

Comprehensive Annual Financial Report

Maricopa County Stadium District

A Component Unit of Maricopa County, Arizona



Fiscal Year Ended June 30, 2013

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**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)**

MARICOPA COUNTY, ARIZONA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30, 2013

Issued by:

Finance Department

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**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
COMPREHENSIVE ANNUAL FINANCIAL REPORT
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(A COMPONENT UNIT OF MARICOPA COUNTY)
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INTRODUCTORY SECTION

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September 13, 2013

The Honorable Maricopa County Stadium District Board of Directors:

It is our pleasure to submit to you the Comprehensive Annual Financial Report of the Maricopa County Stadium District (Stadium District) for the year ended June 30, 2013 in accordance with Arizona Revised Statute §48-4231.D. The Statute requires that the Stadium District receive an independent financial audit of the accounts and records of the Stadium District within 120 days of the June 30 fiscal year end.

CliftonLarsonAllen LLP, a certified public accounting firm, has audited the Stadium District's financial statements for the year ended June 30, 2013 and issued an unmodified ("clean") opinion. The examination was conducted in accordance with U. S. generally accepted governmental auditing standards and the Independent Auditors' Report is located at the front of the financial section of this report.

Management assumes full responsibility for the completeness and reliability of the information contained in this report. Management of the Stadium District has established a comprehensive internal control framework that is designed both to protect the Stadium District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Stadium District's financial statements in conformity with accounting principles generally accepted in the United States of America. Because the cost of internal controls should not outweigh their benefits, the Stadium District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from any material misstatement.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE DISTRICT

The Stadium District was formed in accordance with ARS §48-4202.A. through action of the Maricopa County Board of Supervisors in September 1991. The Stadium District has a Board of Directors consisting of the five members of the Maricopa County Board of Supervisors. The County Manager serves as the Executive Director of the Stadium District. The Stadium District is located in the central portion of the State of Arizona and has the same boundaries as Maricopa County. The District's boundaries encompass the Greater Metropolitan Phoenix (GMPA) area. The GMPA includes the cities of Phoenix, Tempe, Mesa, Scottsdale, Glendale, Peoria, Goodyear, Surprise, Chandler and the town of Paradise Valley. The Stadium District is staffed with three staff members and the Executive Director Representative as shown on the List of Principal Officials.

From the Stadium District's inception through 1996, the Stadium District provided funds for building or renovating seven Cactus League baseball spring training facilities. On February 17, 1994, the Stadium District entered into an agreement with the Arizona Professional Baseball Team Limited Partnership to finance a portion of the acquisition cost and construction for a new major league baseball stadium currently known as Chase Field.

The Stadium District owns Chase Field, home of the Arizona Diamondbacks, which opened in 1998 under the name Bank One Ballpark. Bank One was bought by JPMorgan Chase. In the fall of 2005, the name of the ballpark was changed to Chase Field.

The Stadium District is a blended component unit of Maricopa County. The Stadium District's financial information is included in the Maricopa County Comprehensive Annual Financial Report.

The annual operating budget serves as the foundation for the Stadium District's financial planning and control. The Stadium District is required by ARS §48-4232 to annually prepare and adopt a balanced budget. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual operating budget approved by the Board of Directors not later than June 30 each year. Arizona law further requires that no expenditure shall be made or liability incurred in excess of the amounts budgeted except as provided by law, however, expenditures can be transferred between line items within a fund without seeking Board approval. The level at which expenditures may not legally exceed appropriations is the fund level; however, the Board of Directors may amend the budget upon a finding of good cause.

A schedule of revenues, expenditures and changes in fund balance (budget and actual) is provided in this report for the Chase Field General Fund, Cactus League Special Revenue Fund, Debt Service Fund, and Chase Field Capital Projects Reserve Fund.

ECONOMIC CONDITION

Maricopa County Stadium District's primary revenue source for Stadium District operations and capital maintenance of Chase Field is the use of Chase Field. The Stadium District generates revenue through use agreements with the Arizona Diamondbacks and the Stadium District's Booking Manager, Select Artists' Associates/SMG. These agreements provide base levels of revenue plus additional revenues which increase/decrease with ticket prices or attendance. Fiscal year 2013 saw a 0.51% decline in revenues from the Arizona Diamondbacks as a result of a 0.50% decline in ticket prices.

Maricopa County Stadium District's primary revenue source for Cactus League purposes and Bond repayment is the Auto Rental Surcharge of \$2.50 per rental car contract. This revenue is dependent entirely on the number of autos rented within the Stadium District boundaries (Maricopa County). Fiscal year 2013 saw a modest increase in Car Rental Surcharge revenue of 0.50%. According to the July 2013 Arizona Workforce Employment Report the Leisure and Hospitality sector had the largest (4.7%) employment gain among eleven sectors. Arizona Department of Administration Office of Employment and Population Statistics forecast that "the Leisure and Hospitality section will add the largest number of Nonfarm jobs over the two-year period (2013-2014) or 3.0%. In addition according to the "Economic and Tourism Prospect for Arizona" presentation that was presented at the 2013 Governor's Conference on Tourism, leisure and business trips are also forecasted to increase slightly during 2014. Based on the forecast referred to previously it is expected that Auto Rental Surcharge revenue will continue to increase modestly during fiscal year 2014.

On August 1, 2012, the Stadium District issued Revenue Refunding Bonds, Series 2012. The net proceeds along with Stadium District funds were used to advance refund the Revenue Refunding Bonds, Series 2002. The advance refunding allowed for a reduction in debt service payments. Debt service on the 2012 Revenue Refunding Bonds is the primary use of the auto rental surcharge revenue with a small portion being used for Cactus League operations of the Stadium District. The Stadium District has approximately two times the annual debt service payment amount in reserves and fund balances. Under an Intergovernmental Agreement with the Arizona Sports and Tourism Authority (AZSTA), the Stadium District forwards any remaining revenue after debt payments, required reserves and operations to the AZSTA to be used for Cactus League purposes.

The Stadium District revenues are impacted by contracts with the Arizona Diamondbacks and Stadium District Booking Manager as well as visitors to the Valley who are renting autos. As noted above, contracts for use of the Stadium are based on fixed amounts with increases/decreases based on ticket prices and attendance. Because of modest growth in the economy these revenues were budgeted conservatively for fiscal 2014.

Chase Field is a cornerstone of downtown Phoenix. The building of the ballpark was one of the catalysts for revitalization of the downtown area. During FY 2013 Mountainside Fitness opened at Chase Field, creating another unique public/private partnership. The Downtown area has also seen an influx of many unique and diverse restaurants.

The Stadium District can handle multi-sized events such as meetings, trade shows, banquets and concerts drawing 40,000+ attendees. The Stadium District has been used for such events as holiday parties by local corporations, galas by organizations hosting conferences at the Phoenix Convention Center and graduations hosted by local universities and colleges. Revenue generated by these events is used to make capital repairs and improvements to the ballpark and for Stadium District operations.

FINANCIAL POLICIES

It is the Board of Directors' strategic goal to establish a fiscally prudent, balanced budget annually. This goal is evidenced in the consistency of the Stadium District's budget from year-to-year. Generally about 5% of the Stadium District's budget is for operations such as staffing.

Changes to the Stadium District budget from year to year are the result of major maintenance or capital projects which vary depending on the needs of the Stadium. The largest portion of the budget is to make bond payments on the outstanding bonds which were used to fund Cactus League facilities.

The construction of the ballpark was primarily funded by a ¼ of 1 percent sales tax which ended in November 1997, five months prior to the opening of the ballpark. Since that time, all Stadium District operations, major maintenance projects and capital improvements to the facility have been funded through charges for use of the ballpark. It is anticipated that all future capital repairs or improvements will be funded through charges for use of the ballpark.

Long-Term Financial Planning

As owner of Chase Field, the Stadium District's strategic plan focuses on the use and capital needs of the ballpark. The Stadium District's goals include increasing the use of the ballpark as well as generating revenue to build the necessary reserves for future capital improvements to the ballpark. The Stadium District is in a unique position compared to many public stadiums; the Stadium District has no outstanding debt from the initial construction of the stadium. The Stadium District is now focused on funding financial reserves for future capital needs of the stadium and capital improvements to remain a state-of-the-art facility to accommodate future world class national and international sports or championship events.

Revenue in the Chase Field General Fund is based on long-term agreements with the Arizona Diamondbacks and from Stadium District Events held at the ballpark. The majority of revenues from the Team agreements are fixed amounts with inflationary/deflationary factors tied to ticket prices as well as a small portion based on baseball game attendance. Ticket prices increased by 4.63% for the 2013 season. A significant portion of the revenue from the 2013 season will be received by the Stadium District in December 2013 based on current agreements with the Arizona Diamondbacks. In addition, the booking manager for the Stadium District has entered into several multi-year agreements for events to be held at Chase Field.

AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Maricopa County Stadium District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2012. This was the ninth consecutive year that the Stadium District has achieved this nationally prestigious award from GFOA. In order to be awarded a Certificate of Achievement, the Stadium District had to publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for a 2013 certificate.

The preparation of this Comprehensive Annual Financial Report could not have been accomplished without the efficient and dedicated services of the entire Stadium District staff that assisted and contributed in its preparation. We also wish to express our sincere appreciation to the Board of Directors for their support in planning and overseeing the financial operations of the Stadium District in a responsible and progressive manner.

Respectfully submitted,



Daren K. Frank
Executive Director Representative



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Maricopa County
Stadium District, Arizona**

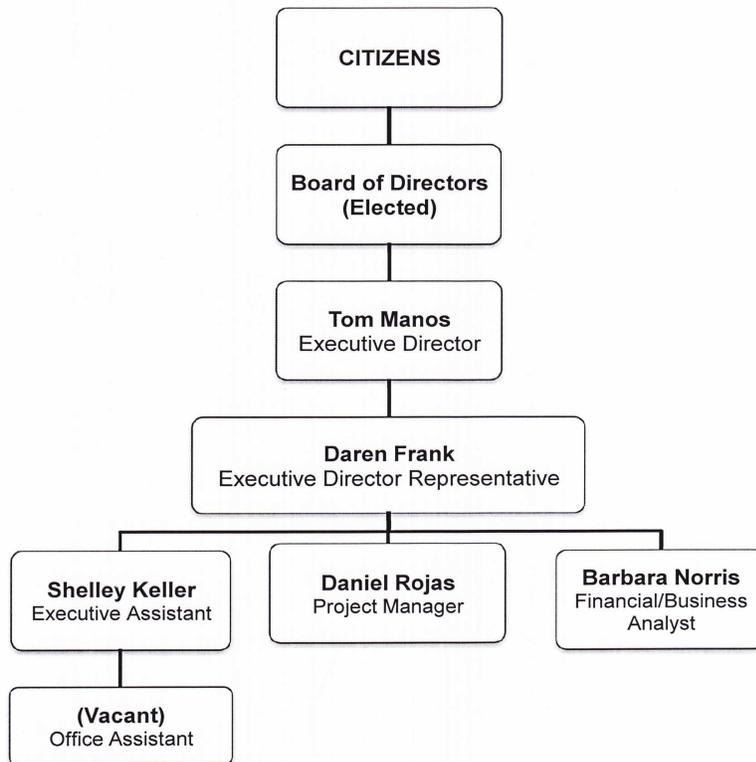
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

Executive Director/CEO



Maricopa County Stadium District Chase Field



**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2013**

Board of Directors

Chairman Andrew Kunasek, District 3
Secretary/Director Denny Barney, District 1
Director Steve Chucri, District 2
Director Clint L. Hickman, District 4
Director Mary Rose Wilcox, District 5

Appointed Officials

Executive Director Tom Manos

Staff

Executive Director Representative Daren Frank
Executive Assistant Shelley Keller
Project Manager Daniel Rojas
Financial/Business Analyst Barbara Norris
Office Assistant Vacant

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FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Maricopa County Stadium District
Phoenix, Arizona

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of the Maricopa County Stadium District (District) (a component unit of Maricopa County), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements 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 District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Maricopa County Stadium District as of June 30, 2013, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and budget to actual statements for the General Fund and major special revenue funds on pages 11 - 19 and pages 43 - 44 be presented to supplement the basic financial statements. Such information, 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Stadium District's basic financial statements. The supplementary budget to actual statements for other major governmental funds and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary budget to actual statements for other major governmental funds is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 budget to actual statements for other major governmental funds is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Board of Directors
Maricopa County Stadium District

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 13, 2013, on our consideration of the Maricopa County Stadium District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the result of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

Phoenix, Arizona
September 13, 2013

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REQUIRED SUPPLEMENTARY INFORMATION

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**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2013**

This section of the Maricopa County Stadium District's (Stadium District) financial report presents a discussion and analysis of the Stadium District's financial performance during the fiscal year ended June 30, 2013. Please read it in conjunction with the Stadium District's basic financial statements following this section.

