138)</u>	<u>249,687</u>	<u>77,668</u>	<u>2,749</u>
Noncurrent assets												
Bond issuance cost, net of amortization	-	-	-	-	-	-	-	-	-	-	-	-
Total noncurrent assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>520,473</u>	<u>(117,000)</u>	<u>4,384,837</u>	<u>4,362,344</u>	<u>1,018,948</u>	<u>9,502,028</u>	<u>2,123,176</u>	<u>23,139</u>	<u>(1,618,138)</u>	<u>249,687</u>	<u>77,668</u>	<u>2,749</u>
<b>Liabilities</b>												
Current liabilities:												
Accounts payable	4,676	38,497	782	782	782	22,083	391	391	9,421	10,100	130	130
Deferred revenues	88,238	70,734	-	-	61,552	107,177	-	-	20,221	4,197	27,123	-
Contracts payable	-	-	-	85,828	-	38,623	-	-	-	-	-	-
Bonds, loans and payables due in less than one year	-	-	-	-	-	-	-	-	-	-	-	-
Total current liabilities	<u>92,914</u>	<u>109,231</u>	<u>782</u>	<u>86,610</u>	<u>62,334</u>	<u>167,883</u>	<u>391</u>	<u>391</u>	<u>29,642</u>	<u>14,297</u>	<u>27,253</u>	<u>130</u>
Noncurrent liabilities:												
Advances from other funds	7,142,268	43,708,467	-	-	-	-	-	-	16,108,299	-	-	-
Contracts payable	-	-	-	-	-	38,623	-	-	199,657	-	-	-
Bonds, loans and payables due in more than one year	-	-	-	-	-	-	-	-	-	-	-	-
Total noncurrent liabilities	<u>7,142,268</u>	<u>43,708,467</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>38,623</u>	<u>-</u>	<u>-</u>	<u>16,307,956</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>7,235,182</u>	<u>43,817,698</u>	<u>782</u>	<u>86,610</u>	<u>62,334</u>	<u>206,506</u>	<u>391</u>	<u>391</u>	<u>16,337,598</u>	<u>14,297</u>	<u>27,253</u>	<u>130</u>
Total net assets	<u>\$ (6,714,709)</u>	<u>\$ (43,934,698)</u>	<u>\$ 4,384,055</u>	<u>\$ 4,275,734</u>	<u>\$ 956,614</u>	<u>\$ 9,295,522</u>	<u>\$ 2,122,785</u>	<u>\$ 22,748</u>	<u>\$ (17,955,736)</u>	<u>\$ 235,390</u>	<u>\$ 50,415</u>	<u>\$ 2,619</u>

**City of Surprise**  
Statement of Net Assets  
Collection and Uses of Impact Fees  
June 30, 2012 Unaudited

	<b>Sewer System Development Fee Fund SPA 5</b>	<b>Sewer System Development Fee Fund SPA 6</b>	<b>Water Replenishment Development Fee Fund SPA</b>	<b>Water System Development Fee Fund SPA 1</b>	<b>Water System Development Fee Fund SPA 2</b>	<b>Water System Development Fee Fund SPA 3</b>	<b>Water System Development Fee Fund SPA 4</b>					
<b>Assets</b>												
Current assets												
Cash and investments	\$ (207)	\$ (207)	\$ 3,317,276	\$ 342,573	\$ (247)	\$ (248)	\$ (248)	\$ -	\$ 3,797,256	\$ 17,320	\$ (207)	\$ (207)
Restricted cash and investments	-	-	-	-	-	-	-	-	-	-	-	-
Receivables (net of allowances)												
Accounts	-	-	-	8,325	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-	-
Total current assets	<u>(207)</u>	<u>(207)</u>	<u>3,317,276</u>	<u>350,898</u>	<u>(247)</u>	<u>(248)</u>	<u>(248)</u>	<u>-</u>	<u>3,797,256</u>	<u>17,320</u>	<u>(207)</u>	<u>(207)</u>
Noncurrent assets												
Bond issuance cost, net of amortization	-	-	22,603	-	-	-	-	-	-	-	-	-
Total noncurrent assets	<u>-</u>	<u>-</u>	<u>22,603</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>(207)</u>	<u>(207)</u>	<u>3,339,879</u>	<u>350,898</u>	<u>(247)</u>	<u>(248)</u>	<u>(248)</u>	<u>-</u>	<u>3,797,256</u>	<u>17,320</u>	<u>(207)</u>	<u>(207)</u>
<b>Liabilities</b>												
Current liabilities:												
Accounts payable	130	130	130	130	130	130	130	130	138,648	26,030	130	130
Deferred revenues	-	-	-	-	-	-	-	-	-	-	-	-
Contracts payable	-	-	-	-	-	-	-	-	93,004	-	-	-
Bonds, loans and payables due in less than one year	-	-	64,229	-	-	-	-	-	-	-	-	-
Total current liabilities	<u>130</u>	<u>130</u>	<u>64,359</u>	<u>130</u>	<u>130</u>	<u>130</u>	<u>130</u>	<u>130</u>	<u>231,652</u>	<u>26,030</u>	<u>130</u>	<u>130</u>
Noncurrent liabilities:												
Advances from other funds	-	-	-	-	-	-	-	-	-	-	-	-
Contracts payable	-	-	-	-	-	-	-	-	-	-	-	-
Bonds, loans and payables due in more than one year	-	-	1,260,531	-	-	-	-	-	-	-	-	-
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>1,260,531</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>130</u>	<u>130</u>	<u>1,324,890</u>	<u>130</u>	<u>130</u>	<u>130</u>	<u>130</u>	<u>130</u>	<u>231,652</u>	<u>26,030</u>	<u>130</u>	<u>130</u>
Total net assets	<u>\$ (337)</u>	<u>\$ (337)</u>	<u>\$ 2,014,989</u>	<u>\$ 350,768</u>	<u>\$ (377)</u>	<u>\$ (378)</u>	<u>\$ (378)</u>	<u>\$ (130)</u>	<u>\$ 3,565,604</u>	<u>\$ (8,710)</u>	<u>\$ (337)</u>	<u>\$ (337)</u>

