



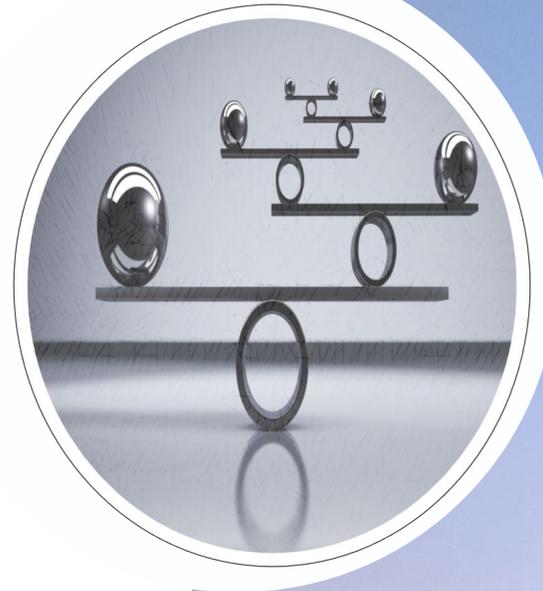
City of Maricopa

Audit Update

Year Ended June 30, 2025

Presented by:

Christopher W. Heinfeld, CPA
Engagement Partner
February 17, 2025



Our Team



Christopher W. Heinfeld, CPA
Engagement Partner

Personal Facts:

- I am getting married in 2 months
- I enjoy wearing crazy socks

Work Facts:

- Supervised over 265 financial and compliance audits
- Member of the Arizona State Board of Accountancy Accounting and Auditing Advisory Committee
- Member of the UofA School of Accountancy Advisory Board



Kristen M. Conway, CPA
Engagement Manager

Personal Facts:

- Crazy for jigsaw puzzles
- Dog lover

Work Facts:

- Worked on over 310 financial and compliance audits
- Instructor for workshops and conferences
- Performed reviews for ASBOI Certificate of Excellence and Meritorious Budget Awards Programs

Standards to Guide the Audit



AICPA Statements
on Auditing
Standards (SAS)

- ❖ General Audit Standards
- ❖ Working paper documentation
- ❖ Risk assessments



Governmental
Accounting Standards
Board (GASB)

- ❖ Financial Reporting



Government
Auditing
Standards (GAS)

- ❖ Auditing Standards particular to governmental entities
- ❖ Independence standards and requirements

FY25 Annual Audit – Items to Consider



Audit Timeline

- May 2025 – EL issued/signed
- Aug/Nov 2025 – Fieldwork
- December 4, 2025 – Draft Sent
- December 2025 – Comments Received and Draft Updated
- Dec. 22, 2025 – Report Issued



Estimates

- Assumptions used in the actuarial valuations of the pension plans



New Standards

- GASB Statement No. 101, *Compensated Absences*
- GASB Statement No. 102, *Certain Risk Disclosures*
- No significant effect on the financial statements and note disclosures

FY25 Annual Audit – Items to Consider



Non-audit Services

- Assist with preparation of the financial statements and notes to the financial statements
 - Includes preparing adjusting journal entries necessary to convert the accounting records to the basis of accounting required by GAAP
- Assist with preparation of the ELR



Audit Adjustments

- Know or likely misstatements identified that are not trivial
- None noted



Communication

- No disagreements with management
- Required representation provided

Independent Auditor's Report



Tucson • Scottsdale • Flagstaff
HeinfeldMeech.com

Independent Auditor's Report

Honorable Mayor and Members of the City Council
City of Maricopa, Arizona

Report on Audit of Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Maricopa, Arizona (City), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Maricopa, Arizona, as of June 30, 2025, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Change in Accounting Principle

As described in Note 1 to the financial statements, the City implemented the provisions of GASB Statement No. 101, *Compensated Absences*, for the year ended June 30, 2025. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for one year beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Audit related reports issued

1

Issued 01.28.26

Audit communication to those
charged with governance

2

**Issued Auditor Opinion
12.22.26**

Annual Comprehensive
Financial Report

3

Issued 12.22.26

*Government Auditing
Standards Letter
and
HURF Letter*

4

Issued 01.28.26

Annual Expenditure
Limitation Report

Summary

Annual Comprehensive Financial Report

- Page 1 – Introductory Section:
 - Transmittal Letter, GFOA Certificate of Achievement, Organization Chart, List of Principal Officials
- Page 13 – Independent Auditor’s Report (unmodified)
- Page 17 – Management’s Discussion and Analysis
- Page 29 – Basic Financial Statements
- Page 43 – Notes to the Financial Statements
- Page 77 – Required Supplementary Information
- Page 89 – Supplementary Information
- Page 113 – Statistical Section

GAS Letter

- No significant deficiencies or material weaknesses noted in internal controls over financial statements



Resources - GFOA's Elected Official's Guides

<https://www.gfoa.org/eog>



Internal Control
By Stephen J. Gauthier



Government Finance
By Girard Miller



Audit Committees
By Stephen J. Gauthier



Understanding the Fiscal
Health of Your Community
By Brock, Cohen and Thomas

Resources for Elected Officials

Best Practice Pamphlets

E-books

Articles

On demand podcasts

Informative Resources



Government
Finance Officers
Association

[https://www.gfoa.org/materials/topic/
accounting-and-financial-reporting](https://www.gfoa.org/materials/topic/accounting-and-financial-reporting)



AICPA

[AICPA Government Financial
Literacy](#)

www.hm.cpa



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- INDUSTRY INVOLVEMENT
- COMMUNITY INVOLVEMENT
- PEER REVIEW LETTER
- AUDIT REPORT CARD
- CONSULTING REPORT CARD



Heinfeld, Meech & Co., P.C. is a Certified Public Accounting firm that specializes in governmental and nonprofit accounting, auditing and consulting.

Founded in 1986, we have offices in Tucson, Scottsdale and Flagstaff, Arizona. Our success has been based on our focus on providing superior service and becoming a trusted advisor to our chosen niche. This is made possible with a team who is knowledgeable, enthusiastic and dedicated to client service. The national and local awards received for our excellent firm culture demonstrate our commitment to building the best team of professionals possible.

We strive to be an effective resource to our clients on a year-round basis. This dedication includes regularly publishing articles on topics related to governmental and nonprofit accounting. We also regularly offer trainings and conferences on current and upcoming issues faced by these industries.

Recognized as experts in the field, we are frequently asked by many national and local industry organizations to share our expertise at their sponsored conferences and workshops. These include recent events sponsored by the American Institute of Certified Public Accountants (AICPA), Association of School Business Officials (ASBO), Arizona Society of CPAs, Government Finance Officers Association (GFOA), Association of Government Accountants (AGA), Native American Grant School Association (NAGSA), and many state societies.



Questions?



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