FINANCIAL HIGHLIGHTS

- ◆ The assets of the Stadium District exceeded liabilities at the close of fiscal year ending June 30, 2013 by \$277.3 million (net position). Of this amount, \$271.4 million is invested in capital assets, net of related debt, \$17.6 million is restricted, and unrestricted net position had a deficit balance of \$11.7 million.
- ◆ The Stadium District's total net position decreased by \$928,290 primarily due to maintenance on the Stadium.
- ◆ The Stadium District's total long-term debt decreased by \$9.8 million in comparison with the prior year. During fiscal year 2013 the Stadium District issued Revenue Refunding Bonds, Series 2012 using the proceeds along with \$5.9 of Stadium District funds to advance refund the Revenue Refunding Bonds, Series 2002 which contributed to the long-term debt decrease. In addition the Stadium District made a \$2.7 million principal payment on the 2012 Revenue Refunding Bonds and a \$1.2 million principal payment on the contractual obligations held by the Team. The Stadium District's outstanding debt consists of \$22.4 million in 2012 Revenue Refunding Bonds and \$5.7 million in commitments payable to the Team for stadium renovations and upgrades.
- ◆ As of June 30, 2013, the governmental funds reported combined fund balances of \$28.2 million, a decrease of \$3.2 million in comparison with the prior year. Of the combined fund balance, \$4.4 million is restricted for Cactus League purposes, \$4.4 million is restricted to fund Cactus League debt service and \$8.8 million is restricted to fund future capital improvements to Chase Field.
- ◆ At the end of the fiscal year, unassigned fund balance for the Chase Field General Fund was \$10.5 million, or 842% of total General Fund expenditures. Although the restricted fund balance in the Debt Service and Chase Field Capital Projects Reserve funds would be used to pay expenditures of these funds; when compared to total expenditures, the unassigned Chase Field General Fund fund's balance is 127% of total governmental expenditures during the current fiscal year

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Stadium District's basic financial statements. The Stadium District's basic financial statements comprise three components 1) Government-wide financial statements; 2) Fund financial statements; and 3) Notes to the financial statements. Required Supplementary Information is included in addition to the basic financial statements.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2013**

Government-Wide Financial Statements

Government-wide Financial Statements are designed to provide readers with a broad overview of the Stadium District's finances, in a manner similar to private-sector business. The accrual basis of accounting is used for the government-wide financial statements.

The statement of net position presents information on all Stadium District assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Stadium District is improving or deteriorating.

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

Both of these government-wide financial statements distinguish functions of the Stadium District that are principally supported by Chase Field operations and auto rental surcharge revenues (governmental activities). The governmental activity of the Stadium District is culture and recreation. The Stadium District has no business-type activities.

The Stadium District is a blended component unit of Maricopa County and is included as such in the County's Comprehensive Annual Financial Report.

The Stadium District has no component units.

Fund Financial Statements

Fund Financial Statements are groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The Stadium District, like other state and local governments, uses fund accounting to ensure and demonstrate finance-related legal compliance. All of the funds of the Stadium District are governmental funds.

- ◆ *Governmental Funds* – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements use the modified accrual basis of accounting and focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Stadium District's near-term financing requirements.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2013**

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

The Stadium District maintains four individual governmental funds, all of which are reported as major funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the Chase Field General Fund, Cactus League Special Revenue Fund, Debt Service Fund, and Chase Field Capital Projects Reserve Fund.

The Stadium District has no proprietary or fiduciary funds.

Notes to Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following the basic financial statements.

Required Supplementary Information

Required supplementary information is presented concerning the Stadium District's Chase Field General Fund and Cactus League Special Revenue Fund budgetary schedules. The Debt Service Fund and Chase Field Capital Projects Reserve Fund budgetary schedules are presented as other supplementary information. Budgetary comparison schedules have been provided to demonstrate compliance with the budgets.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Stadium District, assets exceeded liabilities by \$277.3 million at the close of the current fiscal year.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2013**

The following table reflects the condensed statement of net position as of June 30, 2013 and 2012.

**Table A-1
Condensed Statement of Net Position**

	2013	2012	Percent Change
Assets			
Current and Other Assets	\$ 28,293,515	\$ 31,608,810	-10.49%
Capital Assets:			
Non-depreciable	35,608,005	35,608,005	0.00%
Depreciable (net)	241,484,962	249,166,794	-3.08%
Total Assets	<u>305,386,482</u>	<u>316,383,609</u>	-3.48%
Deferred Outflow of Resources			
Deferred Amount on Refunding	301,725	-	100.00%
Liabilities			
Other Liabilities	171,338	154,886	10.62%
Long-Term Liabilities:			
Due Within One Year	4,400,863	4,980,879	-11.64%
Due in More Than One Year	23,775,650	32,979,198	-27.91%
Total Liabilities	<u>28,347,851</u>	<u>38,114,963</u>	-25.63%
Net Position			
Invested in Capital Assets, Net of Related Debt	271,386,110	277,867,942	-2.33%
Restricted	17,624,621	21,863,485	-19.39%
Unrestricted	(11,670,375)	(21,462,781)	-45.63%
Total Net Position	<u>\$ 277,340,356</u>	<u>\$ 278,268,646</u>	-0.33%

By far the largest portion of the Stadium District's net position reflects its investment in capital assets, mainly Chase Field, less \$6.0 million in related debt used for stadium renovations and upgrades. The restricted net position represents net position restricted for the Cactus League operations, debt service and capital outlay. The deficit balance for unrestricted net position is a result of the long-term bonds issued for Cactus League facilities while ownership of these facilities lies with the local government, rather than the Stadium District. Therefore the Stadium District statements show the liability for the long-term bonds issued, but not the asset constructed with the bond proceeds. The entire amount of debt to be repaid over time is presented on the Statement of Net Position, while the revenue to repay the debt, from auto rental surcharge collections, will be presented on the Statement of Activities in the year it is collected.

The Stadium District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Stadium District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2013**

The decrease of \$928,290 in Stadium District net position is primarily due to maintenance performed on the Stadium and upgrades to the sound system.

The following table indicates the changes in net position for governmental activities for the fiscal years ended June 30, 2013 and 2012.

**Table A-2
Condensed Statement of Activities**

	2013	2012	Percent Change
REVENUES			
Program Revenues:			
Charges for Services	\$ 4,385,236	\$ 4,395,005	-0.22%
Capital Grants and Contributions	801,945	789,141	1.62%
General Revenues:			
Auto Surcharge Tax	5,217,411	5,191,681	0.50%
Sales Tax	42	322	-86.96%
Investment Earnings	145,657	425,974	-65.81%
Other	694,072	-	100.00%
Total Revenues	<u>11,244,363</u>	<u>10,802,123</u>	4.09%
EXPENSES			
Culture and Recreation	11,607,960	10,810,878	7.37%
Interest on Long-Term Debt	564,693	1,887,966	-70.09%
Total Expenses	<u>12,172,653</u>	<u>12,698,844</u>	-4.14%
CHANGE IN NET POSITION	(928,290)	(1,896,721)	51.06%
Net Position - Beginning of Year	<u>278,268,646</u>	<u>280,165,367</u>	-0.68%
NET POSITION - END OF YEAR	<u>\$ 277,340,356</u>	<u>\$ 278,268,646</u>	-0.33%

Total revenues increased \$442,240 or 4.1%.

- ◆ Investment earnings decreased by \$280,317 or 65.8% as a result of the advance refunding of the Revenue Refunding Bonds, Series 2002 which included an investment agreement with an interest rate of 4.57%. The Revenue Refunding Bonds, Series 2002 were refunded by the net proceeds from the issuance of Revenue Refunding Bonds, Series 2012 with an interest rate of 2.28% and Stadium District Funds. The advance refunding of the Revenue Refunding Bonds, Series 2002 effectively lower the Stadium District debt service payments.
- ◆ Other revenues increased by \$694,072 or 100% primarily as a result of a one-time \$688,388 municipal derivative settlement relating to the Revenue Refunding Bonds, Series 2002. The remaining \$5,684 was from a surplus auction sale.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2013**

Total expenses decreased \$526,191, or 4.1%.

- ◆ Culture and recreation expenses increased by \$797,082, or 7.4%, primarily as a result of a contractual payment to the Arizona Sports and Tourism Authority (AZSTA) of \$524,722 and other miscellaneous repair and maintenance expenses. The payment to AZSTA was a direct result of the issuance of the Revenue Refunding Series, 2012 Bonds and the advance refunding of the Revenue Refunding Series, 2002 Bonds which reduced the debt service payment allowing for the auto rental surcharge and interest revenues to exceed the bond payments for the year.
- ◆ Interest on long-term debt decreased by \$1,323,273, or 70.1%, as a result of the issuance of the Revenue Refunding Bond Series, 2012 Bonds with an interest rate of 2.28% and the advance refunding of the Revenue Refunding Bond Series, 2002 Bonds which carried an average interest rate of 5.375%.

FINANCIAL ANALYSIS OF THE STADIUM DISTRICT'S FUNDS

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

Governmental Funds – The general government functions are contained in the Chase Field General, Cactus League Special Revenue, Debt Service, and Chase Field Capital Project Reserve Funds. The focus of the Stadium District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Stadium District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The Chase Field General Fund is the chief operating fund of the Stadium District. At the end of the current fiscal year, unassigned and total fund balance was \$10.5 million. As a measure of liquidity, it may be useful to compare fund balance to total fund expenditures. Unassigned fund balance represents 842% of total Chase Field General Fund expenditures.

The fund balance of the Stadium District's Chase Field General Fund increased by \$996,530 during the current fiscal year. This increase is due to Stadium District policy of budgeting for expenditures not to exceed expected revenues. As a result of this policy actual expenditures for the current fiscal year were less than actual revenues resulting in a fund balance increase.

The Cactus League Special Revenue Fund balance increased by \$763,706 during the current fiscal year. This increase resulted primarily from a one-time municipal derivative settlement and from limited spending with the Cactus League Special Revenue Fund. The Debt Service Fund balance decreased by \$4,884,984 as a result of the issuance of the Revenue Refunding Bond Series, 2012 Bonds and the advance refunding of the Revenue Refunding Bond Series 2002, Bonds. The fund balance for the Chase Field Capital Projects Reserve Fund decreased by \$117,586 as a result of major maintenance expenditures during the fiscal year.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2013**

The following table indicates the changes in fund balance for governmental funds for the fiscal year ended June 30, 2013.