**City of Surprise**  
Statement of Net Assets  
Collection and Uses of Impact Fees  
June 30, 2012 Unaudited

	<b>Water System Development Fee Fund SPA 5</b>	<b>Water System Development Fee Fund SPA 6</b>	<b>Total</b>
<b>Assets</b>			
Current assets			
Cash and investments	\$ (207)	\$ (207)	\$ 27,681,522
Restricted cash and investments	-	-	126,569
Receivables (net of allowances)			
Accounts	-	-	35,607
Other	-	-	166,978
Total current assets	<u>(207)</u>	<u>(207)</u>	<u>28,010,676</u>
Noncurrent assets			
Bond issuance cost, net of amortization	-	-	22,603
Total noncurrent assets	<u>-</u>	<u>-</u>	<u>22,603</u>
 Total assets	 <u>(207)</u>	 <u>(207)</u>	 <u>28,033,279</u>
<b>Liabilities</b>			
Current liabilities:			
Accounts payable	130	130	254,403
Deferred revenues	-	-	379,242
Contracts payable	-	-	217,455
Bonds, loans and payables due in less than one year	-	-	64,229
Total current liabilities	<u>130</u>	<u>130</u>	<u>915,329</u>
Noncurrent liabilities:			
Advances from other funds	-	-	66,959,034
Contracts payable	-	-	238,280
Bonds, loans and payables due in more than one year	-	-	1,260,531
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>68,457,845</u>
 Total liabilities	 <u>130</u>	 <u>130</u>	 <u>69,373,174</u>
 Total net assets	 <u>\$ (337)</u>	 <u>\$ (337)</u>	 <u>\$ (41,339,895)</u>

**City of Surprise**  
Statement of Revenues and Expenses  
Collection and Uses of Impact Fees  
Fiscal Year Ended June 30, 2012, Unaudited

