

COMPREHENSIVE ANNUAL FINANCIAL REPORT



FISCAL YEAR ENDED
JUNE 30, 2017



MARICOPA COUNTY STADIUM DISTRICT
A COMPONENT UNIT OF MARICOPA COUNTY, ARIZONA

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

MARICOPA COUNTY, ARIZONA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30, 2017

Issued by:

Finance Department

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

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October 3, 2017

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, 2017 in accordance with Arizona Revised Statute (ARS) §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, 2017 and issued an unmodified ("clean") opinion. The audit was conducted in accordance with U. S. generally accepted governmental auditing standards; 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. Revenues from the Arizona Diamondbacks for Fiscal Year 2017 increased by 3.05%. Ticket prices increased 2.13% along with a 2.1% decline in attendance.

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 2017 saw an overall less than 1% decrease in Car Rental Surcharge revenue. Based on the FY 2017 decrease it is expected that Auto Rental Surcharge revenue will remain steady during fiscal year 2018.

The Stadium District revenues are impacted by the contracts with the Arizona Diamondbacks and Stadium District Booking Manager as well as visitors to the Valley who are renting autos. As noted above, the contracts for use of the Stadium are based on fixed amounts with increases/decreases based on ticket prices and attendance.

Continued steady improvement in the U.S. economy lays a solid foundation for gains in Arizona. The overall outlook for the State of Arizona is for the state to accelerate modestly in the near term, before growth slows as demographic forces (baby boom retirements) take hold. Arizona's job growth is expected to decelerate modestly this year, with the rate falling from 2.6% in 2016 to 2.4% in 2017 (www.azeconomy.org). Based on the above forecast revenues were budgeted conservatively for fiscal 2018.

Chase Field is a cornerstone of downtown Phoenix. The building of the ballpark was one of the catalysts for revitalization of the downtown area. The Downtown area continues to see 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. A major portion of the budget is committed to payments on the outstanding bonds which were used to fund Cactus League facilities.

The construction of the ballpark was primarily funded by a $\frac{1}{4}$ 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 facility that can 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 for the 2017 season increased by 3.93%. A significant portion of the revenue from the 2017 season will be received by the Stadium District in December 2017 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, 2016. This was the thirteenth 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 2017 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,

A handwritten signature in black ink, appearing to read 'Daren K. Frank', with a long horizontal line extending to the right.

Daren K. Frank
Executive Director Representative



Government Finance Officers Association

Certificate of
Achievement
for Excellence
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Arizona

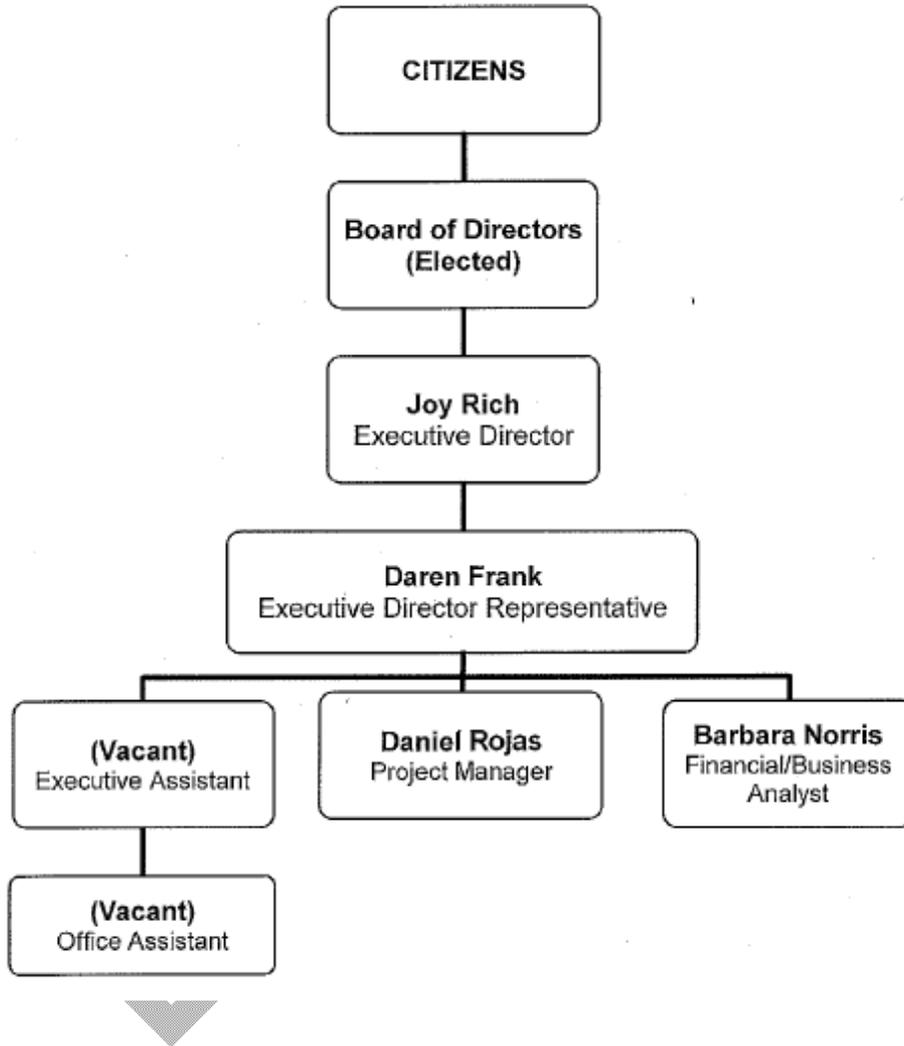
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2016