**Table A-3
Fund Balances**

Fund	Balance	Increase (Decrease) From 2011-12
Chase Field General Fund	\$ 10,540,192	\$ 996,530
Cactus League Special Revenue Fund	4,430,470	763,706
Debt Service Fund	4,360,174	(4,884,984)
Chase Field Capital Projects Reserve Fund	8,833,977	(117,586)

BUDGETARY HIGHLIGHTS

A schedule showing the original and final budget amounts compared to the Stadium District's actual financial activity for the Chase Field General Fund is provided in this report as required supplementary information. The favorable variance of \$406,605 in culture and recreation was primarily a result of; 1) The Economic Impact Study budgeted for \$200,364 did not take place and 2) some items budgeted for the operations of Chase Filed were not needed - \$206,241.

CAPITAL ASSETS

The Stadium District's investment in capital assets for its governmental activities at year end amounted to \$277.1 million. This investment in capital assets includes land, buildings and improvements, and machinery and equipment. The total decrease in the Stadium District's investment in capital assets for the current period was 2.7%, primarily due to a greater amount of depreciation expense incurred in the current year compared to capital asset additions.

The District upgraded the sound system in the current year for \$899,958. Capital assets for the governmental activities are presented below to illustrate changes from the prior year.

**Table A-4
Capital Assets
(Net of Accumulated Depreciation)**

	2013	2012	Percent Change
Land	\$ 35,608,005	\$ 35,608,005	0.00%
Buildings and Improvements	230,852,410	237,695,048	-2.88%
Machinery and Equipment	10,632,552	11,471,746	-7.32%
Total Capital Assets	<u>\$ 277,092,967</u>	<u>\$ 284,774,799</u>	-2.70%

Additional information on the Stadium District's capital assets can be found in the notes to the financial statements, Note 5.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2013**

LONG-TERM DEBT ACTIVITY

At the current fiscal year end, the Stadium District had total long-term debt outstanding of \$28.1 million as compared to \$37.9 million in the prior fiscal year excluding the premium and deferred amount on the refunding. This amount is comprised of commitments payable to the Team for \$5.7 million and the 2012 Revenue Refunding Bonds outstanding of \$22.4 million.

The 2012 Revenue Refunding Bonds are revenue bonds backed by the auto rental surcharge revenue. The 2012 Revenue Refunding Bonds were issued to refund all outstanding Cactus League debt in order to take advantage of favorable interest rates. The commitments to the Team are payable from revenue paid to the Stadium District by the Team under certain agreements for ballpark operations. For additional information, see the notes to the financial statements Note 7.

**Table A-5
Outstanding Long-term Debt**

	2013	2012
Revenue Refunding Bonds	\$ 22,440,000	\$ 30,945,000
Commitments Payable	5,706,857	6,906,857
Total Outstanding Debt	\$ 28,146,857	\$ 37,851,857

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

- ◆ As a result of the modest improvement in the economy it is expected that Auto Rental Surcharge revenue will continue to slowly increase. Auto Rental Surcharge revenue for the 2013-2014 budget year has been budgeted 5% above the FY 2013 level. Many of the Stadium District's revenues are related to use agreements, as opposed to property or sales taxes; therefore, operating revenues are expected to modestly increase.
- ◆ Baseball ticket prices increased by 4.63% for the 2013 season. Many of the revenue sources that the Stadium District receives from the Diamondbacks are increased/decreased based on ticket prices. A significant portion of the revenue from the 2013 season will be received by the Stadium District in December 2013. Based on the increase in ticket prices as well as the forecasted modest improvement in the economy, revenues from the Diamondbacks have been budgeted conservatively.
- ◆ Competition from other venues in the area increases the need to ensure that the ballpark remains a state-of-the-art facility by making necessary capital improvements, consequently the District has budgeted \$3,500,000 for major maintenance projects to take place during Fiscal Year 2014.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2013**

All of these factors were considered in preparing the Stadium District's budget for the 2013-14 fiscal year. The 2013-14 revenue budget is essentially the same as the 2012-13 budget with the exception of a \$244,955 addition in Auto Rental Surcharge revenue; a reduction in Investment Earnings of \$305,976 resulting from the issuance of the Revenue Refunding Bonds, Series 2012 and the advance refunding of the Revenue Refunding Bonds, Series 2012 which contained a Guaranteed Investment Contract that carried an interest rate of 4.57% and an estimated payment to be made to Arizona Sports and Tourism Authority of \$1,173,645.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Stadium District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Maricopa County Stadium District, 401 E. Jefferson, Phoenix, AZ 85004.

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BASIC FINANCIAL STATEMENTS

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
STATEMENT OF NET POSITION
JUNE 30, 2013**

	Governmental Activities
ASSETS	
Cash and Investments	\$ 15,026,126
Cash and Investments Held by Trustee	12,350,942
Accounts Receivable	916,447
Capital Assets:	
Non-Depreciable	35,608,005
Depreciable (Net)	241,484,962
Total Assets	305,386,482
DEFERRED OUTFLOW OF RESOURCES	
Deferred Amount on Refunding	301,725
LIABILITIES	
Accounts Payable	122,110
Accrued Wages and Benefits	6,592
Interest Payable	42,636
Noncurrent Liabilities:	
Due Within One Year	4,400,863
Due in More Than One Year	23,775,650
Total Liabilities	28,347,851
NET POSITION	
Net Investment in Capital Assets	271,386,110
Restricted for:	
Cactus League Operations	4,430,470
Debt Service	4,360,174
Capital Outlay	8,833,977
Unrestricted	(11,670,375)
Total Net Position	\$ 277,340,356

See accompanying Notes to Basic Financial Statements.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2013**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental Activities:					
Culture and Recreation	\$ 11,607,960	\$ 4,385,236	\$ -	\$ 801,945	\$ (6,420,779)
Interest and Fiscal Charges	564,693	-	-	-	(564,693)
Total Governmental Activities	\$ 12,172,653	\$ 4,385,236	\$ -	\$ 801,945	(6,985,472)
General Revenues:					
Taxes:					
Auto Rental Surcharge					5,217,411
Sales Tax					42
Other					694,072
Investment Earnings					145,657
Total General Revenues					6,057,182
Change in Net Position					(928,290)
Net Position - Beginning					278,268,646
Net Position - Ending					\$ 277,340,356

See accompanying Notes to Basic Financial Statements.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2013**

	Chase Field General Fund	Cactus League Special Revenue Fund	Debt Service Fund
ASSETS			
Cash and Investments	\$ 10,599,002	\$ 4,426,093	\$ 912
Cash and Investments Held by Trustee	-	-	3,509,231
Accounts Receivable	61,129	5,287	850,031
Total Assets	\$ 10,660,131	\$ 4,431,380	\$ 4,360,174
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts Payable	\$ 113,347	\$ 910	\$ -
Accrued Wages and Benefits	6,592	-	-
Total Liabilities	119,939	910	-
Fund Balances:			
Restricted for:			
Cactus League Operations	-	4,430,470	-
Debt Service	-	-	4,360,174
Capital Projects	-	-	-
Unassigned	10,540,192	-	-
Total Fund Balance	10,540,192	4,430,470	4,360,174
Total Liabilities and Fund Balance	\$ 10,660,131	\$ 4,431,380	\$ 4,360,174

See accompanying Notes to Basic Financial Statements.

<u>Chase Field Capital Projects Reserve Fund</u>	<u>Total Governmental Funds</u>
\$ 119	\$ 15,026,126
8,841,711	12,350,942
-	916,447
<u>\$ 8,841,830</u>	<u>\$ 28,293,515</u>

\$ 7,853	\$ 122,110
-	6,592
<u>7,853</u>	<u>128,702</u>

-	4,430,470
-	4,360,174
8,833,977	8,833,977
-	10,540,192
<u>8,833,977</u>	<u>28,164,813</u>
<u>\$ 8,841,830</u>	<u>\$ 28,293,515</u>

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**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
RECONCILIATION OF THE BALANCE SHEET
OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2013**

Total Fund Balances for Governmental Funds \$ 28,164,813

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

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

Governmental Capital Assets	387,621,516
Less Accumulated Depreciation	(110,528,549)
Capital Assets Used in Governmental Activities	277,092,967

Long term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds.

Bonds Payable	(22,440,000)
Deferred Amount on Refunding	301,725
Interest Payable	(42,636)
Commitments Payable	(5,706,857)
Compensated Absences	(29,656)
	(27,814,314)

Total Net Position of Governmental Activities	\$ 277,340,356
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**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2013**

	Chase Field General Fund	Cactus League Special Revenue Fund	Debt Service Fund
REVENUES			
Auto Rental Surcharge Tax	\$ -	\$ 115,500	\$ 5,101,911
Sales Tax	-	-	-
Intergovernmental	1,274	-	-
Chase Field Operations	4,383,962	-	-
Investment Earnings	44,450	18,953	82,012
Other	5,684	688,388	-
Total Revenues	<u>4,435,370</u>	<u>822,841</u>	<u>5,183,923</u>
EXPENDITURES			
Current:			
Culture and Recreation	1,251,897	578,360	-
Debt Service:			
Principal Retirement	-	-	3,900,000
Interest on Long-Term Debt	-	-	477,660
Fiscal Charges	-	-	132,718
Payment to Escrow Agent	-	-	6,381,485
Capital Outlay	-	-	-
Total Expenditures	<u>1,251,897</u>	<u>578,360</u>	<u>10,891,863</u>
Excess (Deficiency) of Revenues Over Expenditures	3,183,473	244,481	(5,707,940)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	524,722	1,205,497
Transfers Out	(2,186,943)	(5,497)	(524,722)
Issuance of Long-Term Debt	-	-	25,140,000
Payment to Escrow Agent	-	-	(24,997,819)
Total Other Financing Sources (Uses)	<u>(2,186,943)</u>	<u>519,225</u>	<u>822,956</u>
Net Change in Fund Balance	996,530	763,706	(4,884,984)
FUND BALANCE			
Beginning of Year	9,543,662	3,666,764	9,245,158
End of Year	<u>\$ 10,540,192</u>	<u>\$ 4,430,470</u>	<u>\$ 4,360,174</u>

See accompanying Notes to Basic Financial Statements.

<u>Chase Field Capital Projects Reserve Fund</u>	<u>Total Governmental Funds</u>
\$ -	\$ 5,217,411
42	42
-	1,274
801,945	5,185,907
242	145,657
-	694,072
802,229	11,244,363
1,010,601	2,840,858
-	3,900,000
-	477,660
-	132,718
-	6,381,485
896,157	896,157
1,906,758	14,628,878
(1,104,529)	(3,384,515)
986,943	2,717,162
-	(2,717,162)
-	25,140,000
-	(24,997,819)
986,943	142,181
(117,586)	(3,242,334)
8,951,563	31,407,147
\$ 8,833,977	\$ 28,164,813

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2013**

Net Change in Fund Balances of Governmental Funds \$ (3,242,334)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Expenditures for Capital Assets	899,958
Less Current Year Depreciation	(8,581,790)
Excess Depreciation Over Capital Expenditures	<u>(7,681,832)</u>

The issuance of long term debt (e.g. bonds) 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. The issuance of long-term debt increases long-term liabilities on the statement of net position and the repayment of principal on long-term debt reduces long-term debt on the statement of net assets. Also, governmental funds report the effect of issuance costs, premiums, and similar items when the debt is first issued, whereas these items are deferred and amortized over the term of the long term debt in the statement of activities.

Principal Payments on Revenue Refunding Bonds	2,700,000
Principal Payments on Commitments Payable	1,200,000
Proceeds of Refunding Bonds	(25,140,000)
Payment to Escrow Agent	31,379,304
Amortization of Deferred Issuance Costs	(185,385)
Amortization of Deferred Amounts on Refunding	(50,287)
Accrued Interest	95,972

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

Net Increase in Compensated Absences	(3,728)
Change in Net Position of Governmental Activities	<u>\$ (928,290)</u>

NOTES TO BASIC FINANCIAL STATEMENTS

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**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Maricopa County Stadium District (the "Stadium District") have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Stadium District's accounting policies are described below.