	<b>Fire Development Fee Fund</b>	<b>General Government Development Fee Fund</b>	<b>Library Development Fee Fund</b>	<b>Parks and Recreation Development Fee Fund</b>	<b>Police Development Fee Fund</b>	<b>Public Works Expansion Development Fee Fund</b>	<b>Roads of Regional Significance SPA 2, 4 and 6</b>	<b>Roads of Regional Significance SPA 3 and 5</b>	<b>Sewer System Development Fee Fund SPA 1</b>	<b>Sewer System Development Fee Fund SPA 2</b>	<b>Sewer System Development Fee Fund SPA 3</b>	<b>Sewer System Development Fee Fund SPA 4</b>
<b>Revenues</b>												
Development fees	490,331	454,311	108,303	531,168	215,484	149,921	2,641	5,066	2,016,624	(419)	7,706	-
Interest revenue	2,638	(451)	32,884	14,582	15,576	73,182	15,893	146	(8,977)	1,985	566	23
Total revenues	<u>492,969</u>	<u>453,860</u>	<u>141,187</u>	<u>545,750</u>	<u>231,060</u>	<u>223,103</u>	<u>18,534</u>	<u>5,212</u>	<u>2,007,647</u>	<u>1,566</u>	<u>8,272</u>	<u>23</u>
<b>Expenses</b>												
Cost of sales and services	-	-	-	-	-	108	-	-	-	-	-	-
Developer reimbursement	3,894	-	-	-	-	-	-	-	-	-	-	-
Principal Loan Payment	-	-	-	-	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-	-	-	-	-
Development trash and recycle containers	-	-	-	-	-	18,283	-	-	-	-	-	-
TS Cotton Ln and Waddell Road	-	-	-	-	-	168,221	-	-	-	-	-	-
Acquisition of Water Rights	-	-	-	-	-	-	-	-	-	-	-	-
SPA 2 Treatment Plant	-	-	-	-	-	-	-	-	-	4,531	-	-
Development Fee Update	7,817	11,949	7,817	7,817	7,817	-	-	1,240	207	207	207	207
Traffic Signal Master Computer	-	-	-	-	-	37,250	-	-	-	-	-	-
SPA 2 WRF- Plant 1	-	-	-	-	-	-	-	-	-	177	-	-
SPA 3 WRF- Plant 1	-	-	-	-	-	-	-	-	-	-	6,750	-
Water Dev Reimbursement	-	-	-	-	-	-	-	-	-	-	-	-
Fiber Optics- Citywide	-	-	-	-	-	5,000	-	-	-	-	-	-
Fiber Optics- Peoria	-	-	-	-	-	7,241	-	-	-	-	-	-
Fiber Optics-Bell Rd Ph 3 SR303	-	-	-	-	-	39,081	-	-	-	-	-	-
Fiber Optics-Loop 303- Peoria	-	-	-	-	-	60,375	-	-	-	-	-	-
SPA 1 Mountain Vista Well 2	-	-	-	-	-	-	-	-	-	-	-	-
Impact Fee Study AUG FY14	782	782	782	782	782	782	391	391	130	130	130	130
Total expenses	<u>12,493</u>	<u>12,731</u>	<u>8,599</u>	<u>8,599</u>	<u>8,599</u>	<u>336,341</u>	<u>391</u>	<u>1,631</u>	<u>337</u>	<u>5,045</u>	<u>7,087</u>	<u>337</u>
Income (loss) before contributions and transfers	<u>480,476</u>	<u>441,129</u>	<u>132,588</u>	<u>537,151</u>	<u>222,461</u>	<u>(113,238)</u>	<u>18,143</u>	<u>3,581</u>	<u>2,007,310</u>	<u>(3,479)</u>	<u>1,185</u>	<u>(314)</u>
Transfers out for debt payment	<u>(121,601)</u>	<u>(667,359)</u>	<u>-</u>	<u>(795,234)</u>	<u>(246,098)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,861,431)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Changes in net assets	<u>358,875</u>	<u>(226,230)</u>	<u>132,588</u>	<u>(258,083)</u>	<u>(23,637)</u>	<u>(113,238)</u>	<u>18,143</u>	<u>3,581</u>	<u>(1,854,121)</u>	<u>(3,479)</u>	<u>1,185</u>	<u>(314)</u>
Net assets, beginning	<u>(7,073,584)</u>	<u>(43,708,468)</u>	<u>4,251,467</u>	<u>4,533,817</u>	<u>980,251</u>	<u>9,408,760</u>	<u>2,104,642</u>	<u>19,167</u>	<u>(16,101,615)</u>	<u>238,869</u>	<u>49,230</u>	<u>2,933</u>
Net assets, ending	<u>\$ (6,714,709)</u>	<u>\$ (43,934,698)</u>	<u>\$ 4,384,055</u>	<u>\$ 4,275,734</u>	<u>\$ 956,614</u>	<u>\$ 9,295,522</u>	<u>\$ 2,122,785</u>	<u>\$ 22,748</u>	<u>\$ (17,955,736)</u>	<u>\$ 235,390</u>	<u>\$ 50,415</u>	<u>\$ 2,619</u>

**City of Surprise**  
Statement of Revenues and Expenses  
Collection and Uses of Impact Fees  
Fiscal Year Ended June 30, 2012, Unaudited