Executive Director/CEO



Chase Field



**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2017**

Board of Directors

Chairman..... Denny Barney, District 1
Vice-Chairman..... Steve Chucri, District 2
Director..... Bill Gates, District 3
Director..... Clint L. Hickman, District 4
Director..... Steve Gallardo, District 5

Appointed Officials

Executive DirectorJoy Rich

Staff

Executive Director Representative.....Daren Frank
Executive Assistant Vacant
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, 2017, 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, 2017, 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, schedule of the Stadium District's proportionate share of the net pension liability and contributions, and budget to actual statements for the General Fund and major special revenue funds, as noted in the table of contents, 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 are 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 October 3, 2017, 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 solely 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 the effectiveness of Maricopa County Stadium District's 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.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Phoenix, Arizona
October 3, 2017

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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, 2017**

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, 2017. Please read it in conjunction with the Stadium District's basic financial statements following this section.

FINANCIAL HIGHLIGHTS

- ◆ The assets and deferred outflows of resources of the Stadium District exceeded liabilities and deferred inflows of resources at the close of fiscal year ending June 30, 2017 by \$258.8 million (net position). Of this amount, \$243.2 million is invested in capital assets, \$18.3 million is restricted, and unrestricted net position had a deficit balance of \$2.7 million.
- ◆ The Stadium District's total net position decreased by \$4.2 million primarily due to the annual recognition of depreciation expense and maintenance on the Stadium.
- ◆ The Stadium District's total long-term debt decreased by \$3.4 million in comparison with the prior year due to principal payments on the Revenue Refunding Series, 2012 Bonds.
- ◆ As of June 30, 2017, the governmental funds reported combined fund balances of \$25.4 million, an increase of \$0.7 million in comparison with the prior year. Of the combined fund balance, \$4.9 million is restricted for Cactus League purposes, \$4.2 million is restricted to fund Cactus League debt service and \$9.3 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 \$7.0 million, or 405.9% 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 70.1% 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.

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, deferred outflows, liabilities, and deferred inflows, with the difference 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.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2017**

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 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 fund 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.

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.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2017**

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 for the Stadium District's pension plan and budgetary schedules for Chase Field General Fund and Cactus League Special Revenue Fund. 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 and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$258.8 million at the close of the current fiscal year.

The following table reflects the condensed statement of net position as of June 30, 2017 and 2016.

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

	2017	2016	Percent Change
Assets			
Current and Other Assets	\$ 25,481,621	\$ 24,731,878	3.0%
Capital Assets:			
Non-depreciable	35,608,005	35,608,005	0.0%
Depreciable (net)	207,569,370	215,891,292	-3.9%
Total Assets	268,658,996	276,231,175	-2.7%
Deferred Outflows of Resources	191,476	216,070	-11.4%
Liabilities			
Other Liabilities	135,393	82,095	64.9%
Long-Term Liabilities:			
Due Within One Year	3,509,451	3,430,173	2.3%
Due in More Than One Year	6,294,843	9,828,520	-36.0%
Total Liabilities	9,939,687	13,340,788	-25.5%
Deferred Inflows of Resources	62,756	44,115	42.3%
Net Position			
Net Investment in Capital Assets	243,177,375	251,499,297	-3.3%
Restricted	18,327,927	16,945,279	8.2%
Unrestricted	(2,657,273)	(5,382,234)	-50.6%
Total Net Position	<u>\$ 258,848,029</u>	<u>\$ 263,062,342</u>	-1.6%

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2017**

By far the largest portion of the Stadium District's net position reflects its investment in capital assets, mainly Chase Field. The restricted net position represents net position restricted for 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 the capital assets to provide services to citizens; consequently, these assets are not available for future spending. The Stadium District's investment in its capital assets is reported net of related debt; however, the Stadium District does not report any related debt.