During the year ended June 30, 2013, the Stadium District adopted GASB Statements No. 63 and 65. GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources. GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities.

A. Reporting Entity

The Stadium District is a blended component unit of Maricopa County. Component units are legally separate entities for which the County is considered to be financially accountable.

The Stadium District was formed through action of the Maricopa County Board of Supervisors in September 1991 pursuant to Title 48, Chapter 26, Arizona Revised Statutes (the "Act"). The Stadium District and the County have the same boundaries. The Stadium District may acquire land and construct, finance, furnish, maintain, improve, operate, market and promote the use of existing or proposed major league baseball spring training facilities or stadiums and other structures, utilities, roads, parking areas or buildings necessary for full use of the training facilities or stadiums for sports and other purposes. The Stadium District has authority to issue special obligation bonds for this purpose.

The Stadium District has a Board of Directors consisting of the five members of the Maricopa County (the "County") Board of Supervisors, with the County Manager serving as the Executive Director of the Stadium District.

From the Stadium District's inception through 1996, the Stadium District provided funds for building or renovating seven Cactus League facilities within the County. Fifteen major league baseball teams hold spring training games in the County as part of the Cactus League: California Angels, Chicago Cubs, Milwaukee Brewers, Oakland Athletics, San Diego Padres, San Francisco Giants, Seattle Mariners, Arizona Diamondbacks, Chicago White Sox, Colorado Rockies, Kansas City Royals, Texas Rangers, Los Angeles Dodgers, Cleveland Indians, and Cincinnati Reds.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

The Stadium District owns Chase Field, home of the Arizona Diamondbacks, which opened in 1998. On February 17, 1994, the Stadium District entered into an agreement with the Arizona Professional Baseball Team Limited Partnership (the "Team") to provide for the financing of a portion of the costs of acquisition and construction of a new major league baseball stadium.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) present financial information about the Stadium District as a whole. The reported information includes all of the activities of the Stadium District. For the most part, the effect of internal activity has been removed from these statements. These statements distinguish between the governmental and business-type activities of the Stadium District. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The Stadium District does not have any business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. 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 that are restricted to meeting the operational or capital requirements of a particular function or segment. Sales taxes, auto rental surcharges and other items not included among program revenues are reported instead as general revenues. Separate financial statements are provided for governmental funds and major individual governmental funds are reported as separate columns in the fund financial statements.

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

Government-Wide 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. Sales taxes and auto rental surcharges are recognized as revenues in the year in which the underlying exchange transaction occurs. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met. As a general rule, the effect of internal activity has been eliminated from the government-wide financial statements; however, the effect of interfund services provided and used between functions is reported as expenses and program revenues at amounts approximating their external exchange value.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)**

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Stadium District 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. Compensated absences are recorded only when payment is due.

Chase Field operations, sales taxes, auto rental surcharges and investment income 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. Grants and similar awards are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met.

Receivables that will not be collected within the available period are also reported as deferred inflows of resources on the governmental fund financial statements.

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

The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. All funds of the Stadium District are considered major.

The Stadium District will report governmental fund balances as either nonspendable, restricted, committed, assigned, or unassigned. The Stadium District can only commit funds through the Board of Directors (the highest level of decision making authority) by resolution and can only un-commit funds through the same procedure. Additionally, the Stadium District will report all General Fund ending balances as unassigned as they can be used for Stadium District operations allocated by the executive director. The Stadium District does not currently have a minimum fund balance policy or policy to assign funds and will not present any assigned fund balances.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)**

The Stadium District reports the following major governmental funds:

Major Governmental Funds

Chase Field General Fund

The Chase Field General Fund accounts for all resources used to finance Stadium District operations except those required to be accounted for in other funds and is considered the main operating fund. The Fund's main revenue source is derived from use agreements with the Arizona Diamondbacks and the Stadium District's Booking Manager, Select Artists' Associates/SMG.

Cactus League Special Revenue Fund

The Cactus League Special Revenue Fund accounts for specific revenue resources that are legally restricted to expenditures for specified purposes. The Fund's main revenue source for Cactus League purposed is the Auto Rental Surcharge of \$2.5 per rental car contract.

Debt Service Fund

The Debt Service Fund accounts for resources accumulated for the payment of long-term debt principal, interest and related costs. The Fund's main revenue source for Cactus League Bond repayment is the Auto Rental Surcharge of \$2.5 per rental car contract.

Chase Field Capital Projects Reserve Fund

The Chase Field Capital Projects Reserve Fund is used to account for resources accumulated to fund future capital repairs in excess of \$100,000 and to update, refurbish, repair or otherwise improve the facility. The Fund's main revenue source is derived from use agreements with the Arizona Diamondbacks and the Stadium District's Booking Manager, Select Artists' Associates/SMG.

D. Cash and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, cash and investments held by the State Treasurer, and investments. The District deposits certain cash with the County Treasurer. That cash is pooled for investment purposes. Interest earned from investments purchased with such pooled monies is allocated to each of the funds based on their average daily cash balances on a quarterly basis. All investments are stated at fair value.

The District also has cash on deposit with a trustee to make principal and interest payments on their debt obligations.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Investment Income

Investment income is composed of interest, dividends, and net changes in the fair value of applicable investments.

F. Receivables and Payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." All receivables are shown net of an allowance for uncollectibles, as applicable.

G. Capital Assets

Capital assets, which include land, buildings, and improvements; machinery and equipment, are reported in the government-wide financial statements.

Capital assets are defined by the Stadium District as assets with an initial, individual cost in excess of \$5,000 and an estimated useful life of more than one year. Such assets are recorded at historical cost, or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the estimated fair market 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 the life of the asset are not capitalized.

Capital assets are depreciated using the straight line method over the following estimated useful lives:

Buildings and Improvements	20 – 50 Years
Machinery and Equipment	3 – 10 Years

H. Deferred Outflow of Resources

Deferred outflows of resources are a consumption of net position that are applicable to a future period. The Stadium District refunded bonds in the current year resulting in a deferred outflow of resources on that refunding. As such, they will be reported as a deferred outflow and amortized over the life of the bond.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Compensated Absences

The Stadium District's employees' leave plan generally provides for granting personal leave with pay. Accrued personal leave is earned by all permanent employees at various rates depending upon months of credited service.

At year-end the liability for accumulated personal leave, including related benefits, is presented in the government-wide financial statements. Expenses/expenditures for compensated absences are recorded in the government-wide financial statements when the liability is incurred and in the fund financial statements when paid. Generally, resources from the Chase Field General Fund are used to pay for compensated absences.

J. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities on the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method over the term of the related debt. Bond issuance costs are recognized as an expense in the current period.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

K. Fund Equity

In the fund financial statements, governmental funds report non-spendable, restricted, committed, assigned, and unassigned fund balances. The Stadium District uses restricted funds first, then committed, assigned and unassigned. The Stadium District reports restricted fund balances for those funds that are restricted by an outside party. The Stadium District also reports unassigned fund balance in the Chase Field General Fund to be used for Stadium District operations.

L. Interfund Activity

Flows of cash from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers between governmental funds are eliminated in the Statement of Activities. Interfund transfers in the fund financial statements are reported as other financing sources/uses in governmental funds.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Estimates

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

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

The Stadium District is required by Arizona law to prepare and adopt a budget annually for the Chase Field General, Cactus League Special Revenue, Debt Service, and Chase Field Reserve Capital Projects Funds. Arizona law further requires that no expenditure shall be made or liability incurred in excess of the amounts budgeted except as provided by law. Budget amounts are reported as originally adopted and as amended by authorization from the Board of Directors. Appropriations lapse at year-end.

The Stadium District budgets for governmental funds on a basis consistent with generally accepted accounting principles (GAAP).

NOTE 3 CASH AND INVESTMENTS

Deposits and investments at June 30, 2013 consisted of the following:

Deposits:	
Cash in Bank	\$ 83,975
Investments	
Cash and Investments with Trustee	12,350,942
County Treasurer's Investment Pool	<u>14,942,151</u>
	27,377,068
Less Cash and Investments with Trustee	<u>(12,350,942)</u>
Total Cash and Investments	<u>\$ 15,026,126</u>

Deposits

A.R.S. authorize the Stadium District to invest public monies in obligations of the U.S. Government and its agencies, obligations of the State and certain local government subdivisions, interest-bearing savings accounts and certificates of deposit, collateralized repurchase agreements, certain obligations of U.S. corporations, and certain other securities. The statutes do not include any requirements for credit risk, custodial credit risk, concentration of credit risk, interest rate risk, or foreign currency risk for the Stadium District's investments.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

Deposits (Continued)

Custodial Credit Risk – Custodial credit risk is the risk that in the event of bank failure the Stadium District’s deposits may not be returned to the Stadium District. It is the Stadium District’s policy to collateralize all deposits by at least 101% of the deposits not covered by depository insurance. At year end, the carrying amount of the Stadium District’s deposits was \$83,975 and the bank balance was \$83,975. At year end, the Stadium District’s deposits were entirely covered by Federal depository insurance.

Investments

The County Treasurer’s investment pool is not registered with the Securities Exchange Commission as an investment company and there is no regulatory oversight of its operations. The pool’s structure does not provide for shares, and the County has not provided or obtained any legally binding guarantees to support the value of the participant’s investments. The Treasurer allocates interest earnings to each of the pool’s participants.

At year end, the Stadium District’s investments consisted of the following.

Investment Type	<u>Fair Value</u>	<u>Investment (in Years) Less than 1</u>
Wells Fargo US Treasuries Money Market Fund	\$ 8,841,711	\$ 8,841,711
First American Government Obligations Money Market Fund	3,509,231	<u>3,509,231</u>
		<u>\$ 12,350,942</u>
County Treasurer’s Investment Pool Total	<u>14,942,151</u> <u>\$ 27,293,093</u>	491 days average maturities

Interest Rate Risk. The Stadium District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, state statutes do limit the maturity of investments to 5 years or less. The Stadium District is allowed by statute to invest monies not held for operations, such as the long term reserves, for longer periods of time as long as the maturities are matched with the expected need for the monies to be available for improvements to the facility.

Credit Risk. The Stadium District has no investment policy that would further limit its investment choices. As of year-end, the Stadium District’s investment in the County Treasurer’s investment pool did not receive a credit quality rating from a national rating agency, however, the investments held by the County Treasurer at year end were primarily U.S. agencies that were rated Aaa by Moody’s Investors Service. The Stadium District’s investments in the Wells Fargo US Treasuries Money Market Fund and the First American Government Obligations Money Market Fund had ratings of Aaa-mf from Moody’s and AAAM from Standard and Pools.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

Investments (Continued)

Custodial Credit Risk - The Stadium District's investment in the County Treasurer's investment pool represents a proportionate interest in the pool's portfolio; however, the Stadium District's portion is not identified with specific investments and is not subject to custodial credit risk.

Concentration of Credit Risk. The Stadium District places no limit on the amount the Stadium District may invest in any one issuer. The Stadium District's investments were invested 32.40% in the Wells Fargo US Treasuries Money Market Fund, 12.86% in the First American Government Obligations Money Market Fund, and 54.74% in the County Treasurer.