	Sewer System Development Fee Fund SPA 5	Sewer System Development Fee Fund SPA 6	Water Replenishment Development Fee Fund SPA	Water System Development Fee Fund SPA 1	Water System Development Fee Fund SPA 2	Water System Development Fee Fund SPA 3	Water System Development Fee Fund SPA 4					
<b>Revenues</b>												
Development fees	-	-	232,694	3,039	-	-	-	-	430,672	4,993	-	-
Interest revenue	-	-	33,959	2,528	-	-	-	-	30,520	351	-	-
Total revenues	-	-	266,653	5,567	-	-	-	-	461,192	5,344	-	-
<b>Expenses</b>												
Cost of sales and services	-	-	-	-	-	-	-	-	-	-	-	-
Developer reimbursement	-	-	-	-	-	-	-	-	48,866	-	-	-
Principal Loan Payment	-	-	1,324,760	-	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	26,274	-	-	-	-	-	-	-	-	-
Development trash and recycle containers	-	-	-	-	-	-	-	-	-	-	-	-
TS Cotton Ln and Waddell Road	-	-	-	-	-	-	-	-	-	-	-	-
Acquisition of Water Rights	-	-	-	-	-	-	-	-	575,387	-	-	-
SPA 2 Treatment Plant	-	-	-	-	-	-	-	-	-	-	-	-
Development Fee Update	207	207	248	248	248	248	248	-	207	207	207	207
Traffic Signal Master Computer	-	-	-	-	-	-	-	-	-	-	-	-
SPA 2 WRF- Plant 1	-	-	-	-	-	-	-	-	-	-	-	-
SPA 3 WRF- Plant 1	-	-	-	-	-	-	-	-	-	-	-	-
Water Dev Reimbursement	-	-	-	-	-	-	-	-	219,540	-	-	-
Fiber Optics- Citywide	-	-	-	-	-	-	-	-	-	-	-	-
Fiber Optics- Peoria	-	-	-	-	-	-	-	-	-	-	-	-
Fiber Optics-Bell Rd Ph 3 SR303	-	-	-	-	-	-	-	-	-	-	-	-
Fiber Optics-Loop 303- Peoria	-	-	-	-	-	-	-	-	-	-	-	-
SPA 1 Mountain Vista Well 2	-	-	-	-	-	-	-	-	13,591	-	-	-
Impact Fee Study AUG FY14	130	130	130	130	130	130	130	130	130	130	130	130
Total expenses	337	337	1,351,412	378	378	378	378	130	857,721	337	337	337
Income (loss) before contributions and transfers	(337)	(337)	(1,084,759)	5,189	(378)	(378)	(378)	(130)	(396,529)	5,007	(337)	(337)
Transfers out for debt payment	-	-	-	-	-	-	-	-	-	-	-	-
Changes in net assets	(337)	(337)	(1,084,759)	5,189	(378)	(378)	(378)	(130)	(396,529)	5,007	(337)	(337)
Net assets, beginning	-	-	3,099,748	345,579	1	-	-	-	3,962,133	(13,717)	-	-
Net assets, ending	\$ (337)	\$ (337)	\$ 2,014,989	\$ 350,768	\$ (377)	\$ (378)	\$ (378)	\$ (130)	\$ 3,565,604	\$ (8,710)	\$ (337)	\$ (337)

**City of Surprise**  
Statement of Revenues and Expenses  
Collection and Uses of Impact Fees  
Fiscal Year Ended June 30, 2012, Unaudited

	<b>Water System Development Fee Fund SPA 5</b>	<b>Water System Development Fee Fund SPA 6</b>	<b>Total</b>
<b>Revenues</b>			
Development fees	-	-	4,652,534
Interest revenue	-	-	215,405
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>4,867,939</b>
<b>Expenses</b>			
Cost of sales and services	-	-	108
Developer reimbursement	-	-	52,760
Principal Loan Payment	-	-	1,324,760
Interest and fiscal charges	-	-	26,274
Development trash and recycle containers	-	-	18,283
TS Cotton Ln and Waddell Road	-	-	168,221
Acquisition of Water Rights	-	-	575,387
SPA 2 Treatment Plant	-	-	4,531
Development Fee Update	207	207	48,181
Traffic Signal Master Computer	-	-	37,250
SPA 2 WRF- Plant 1	-	-	177
SPA 3 WRF- Plant 1	-	-	6,750
Water Dev Reimbursement	-	-	219,540
Fiber Optics- Citywide	-	-	5,000
Fiber Optics- Peoria	-	-	7,241
Fiber Optics-Bell Rd Ph 3 SR303	-	-	39,081
Fiber Optics-Loop 303- Peoria	-	-	60,375
SPA 1 Mountain Vista Well 2	-	-	13,591
Impact Fee Study AUG FY14	130	130	7,814
<b>Total expenses</b>	<b>337</b>	<b>337</b>	<b>2,615,324</b>
<b>Income (loss) before contributions and transfers</b>	<b>(337)</b>	<b>(337)</b>	<b>2,252,615</b>
Transfers out for debt payment	-	-	(5,691,723)
Changes in net assets	(337)	(337)	(3,439,108)
Net assets, beginning	-	-	(37,900,787)
Net assets, ending	<u>\$ (337)</u>	<u>\$ (337)</u>	<u>\$ (41,339,895)</u>