NOTE 4 RECEIVABLES

Receivable balances for the year ended June 30, 2013 was as follows:

	Chase Field General Fund	Cactus League Special Revenue Fund	Debt Service Fund	Total
Accounts	\$ 48,590	\$ -	\$ -	\$ 48,590
Interest	12,539	5,287	-	17,826
Due from State Government	-	-	850,031	850,031
Net Total Receivables	<u>\$ 61,129</u>	<u>\$ 5,287</u>	<u>\$ 850,031</u>	<u>\$ 916,447</u>

Amounts due from the Arizona Department of Revenue at year end include \$850,031 of auto rental surcharges in the Debt Service Fund collected by the State of Arizona but not received by the Stadium District.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 5 CAPITAL ASSETS

Capital assets for the year ended June 30, 2013 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 35,608,005	\$ -	\$ -	\$ 35,608,005
Capital Assets, Being Depreciated:				
Buildings and Improvements	333,667,855	-	-	333,667,855
Machinery and Equipment	17,445,698	899,958	-	18,345,656
Total Capital Assets, Being Depreciated	351,113,553	899,958	-	352,013,511
Accumulated Depreciation for:				
Buildings and Improvements	(95,972,807)	(6,842,638)	-	(102,815,445)
Machinery and Equipment	(5,973,952)	(1,739,152)	-	(7,713,104)
Total Accumulated Depreciation	<u>(101,946,759)</u>	<u>(8,581,790)</u>	<u>-</u>	<u>(110,528,549)</u>
 Total Capital Assets, Being Depreciated, Net	 <u>249,166,794</u>	 <u>(7,681,832)</u>	 <u>-</u>	 <u>241,484,962</u>
 Governmental Activities Capital Assets, Net	 <u>\$ 284,774,799</u>	 <u>\$ (7,681,832)</u>	 <u>\$ -</u>	 <u>\$ 277,092,967</u>

Depreciation expense was charged to a single governmental function as follows.

Governmental Activities:	
Culture and Recreation	<u>\$ 8,581,790</u>

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 6 INTERFUND TRANSFERS

Interfund transfer for the year ended June 30, 2013 consisted of the following:

Transfers Out	Transfers In			Total
	Cactus League Special Revenue Fund	Debt Service Fund	Chase Field Capital Projects Reserve Fund	
Chase Field General Fund	\$ -	\$ 1,200,000	\$ 986,943	\$ 2,186,943
Cactus League Special Revenue Fund	-	5,497	-	5,497
Debt Service Fund	524,722	-	-	524,722
Total	<u>\$ 524,722</u>	<u>\$ 1,205,497</u>	<u>\$ 986,943</u>	<u>\$ 2,717,162</u>

The transfer of \$1,200,000 from the Chase Field General Fund to the Debt Service Fund was for principal payments related to the Stadium District's commitments payable. The transfer of \$986,943 from the Chase Field General Fund to the Capital Projects Reserve Fund is to pay for ongoing repair, replacement, and maintenance costs. The transfer of \$524,722 from the Debt Service Fund to the Cactus League Special Revenue Fund was designated for distribution to the Arizona Sports and Tourism Authority (AZSTA) under an intergovernmental agreement with AZSTA and the Stadium District. The transfer of \$5,497 from the Cactus League Special Revenue Fund to the Debt Service Fund was made for debt service payments.

NOTE 7 LONG TERM OBLIGATIONS

Bonds Payable

Bonds payable at year end consisted of the following outstanding refunding bonds. The bonds are both callable and noncallable with interest payable semiannually. Auto Surcharge Rental Sales Tax is used to pay off the refunded revenue bonds.

Purpose	Interest Rates	Maturity Date	Original Amount	Outstanding Amount
Governmental Activities:				
Revenue Refunding Bonds:				
Series 2012	2.28%	06/01/2019	<u>\$ 25,140,000</u>	<u>\$ 22,440,000</u>

The Stadium District has pledged future auto rental surcharge revenues to repay the Revenue Refunding Bonds of \$22.4 million as of the current fiscal year end. Proceeds from the bond issuance provided financing to refund previously issued bonded debt for the construction of Cactus League facilities. The bond is paid solely from auto rental surcharge revenues and is payable through 2019. The total principal and interest to be paid on the bond is \$25.1 million. The current fiscal year total auto rental surcharge revenues were \$5.2 million and the total principal and interest paid on the bond was \$3.2 million, or 61% of auto rental surcharge revenues. The remaining balance after debt service payments and reserve requirement allocations were distributed to the Arizona Sports and Tourism Authority.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 7 LONG TERM OBLIGATIONS (CONTINUED)

Bonds Payable (Continued)

Debt service requirements on outstanding bonds payable at June 30, 2013 are as follows:

<u>Year Ending June 30,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2014	\$ 3,180,000	\$ 511,632
2015	3,250,000	439,128
2016	3,325,000	365,028
2017	3,405,000	289,218
2018	3,480,000	211,584
2019	5,800,000	132,240
	<u>\$ 22,440,000</u>	<u>\$ 1,948,830</u>

During the year ended June 30, 2013, the Stadium District issued \$25,100,000 in revenue refunding bonds with an average interest rate of 2.28 percent and contributed \$8,895,485 to advance refund the outstanding Revenue Refunding Bonds (\$30,945,000). The obligations are generally noncallable, with interest payable semi-annually. The proceeds of \$25,140,000 from the advance refunding along with the \$8,895,485 Stadium District contribution were used to purchase U.S. Government securities (\$31,379,304), pay issuance costs (\$142,181), and place \$2,514,000 into a debt service reserve account. The securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded bonds. As a result, the refunded bonds are considered defeased, and the liability for the bonds have been removed from the statement of net position.

The Stadium District advance refunded the bonds to obtain a lower interest rate, resulting in a decrease in debt service payments over the next 7 years of \$1,722,023, and resulted in an economic gain (i.e. difference between the present values of the debt service payments on the old and new debt) of \$2,158,901.

In prior years, the Stadium District defeased certain revenue bonds by placing amounts in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the Stadium District's governmental activities of the statement of net position. At June 30, 2013, \$27,185,000 of bonds outstanding are considered defeased.

Commitments Payable

The Stadium District has entered into agreements with the Team for repair, replacement, and maintenance costs relating to the Stadium District's facilities. These commitments were issued as non-interest bearing obligations. The following paragraphs describe the commitments currently entered into with the Team.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 7 LONG TERM OBLIGATIONS (CONTINUED)

Commitments Payable (Continued)

On September 10, 2007, the Stadium District entered into a cost-sharing agreement with the Team for the purchase of a video board and related equipment. Under the terms of the agreement, the Team provided \$8,273,928 of the funding for the purchase; and the agreement states that the Stadium District will pay the Team back over nine years, beginning December 2009, and ending December 2017.

On October 12, 2007, the Stadium District entered into a cost-sharing agreement with the Team for phase II of the suite renovations at Chase Field. Under the terms of the agreement, the Team provided \$1,832,928 of the funding for the renovations; and the agreement states that the Stadium District will pay the Team back over ten years, beginning December 2011 and ending in December 2020.

The Stadium District's future payments on outstanding commitments payable at June 30, 2013 are as follows:

Year Ending June 30,	Governmental Activities Principal
2014	\$ 1,200,000
2015	1,200,000
2016	1,200,000
2017	1,200,000
2018	473,928
2019 - 2021	432,929
	\$ 5,706,857

Changes in long-term obligations for the year ended June 30, 2013 are as follows:

	July 1, 2012	Increases	Decreases	June 30, 2013	Due Within One Year
Governmental Activities					
Bonds					
Revenue Refunding Bond	\$ 30,945,000	\$ 25,140,000	\$ (33,645,000)	\$ 22,440,000	\$ 3,180,000
Deferred Amounts on:					
Premium	519,329	-	(519,329)	-	-
Refunding	(437,037)	-	437,037	-	-
Total Bonds	31,027,292	25,140,000	(33,727,292)	22,440,000	3,180,000
Other Liabilities:					
Commitments Payable	6,906,857	-	(1,200,000)	5,706,857	1,200,000
Compensated Absences	25,928	24,591	(20,863)	29,656	20,863
Governmental Activities Long-Term Liabilities	\$ 37,960,077	\$ 25,164,591	\$ (34,948,155)	\$ 28,176,513	\$ 4,400,863

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 8 EMPLOYMENT RETIREMENT PLAN

Plan Description

The Stadium District contributes to a cost-sharing, multiple-employer defined benefit pension plan; a cost-sharing multiple employer defined benefit health care plan; and a cost-sharing, multiple-employer defined benefit long-term disability plan, all of which are administered by the Arizona State Retirement System (ASRS). The ASRS (through its Retirement Fund) provides retirement (i.e., pension), death, and survivor benefits; the Health Benefit Supplement Fund provides health insurance premium benefits (i.e., a monthly subsidy); and the Long-Term Disability Fund provides long-term disability benefits. Benefits are established by state statute. The System is governed by the Arizona State Retirement System Board according to the provisions of A.R.S. Title 38, Chapter 5, Article 2.

The System issues a comprehensive annual financial report that includes financial statements and required supplementary information. The most recent report may be obtained by writing the System, 3300 North Central Avenue, P.O. Box 33910, Phoenix, Arizona 85067-3910 or by calling (602) 240-2000 or (800) 621-3778.

Funding Policy

The Arizona State Legislature establishes and may amend active plan members' and the Stadium District's contribution rates. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 11.14 percent (10.90 percent for retirement and 0.24 percent for long-term disability) of the members' annual covered payroll and the Stadium District was required by statute to contribute at the actuarially determined rate of 11.14 percent (10.25 percent for retirement and 0.65 percent for health insurance premiums, and 0.24 percent for long-term disability) of the members' annual covered payroll.

The Stadium District's contributions for the current and two preceding years, all of which were equal to the required contributions, were as follows.

<u>Year Ending June 30,</u>	<u>Retirement Fund</u>	<u>Health Benefit Supplement Fund</u>	<u>Long-Term Disability Fund</u>
2013	\$ 29,843	\$ 1,892	\$ 699
2012	26,882	1,774	655
2011	20,944	1,369	583

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 9 RISK MANAGEMENT

The Stadium District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

Under the agreements between the Stadium District and the Team, the facility insurance for Chase Field is carried by the facility manager and includes the Stadium District as a named insured. The caterer and all suite holders also are required to carry insurance naming the District as insured. In addition, events other than Diamondbacks baseball games are required to obtain their own insurance also naming the Stadium District as insured. The Stadium District has been indemnified against all claims arising from events held in the Ballpark.

The Stadium District continues to be covered by Maricopa County through their Risk Management and Health Benefits Self-Insurance Fund for all risks of loss, including workers' compensation and employee health and accident insurance. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

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REQUIRED SUPPLEMENTARY INFORMATION

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**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CHASE FIELD GENERAL FUND
YEAR ENDED JUNE 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 1,274	\$ 1,274
Chase Field Operations	4,412,625	4,412,625	4,383,962	(28,663)
Investment Earnings	43,216	43,216	44,450	1,234
Other	-	-	5,684	5,684
Total Revenues	<u>4,455,841</u>	<u>4,455,841</u>	<u>4,435,370</u>	<u>(20,471)</u>
EXPENDITURES				
Current:				
Culture and Recreation	<u>1,648,648</u>	<u>1,658,502</u>	<u>1,251,897</u>	<u>406,605</u>
Excess (Deficiency) of Revenues Over Expenditures	2,807,193	2,797,339	3,183,473	386,134
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(2,084,520)</u>	<u>(2,084,520)</u>	<u>(2,186,943)</u>	<u>(102,423)</u>
CHANGE IN FUND BALANCES	722,673	712,819	996,530	283,711
Fund Balance - Beginning	9,343,160	9,343,160	9,543,662	200,502
FUND BALANCE - End	<u>\$ 10,065,833</u>	<u>\$ 10,055,979</u>	<u>\$ 10,540,192</u>	<u>\$ 484,213</u>

See accompanying notes to this schedule.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CACTUS LEAGUE SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2013**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Auto Surcharge Tax	\$ 115,500	\$ 115,500	\$ 115,500	\$ -
Investment Earnings	20,000	20,000	18,953	(1,047)
Other	-	-	688,388	688,388
Total Revenues	<u>135,500</u>	<u>135,500</u>	<u>822,841</u>	<u>687,341</u>
EXPENDITURES				
Current:				
Culture and Recreation	<u>99,143</u>	<u>623,865</u>	<u>578,360</u>	<u>45,505</u>
Excess (Deficiency) of Revenues Over Expenditures	36,357	(488,365)	244,481	732,846
OTHER FINANCING SOURCES (USES):				
Transfers In	-	524,722	524,722	-
Transfers Out	-	(15,000)	(5,497)	9,503
Total Other Financing Sources (Uses)	<u>-</u>	<u>509,722</u>	<u>519,225</u>	<u>9,503</u>
CHANGE IN FUND BALANCES	36,357	21,357	763,706	742,349
Fund Balance - Beginning	<u>3,670,660</u>	<u>3,670,660</u>	<u>3,666,764</u>	<u>(3,896)</u>
FUND BALANCE - End	<u>\$ 3,707,017</u>	<u>\$ 3,692,017</u>	<u>\$ 4,430,470</u>	<u>\$ 738,453</u>

See accompanying notes to this schedule.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2013**

NOTE 1 BUDGETARY BASIS OF ACCOUNTING

Budgets are prepared on a basis of accounting consistent with accounting principle generally accepted in the United States of America.

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**SUPPLEMENTARY INFORMATION – BUDGET TO ACTUAL STATEMENTS
OTHER MAJOR GOVERNMENTAL FUNDS**

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
REVENUES				
Auto Rental Surcharge	\$ 4,751,987	\$ 4,751,987	\$ 5,101,911	\$ 349,924
Investment Earnings	300,000	300,000	82,012	(217,988)
Total Revenues	<u>5,051,987</u>	<u>5,051,987</u>	<u>5,183,923</u>	<u>131,936</u>
EXPENDITURES				
Debt Service:				
Principal Retirement	4,960,000	4,960,000	3,900,000	1,060,000
Interest and Fiscal Charges	1,674,544	1,831,724	610,378	1,221,346
Payment to Escrow Agent	-	-	6,381,485	(6,381,485)
Total Expenditures	<u>6,634,544</u>	<u>6,791,724</u>	<u>10,891,863</u>	<u>(4,100,139)</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,582,557)	(1,739,737)	(5,707,940)	(3,968,203)
OTHER FINANCING SOURCES (USES):				
Transfers In	1,200,000	1,215,000	1,205,497	(9,503)
Transfers Out	(115,500)	(640,222)	(524,722)	115,500
Issuance of Long-Term Debt	-	25,140,000	25,140,000	-
Payment to Escrow Agent	-	(31,379,304)	(24,997,819)	6,381,485
Total Other Financing Sources (Uses)	<u>1,084,500</u>	<u>(5,664,526)</u>	<u>822,956</u>	<u>105,997</u>
CHANGE IN FUND BALANCES	(498,057)	(7,404,263)	(4,884,984)	2,519,279
Fund Balance - Beginning	<u>8,511,299</u>	<u>8,511,299</u>	<u>9,245,158</u>	<u>733,859</u>
FUND BALANCE - End	<u>\$ 8,013,242</u>	<u>\$ 1,107,036</u>	<u>\$ 4,360,174</u>	<u>\$ 3,253,138</u>

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CHASE FIELD CAPITAL PROJECTS RESERVE FUND
YEAR ENDED JUNE 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 100	\$ 100	\$ 42	\$ (58)
Chase Field Operations	750,000	750,000	801,945	51,945
Investment Earnings	936	936	242	(694)
Total Revenues	<u>751,036</u>	<u>751,036</u>	<u>802,229</u>	<u>51,193</u>
EXPENDITURES				
Current:				
Culture and Recreation	1,003,000	1,003,000	1,010,601	(7,601)
Capital Outlay	900,000	900,000	896,157	3,843
Total Expenditures	<u>1,903,000</u>	<u>1,903,000</u>	<u>1,906,758</u>	<u>(3,758)</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,151,964)	(1,151,964)	(1,104,529)	47,435
OTHER FINANCING SOURCES (USES):				
Transfers In	<u>884,520</u>	<u>884,520</u>	<u>986,943</u>	<u>102,423</u>
CHANGE IN FUND BALANCES	(267,444)	(267,444)	(117,586)	149,858
Fund Balance - Beginning	<u>8,895,414</u>	<u>8,895,414</u>	<u>8,951,563</u>	<u>56,149</u>
FUND BALANCE - End	<u>\$ 8,627,970</u>	<u>\$ 8,627,970</u>	<u>\$ 8,833,977</u>	<u>\$ 206,007</u>

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STATISTICAL SECTION (UNAUDITED)

This section of the Maricopa County Stadium District'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 Stadium District's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the government's most significant local revenue source, the auto surcharge tax.

Debt Capacity

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.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information

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.

See the table of contents for page numbers of the schedules that encompass the above sections.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year				
	2004	2005	2006	2007	2008
Governmental Activities:					
Net Investment in Capital Assets	\$ 326,134,446	\$ 321,964,480	\$ 320,825,838	\$ 316,940,142	\$ 306,365,725
Restricted	-	-	-	-	-
Unrestricted	(28,610,605)	(25,421,360)	(23,886,787)	(21,338,775)	(17,140,229)
Total Governmental Activities					
Net Position	<u>\$ 297,523,841</u>	<u>\$ 296,543,120</u>	<u>\$ 296,939,051</u>	<u>\$ 295,601,367</u>	<u>\$ 289,225,496</u>

Source: Maricopa County Stadium District's records.

Note 1: During the fiscal year 2010-2011 the Stadium District implemented GASB Statement No. 54. Therefore, starting in the fiscal year ended June 30, 2011 restricted net position will be presented in accordance with GASB Statement No. 54.

Fiscal Year				
2009	2010	2011	2012	2013
\$ 299,070,229	\$ 290,286,897	\$ 284,184,850	\$ 277,867,942	\$ 271,386,110
-	-	22,131,926	21,863,485	17,624,621
(13,294,022)	(7,266,370)	(26,151,409)	(21,462,781)	(11,670,375)
<u>\$ 285,776,207</u>	<u>\$ 283,020,527</u>	<u>\$ 280,165,367</u>	<u>\$ 278,268,646</u>	<u>\$ 277,340,356</u>

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year				
	2004	2005	2006	2007	2008
Expenses					
Governmental Activities:					
Culture and Recreation	\$ 8,512,193	\$ 9,105,928	\$ 9,333,326	\$ 10,932,879	\$ 12,184,207
Interest on Long-Term Debt	3,737,669	3,510,477	3,354,440	3,089,023	2,762,472
Total Governmental Activities Expenses	<u>12,249,862</u>	<u>12,616,405</u>	<u>12,687,766</u>	<u>14,021,902</u>	<u>14,946,679</u>
Program Revenues					
Governmental activities:					
Charges for Services	4,074,814	4,095,044	4,153,795	4,271,130	4,376,173
Capital Grants and Contributions	2,871,823	325,020	1,189,204	509,975	589,338
Total Governmental Activities Program Revenues	<u>6,946,637</u>	<u>4,420,064</u>	<u>5,342,999</u>	<u>4,781,105</u>	<u>4,965,511</u>
Excess of Revenues Over (Under) Expenditures	(5,303,225)	(8,196,341)	(7,344,767)	(9,240,797)	(9,981,168)
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Taxes:					
Sales Tax	\$ 84,018	\$ 6,024,355	\$ 5,294	\$ 1,938	\$ 1,160
Auto Rental Surcharge	5,556,717	1,191,265	6,493,520	6,286,155	6,131,305
Investment Earnings	834,975	-	1,241,884	1,615,020	1,458,224
Other	-	-	-	-	-
Loss on Disposal of Assets	-	-	-	-	(3,985,392)
Total Governmental Activities	<u>6,475,710</u>	<u>7,215,620</u>	<u>7,740,698</u>	<u>7,903,113</u>	<u>3,605,297</u>
Change in Net Position					
Governmental Activities	<u>1,172,485</u>	<u>(980,721)</u>	<u>395,931</u>	<u>(1,337,684)</u>	<u>(6,375,871)</u>
Total Primary Government	<u>\$ 1,172,485</u>	<u>\$ (980,721)</u>	<u>\$ 395,931</u>	<u>\$ (1,337,684)</u>	<u>\$ (6,375,871)</u>

Source: Maricopa County Stadium District's records.

Fiscal Year				
2009	2010	2011	2012	2013
\$ 12,701,863	\$ 9,164,730	\$ 11,549,002	\$ 10,810,878	\$ 11,607,960
2,615,805	2,460,689	2,066,658	1,887,966	564,693
15,317,668	11,625,419	13,615,660	12,698,844	12,172,653
4,445,519	4,318,917	4,250,004	4,395,005	4,385,236
1,213,801	1,064,751	1,093,751	789,141	801,945
5,659,320	5,383,668	5,343,755	5,184,146	5,187,181
(9,658,348)	(6,241,751)	(8,271,905)	(7,514,698)	(6,985,472)
\$ 875	\$ 131	\$ 1,667	\$ 322	\$ 42
5,303,690	4,668,573	4,988,266	5,191,681	5,217,411
904,494	733,350	426,812	425,974	145,657
-	-	-	-	694,072
-	(1,915,983)	-	-	-
6,209,059	3,486,071	5,416,745	5,617,977	6,057,182
(3,449,289)	(2,755,680)	(2,855,160)	(1,896,721)	(928,290)
\$ (3,449,289)	\$ (2,755,680)	\$ (2,855,160)	\$ (1,896,721)	\$ (928,290)

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
REVENUES BY SOURCE – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year				
	2004	2005	2006	2007	2008
Intergovernmental	\$ 84,018	\$ -	\$ 5,294	\$ 1,938	\$ 1,160
Capital Contributions	351,435	-	-	-	-
Auto Rental Surcharge	5,556,717	6,024,355	6,493,520	6,286,155	6,131,305
Chase Field Ballpark Operations	4,341,414	4,344,760	4,496,519	4,697,199	4,877,312
Investment Income	575,310	931,600	982,219	1,355,352	1,198,559
Other	-	-	-	-	-
Total Primary Government	<u>\$ 10,908,894</u>	<u>\$ 11,300,715</u>	<u>\$ 11,977,552</u>	<u>\$ 12,340,644</u>	<u>\$ 12,208,336</u>

Source: Maricopa County Stadium District's records.

Fiscal Year

2009	2010	2011	2012	2013
\$ 875	\$ 131	\$ 1,667	\$ 3,768	\$ 1,316
-	-	-	-	-
5,303,690	4,668,573	4,988,266	5,191,681	5,217,411
5,618,849	5,356,908	5,274,846	5,180,700	5,185,907
644,829	473,685	426,812	425,974	145,657
-	-	-	-	694,072
<u>\$ 11,568,243</u>	<u>\$ 10,499,297</u>	<u>\$ 10,691,591</u>	<u>\$ 10,802,123</u>	<u>\$ 11,244,363</u>

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year				
	2004	2005	2006	2007	2008
General Fund:					
Unreserved	\$ 5,106,039	\$ 4,906,646	\$ 2,787,187	\$ 2,326,098	\$ 5,740,934
Total General Fund	<u>\$ 5,106,039</u>	<u>\$ 4,906,646</u>	<u>\$ 2,787,187</u>	<u>\$ 2,326,098</u>	<u>\$ 5,740,934</u>
All Other Governmental Funds:					
Reserved, Reported in:					
Special Revenue Funds	\$ 2,391,353	\$ 2,522,650	\$ 2,693,882	\$ 2,914,188	\$ 3,151,957
Capital Projects Funds	9,346,699	9,348,934	9,815,141	9,814,906	7,622,566
Debt Service Funds	9,512,699	10,320,528	10,697,550	10,702,495	10,511,470
Total All Other Governmental Funds	<u>\$ 21,250,751</u>	<u>\$ 22,192,112</u>	<u>\$ 23,206,573</u>	<u>\$ 23,431,589</u>	<u>\$ 21,285,993</u>

	Fiscal Year		
	2011	2012	2013
General Fund:			
Unassigned	<u>\$ 8,539,623</u>	<u>\$ 9,543,662</u>	<u>\$ 10,540,192</u>
All Other Governmental Funds:			
Special Revenue Funds			
Restricted	\$ 3,571,575	\$ 3,666,764	\$ 4,430,470
Capital Projects Funds			
Restricted	9,150,448	8,951,563	8,833,977
Debt Service Funds			
Restricted	9,255,676	9,245,158	4,360,174
Total All Other Governmental Funds	<u>\$ 21,977,699</u>	<u>\$ 21,863,485</u>	<u>\$ 17,624,621</u>

Source: Maricopa County Stadium District's records.

Note 1: The decrease in General Fund-Fund Balance in fiscal year 2006 was due to the \$2 million principal payment on the loan and the transfer of \$2 million to the Capital Projects Fund for capital improvements.

Note 2: During fiscal year 2010-2011 the Stadium District implemented GASB Statement No. 54. Therefore, starting in the fiscal year ended June 30, 2011, governmental fund balances will be presented based on the GASB Statement No. 54 hierarchy.

Fiscal Year	
2009	2010

\$ 6,989,310	\$ 7,688,448
<u>\$ 6,989,310</u>	<u>\$ 7,688,448</u>

\$ 3,314,176	\$ 3,448,497
7,509,358	10,002,436
9,993,478	9,468,739
<u>\$ 20,817,012</u>	<u>\$ 22,919,672</u>

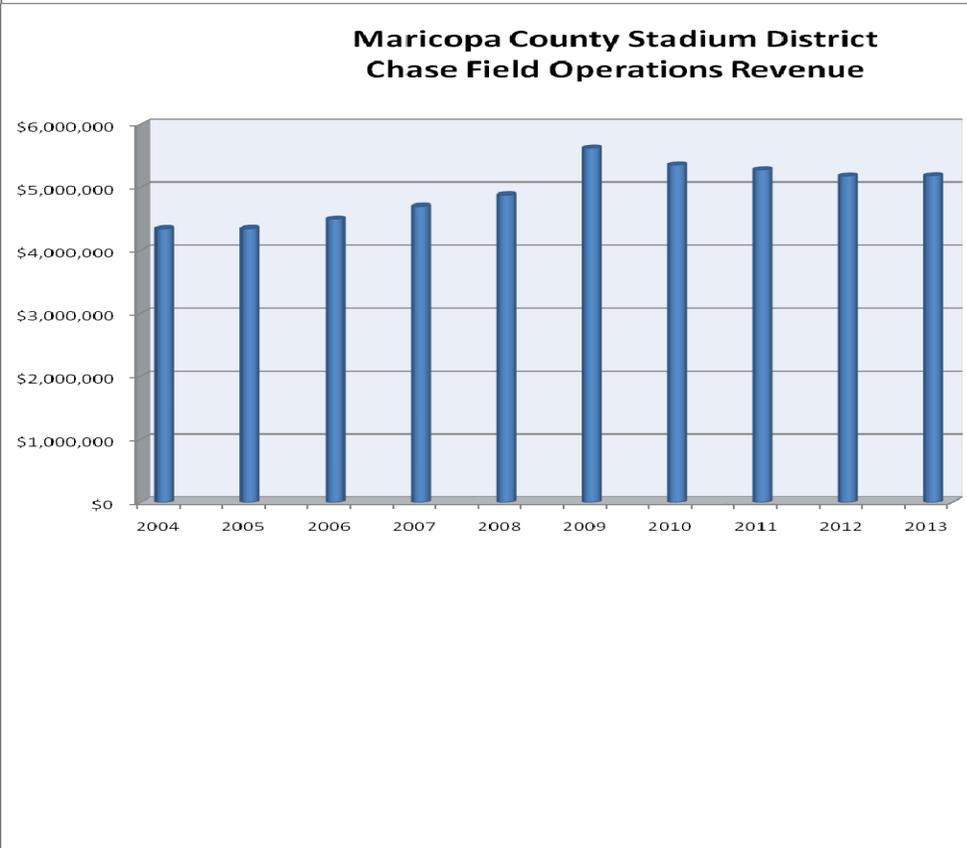
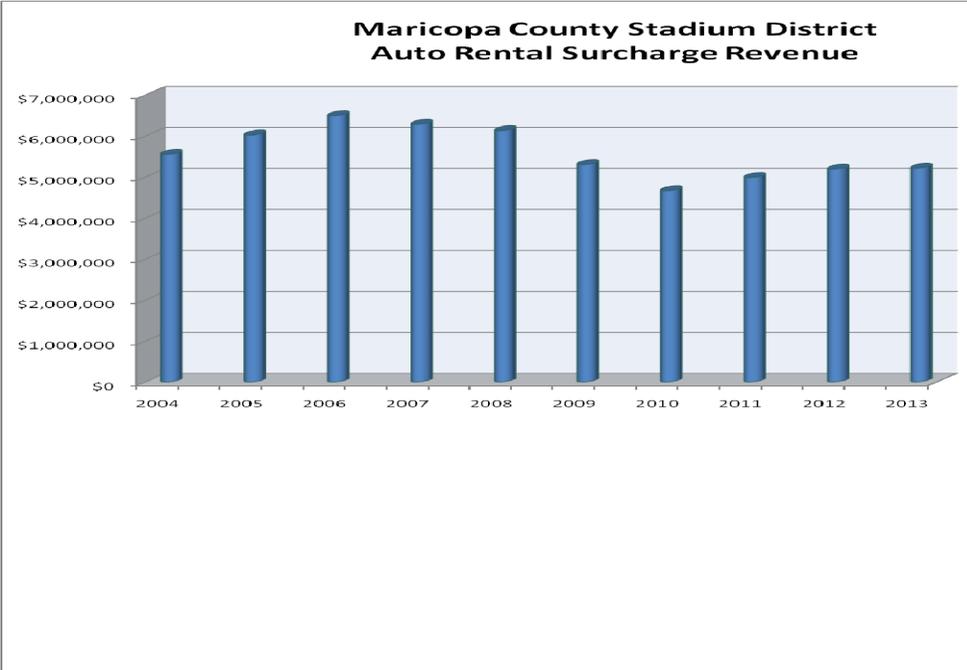
**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year				
	2004	2005	2006	2007	2008
Revenues					
Intergovernmental	\$ 84,108	\$ -	\$ 5,294	\$ 1,938	\$ 1,160
Capital Contributions	351,435	-	-	-	-
Auto Rental Surcharge	5,556,717	6,024,355	6,493,520	6,286,155	6,131,305
Chase Field Operations	4,341,414	4,344,760	4,496,519	4,697,199	4,877,312
Investment Income	575,310	931,600	982,219	1,355,352	1,198,559
Other	-	-	-	-	-
Total Revenues	<u>10,908,984</u>	<u>11,300,715</u>	<u>11,977,552</u>	<u>12,340,644</u>	<u>12,208,336</u>
Expenditures					
Culture and Recreation	1,025,514	1,328,633	1,984,291	2,296,102	2,264,153
Capital Outlay	351,435	1,530,473	3,880,572	3,220,559	13,199,058
Debt Service					
Principal	3,460,000	4,490,000	4,685,000	5,487,512	3,180,335
Interest	3,430,624	3,209,641	3,054,417	2,789,562	2,463,594
Fiscal Charges	-	-	-	-	-
Payment to Escrow Agent	-	-	-	-	-
Total Expenditures	<u>8,267,573</u>	<u>10,558,747</u>	<u>13,604,280</u>	<u>13,793,735</u>	<u>21,107,140</u>
Excess of Revenues Over (Under) Expenditures	2,641,411	741,968	(1,626,728)	(1,453,091)	(8,898,804)
Other Financing Sources (Uses)					
Transfers In	1,003,599	1,372,049	4,485,378	2,462,131	1,462,553
Transfers Out	(1,003,599)	(1,372,049)	(4,485,378)	(2,462,131)	(1,462,553)
Proceeds from Sale of Capital Assets	-	-	521,730	-	-
Loan Proceeds	-	-	-	1,217,018	10,168,044
Premium on Refunding Bonds	-	-	-	-	-
Proceeds from Sale of Bonds	-	-	-	-	-
Payment to Escrow Agent	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>521,730</u>	<u>1,217,018</u>	<u>10,168,044</u>
Net Change in Fund Balance	<u>\$ 2,641,411</u>	<u>\$ 741,968</u>	<u>\$ (1,104,998)</u>	<u>\$ (236,073)</u>	<u>\$ 1,269,240</u>

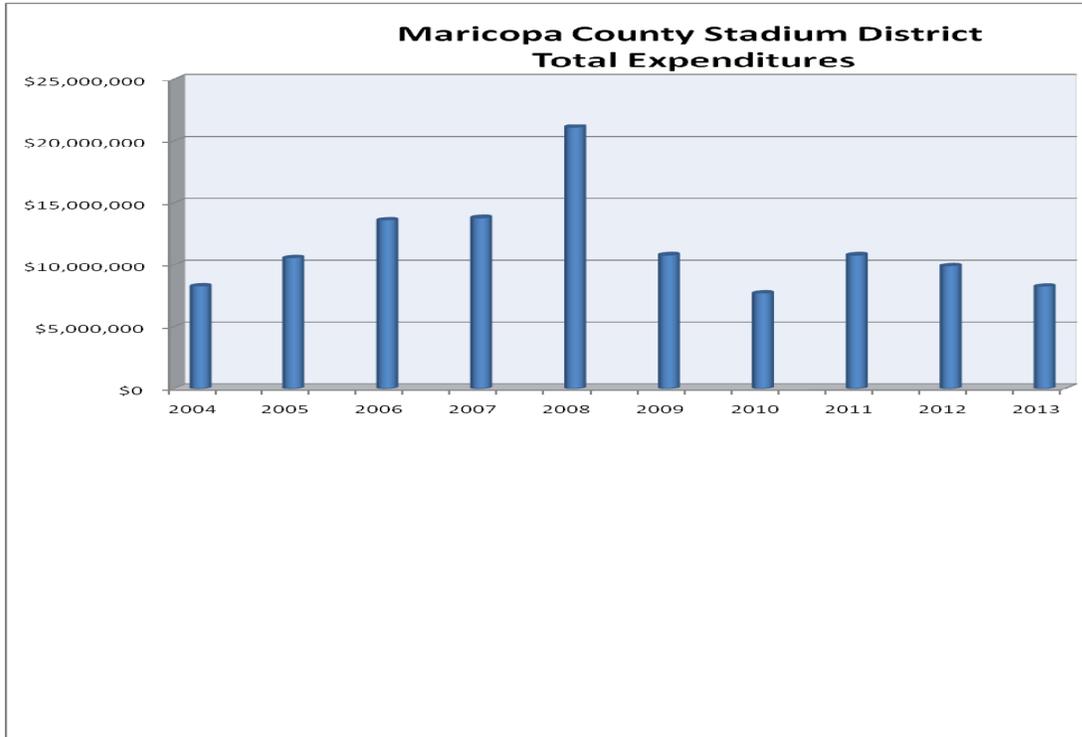
Source: Maricopa County Stadium District's records.

Fiscal Year				
2009	2010	2011	2012	2013
\$ 875	\$ 131	\$ 1,667	\$ 3,768	\$ 1,316
-	-	-	-	-
5,303,690	4,668,573	4,988,266	5,191,681	5,217,411
5,618,849	5,356,908	5,274,846	5,180,700	5,185,907
644,829	473,685	426,812	425,974	145,657
-	-	-	-	694,072
<u>11,568,243</u>	<u>10,499,297</u>	<u>10,691,591</u>	<u>10,802,123</u>	<u>11,244,363</u>
1,923,645	1,094,196	3,038,132	2,292,998	2,840,858
3,043,094	3,718	1,145,073	997,261	896,157
3,504,577	4,439,241	4,569,241	4,770,000	3,900,000
2,317,532	2,160,344	2,029,943	1,852,039	477,660
-	-	-	-	132,718
-	-	-	-	6,381,485
<u>10,788,848</u>	<u>7,697,499</u>	<u>10,782,389</u>	<u>9,912,298</u>	<u>14,628,878</u>
779,395	2,801,798	(90,798)	889,825	(3,384,515)
2,517,876	2,611,586	5,236,726	2,169,847	2,717,162
(2,517,876)	(2,611,586)	(5,236,726)	(2,169,847)	(2,717,162)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	25,140,000
-	-	-	-	(24,997,819)
-	-	-	-	142,181
<u>\$ 779,395</u>	<u>\$ 2,801,798</u>	<u>\$ (90,798)</u>	<u>\$ 889,825</u>	<u>\$ (3,242,334)</u>

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
SELECTED CHARTS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**



**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
SELECTED CHARTS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**



**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

Fiscal Year	Baseball Stadium Tax	Auto Rental Surcharge
2013	\$ 42	\$ 5,217,411
2012	322	5,191,681
2011	1,667	4,988,266
2010	131	4,668,573
2009	875	5,303,690
2008	1,160	6,131,305
2007	1,938	6,286,155
2006	5,294	6,493,520
2005	-	6,024,355
2004	84,108	5,556,717

Source: Maricopa County Stadium District's records.

Note: The baseball stadium tax ended in November 1997, but amounts continued to be collected based on audits.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
PLEGDED REVENUE COVERAGE
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year	Current Revenue	Total Revenue Available for Debt Service*	Principal	Interest	Total	Current Coverage	Total Coverage
2013	\$ 5,217,411	\$ 4,444,471	\$ 2,700,000	\$ 477,660	\$ 3,177,660	1.64	1.40
2012	5,191,681	5,076,181	3,570,000	1,852,039	5,422,039	0.96	0.94
2011	4,988,266	4,872,766	3,390,000	2,028,694	5,418,694	0.92	0.90
2010	4,668,573	4,558,573	3,260,000	2,159,094	5,419,094	0.86	0.84
2009	5,714,998	4,904,540	3,105,000	2,317,532	5,422,532	1.05	0.90
2008	6,671,848	5,232,569	2,960,000	2,463,594	5,423,594	1.23	0.96
2007	6,838,436	5,429,319	2,820,000	2,603,344	5,423,344	1.26	1.00
2006	7,018,591	5,810,866	2,685,000	2,738,844	5,423,844	1.29	1.07
2005	6,533,419	6,171,793	2,490,000	2,873,964	5,363,964	1.22	1.15
2004	5,972,808	5,772,808	2,000,000	2,918,480	4,918,480	1.21	1.17

Source: Maricopa County Stadium District records.

* Total revenue available for debt service consists of current revenues plus beginning fund balance less expenditures not covered by bond proceeds and all transfers not applicable to debt retirement. Fund balance is included in total revenue since it represents unexpended pledged revenues.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
TOTAL DEBT
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year	Revenue Bonds Payable*	Contractual Obligation (Loan)	Total Debt	Percentage of Personal Income**	Debt Per Capita**
2013	\$ 22,440,000	\$ 5,706,857	\$ 28,146,857	**	***
2012	31,464,329	6,906,857	38,371,186	**	9.74
2011	35,293,994	8,106,857	43,400,851	29.38%	11.19
2010	38,943,659	9,286,098	48,229,757	33.76%	12.61
2009	42,463,323	10,465,338	52,928,661	37.25%	13.16
2008	45,827,988	10,864,916	56,692,904	38.59%	14.32
2007	49,047,653	978,394	50,026,047	34.29%	12.92
2006	52,127,319	2,428,888	54,556,207	39.23%	14.45
2005	55,071,982	4,428,888	59,500,870	47.22%	16.31
2004	57,821,647	6,428,888	64,250,535	56.34%	18.34

Source: Maricopa County Stadium District records

* Includes unamortized premium on refunding bonds.

** See the Schedule of Demographics and Economic Statistics on page 66 for personal income and population data.

*** Personal income and debt per capita estimates were not available for fiscal years 2012 and 2013.

Note: Debt as a percentage of personal income and debt per capita is shown for reference purposes only since the revenue bonds are repaid from an auto rental surcharge and the contractual obligation is repaid from revenue generated from ballpark usage.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
ARIZONA DIAMONDBACKS ATTENDANCE
LAST TEN CALENDAR YEARS
(UNAUDITED)**

<u>Calendar Year</u>	<u>Attendance</u>		
	<u>Game Avg</u>	<u>Season Total</u>	<u>League Avg</u>
2013*	26,078	1,851,565	2,219,366
2012	26,884	2,177,591	2,495,309
2011	25,992	2,105,432	2,448,384
2010	25,496	2,057,242	2,336,844
2009	26,286	2,129,183	2,384,653
2008	30,986	2,509,924	2,576,335
2007	28,708	2,325,413	2,650,106
2006	25,821	2,091,505	2,598,741
2005	25,423	2,059,331	2,508,570
2004	31,106	2,519,560	2,462,481

Source: Major League Baseball and Maricopa County Stadium District records

* 71 of 81 Home Games Played as of 09/04/2013

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
CACTUS LEAGUE ATTENDANCE
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year	Fiscal Year				
	2013	2012	2011	2010	2009
Arizona Diamondbacks	182,447	186,828	189,737	99,698	121,281
Los Angeles Angels	122,587	130,126	88,413	111,038	100,789
Los Angeles Dodgers*	133,460	121,769	103,114	124,502	136,944
Cleveland Indians*	77,590	74,836	59,744	61,240	99,825
Chicago Cubs	148,296	153,281	160,536	152,493	203,105
Chicago White Sox	90,729	109,092	91,749	81,634	91,782
Cincinnati Reds**	68,652	61,878	53,050	66,725	-
Colorado Rockies	139,509	182,565	169,571	78,638	75,557
Kansas City Royals	86,029	76,238	72,900	79,249	96,798
Milwaukee Brewers	75,370	89,176	74,330	79,651	82,271
Oakland Athletics	90,228	57,981	80,145	89,493	94,872
San Diego Padres	84,688	92,828	75,906	79,671	86,557
San Francisco Giants	168,820	168,320	160,574	155,819	177,995
Seattle Mariners	112,193	102,681	112,338	120,328	124,684
Texas Rangers	111,728	104,443	103,507	90,513	86,249
Total	<u>1,692,326</u>	<u>1,712,042</u>	<u>1,595,614</u>	<u>1,470,692</u>	<u>1,578,709</u>

Source: Cactus League records.

* 2009 was the first year in the Cactus League; previously in the Grapefruit League.

** 2010 was the first year in the Cactus League, previously in the Grapefruit League.

Fiscal Year

2008	2007	2006	2005	2004
110,886	94,291	97,925	107,109	111,286
118,191	105,869	96,315	106,690	103,366
-	-	-	-	-
-	-	-	-	-
181,280	175,891	154,978	193,993	164,170
87,304	86,397	98,728	76,879	70,986
-	-	-	-	-
72,550	57,359	56,715	67,089	64,563
83,118	78,747	70,412	79,690	72,394
88,499	61,888	56,903	68,187	57,885
91,875	95,058	100,087	110,543	101,109
95,280	100,061	76,275	102,024	72,075
148,935	148,988	150,875	148,039	141,794
135,154	126,137	130,111	123,427	136,170
103,110	86,864	79,706	86,997	70,655
<u>1,316,182</u>	<u>1,217,550</u>	<u>1,169,030</u>	<u>1,270,667</u>	<u>1,166,453</u>

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2012	3,884,705	(1)	(1)	7.5 %
2011	3,880,244	147,724,392	38,071	8.9
2010	3,817,117	142,864,275	37,352	9.7
2009	4,023,331	142,091,618	35,319	9.2
2008	3,987,942	147,122,078	37,168	10.0
2007	3,907,492	139,665,253	36,135	3.2
2006	3,792,675	134,339,487	35,667	3.5
2005	3,647,131	122,682,746	33,739	4.0
2004	3,502,635	110,857,870	31,715	4.4
2003	3,391,391	101,378,940	29,933	5.2

Source: Workforce Informer Arizona at www.workforce.az.gov for unemployment rate, population, income and per capital statistics.

Note: Data from this source for previous years is subject to periodic update.

(1) Personal Income and per capita estimates were not yet available for fiscal year 2012.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
PRINCIPAL EMPLOYERS
CURRENT AND NINE YEARS AGO
(UNAUDITED)**

Employer	2013*			2004*		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
State of Arizona	52,076	1	3.03%	49,147	1	3.02%
Wal-Mart Stores	31,837	2	1.85%	19,510	2	1.20%
Banner Health	25,126	3	1.46%	14,447	4	0.89%
City of Phoenix	14,983	4	0.87%	13,617	5	0.84%
Wells Fargo	13,679	5	0.80%	11,000	8	0.68%
Maricopa County	13,308	6	0.78%	15,218	3	0.94%
Bank of America	12,500	7	0.73%			
Arizona State University	12,222	8	0.71%	10,530	9	0.65%
Raytheon Co.	11,500	9	0.67%	10,300	10	0.63%
JPMorgan Chase & Co.	11,407	10	0.66%			
Honeywell International, Inc.				12,000	6	0.74%
U.S. Postal Service				11,406	7	0.70%
Total for Principal Employers	198,638		11.57%	167,175		10.28%
Total Employment in Maricopa County **	<u>1,716,500</u>			<u>1,625,600</u>		

Source: * The Phoenix Business Journal, Book of Lists.

** Workforce Informer Arizona at www.workforce.az.gov for total employed in Maricopa County as of June 2013 and 2004.

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**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>Year Ending June 30,</u>	<u>Culture and Recreation</u>
2013	4.00
2012	4.00
2011	4.00
2010	3.00
2009	5.00
2008	3.00
2007	4.75
2006	4.75
2005	4.50
2004	4.50

Source: Maricopa County Stadium District records.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS
(UNAUDITED)**

	Fiscal Year				
	2004	2005	2006	2007	2008
Culture and Recreation:					
Baseball Stadium	1	1	1	1	1
Baseball Stadium Appx. Sq. Ft.	1,250,000	1,250,000	1,250,000	1,250,000	1,250,000
Baseball Stadium Parking Garage Appx. Sq. Ft.	534,692	534,692	534,692	534,692	534,692
Baseball Stadium Plaza Building Appx. Sq. Ft.	23,000	23,000	23,000	23,000	23,000
Seating Capacity	49,500	49,500	49,500	49,500	49,500
Baseball Games*	81	81	81	81	81
Baseball Games Attendance*	2,519,560	2,059,331	2,091,505	2,325,413	2,509,924
Stadium District Events	6	6	9	7	2
Stadium District Events Attendance	143,886	184,671	229,114	128,119	82,346

* 71 of 81 Home Games Played as of 09/04/2013

Source: Maricopa County Stadium District records and Major League Baseball.

Note: All capital assets are used for the Culture and Recreation function, which is the operation of Chase Field.

Fiscal Year				
2009	2010	2011	2012	2013
1	1	1	1	1
1,250,000	1,250,000	1,250,000	1,250,000	1,250,000
534,692	534,692	534,692	534,692	534,692
23,000	23,000	23,000	23,000	23,000
49,500	49,500	49,500	49,500	49,500
81	81	81	81	71
2,129,183	2,057,242	2,105,432	2,177,591	1,851,565
3	2	5	5	9
108,303	72,174	98,305	109,679	190,783

Chase Field ...



...havin' fun in the desert!