The decrease of \$4.2 million in Stadium District net position is primarily due to the annual recognition of depreciation expense, ongoing repair and maintenance projects as well as a decline in auto rental surcharge revenue.

The following table indicates the changes in net position for governmental activities for the fiscal years ended June 30, 2017 and 2016.

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

	<u>2017</u>	<u>2016</u>	Percent Change
REVENUES			
Program Revenues:			
Charges for Services	\$ 5,149,600	\$ 4,985,983	3.3%
Capital Grants and Contributions	772,981	785,400	-1.6%
General Revenues:			
Auto Surcharge Tax	4,740,138	4,772,583	-0.7%
Investment Earnings (Loss)	59,817	63,801	-6.2%
Total Revenues	<u>10,722,536</u>	<u>10,607,767</u>	1.1%
EXPENSES			
Culture and Recreation	14,602,465	15,767,499	-7.4%
Interest on Long-Term Debt	<u>334,384</u>	<u>410,348</u>	-18.5%
Total Expenses	<u>14,936,849</u>	<u>16,177,847</u>	-7.7%
CHANGE IN NET POSITION	(4,214,313)	(5,570,080)	24.3%
Net Position - Beginning of Year	<u>263,062,342</u>	<u>268,632,422</u>	-2.1%
NET POSITION - END OF YEAR	<u>\$ 258,848,029</u>	<u>\$ 263,062,342</u>	-1.6%

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2017**

Total revenues increased \$0.1 million or 1.1%.

- ◆ Charges for services increased by \$0.2 million or 3.3% primarily as a result of increased ticket pricing and fixed price contracts with the Arizona Diamondbacks for the use of the Stadium, along with increased revenue from events booked by the District's Booking Manager, Select Artists' Associates/SMG.
- ◆ Auto surcharge taxes remitted by the State of Arizona decreased \$32,445 or 0.7%. This revenue is dependent entirely on the number of autos rented within the Stadium District boundaries (Maricopa County).
- ◆ Change in capital grants and contributions and investment earnings were not significant.

Total expenses decreased \$1.2 million, or 7.7%.

- ◆ Culture and recreation expenses decreased by \$1.2 million, or 7.4%, due primarily to a decrease in routine repair and maintenance projects as well as a smaller payment to the Arizona Sports and Tourism agency after debt service requirements were met. Interest on long-term debt decreased \$75,964 or 18.5% due to the decline in interest related to the Stadium District's outstanding bond.

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, total fund balance was \$7.0 million. As a measure of liquidity, it may be useful to compare fund balance to total fund expenditures. Unassigned fund balance represents 405.9% of total Chase Field General Fund expenditures.

During the current fiscal year the fund balance of the Stadium District's Chase Field General Fund decreased by \$0.7 million. This decrease was due to the significant transfer out in order to cover repair and maintenance expenditures made by the Stadium District as well as an increase in legal fees.

The fund balance of the Cactus League Special Revenue Fund increased by \$0.1 million during the current fiscal year. This increase resulted primarily from a smaller payment to the Arizona Sports and Tourism agency after debt service requirements were met.

The fund balance increase of \$91,256 in the Debt Service Fund was not significant.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2017**

The Chase Field Capital Projects Reserve Fund balance increased \$1.2 million. This increase was primarily due to a transfer from the General Fund to be applied toward repair and maintenance expenditures. In the current year, this transfer was greater based on the District operations agreement.

The following table indicates the changes in fund balance for governmental funds for the fiscal year ended June 30, 2017.

**Table A-3
Fund Balances**

Fund	Balance	Increase (Decrease) From 2015-16
Chase Field General Fund	\$ 7,035,933	\$ (692,673)
Cactus League Special Revenue Fund	4,878,649	119,305
Debt Service Fund	4,169,997	91,256
Chase Field Capital Projects Reserve Fund	9,279,281	1,172,087

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 adopted budget was increased by \$0.5 million in comparison with the final budget for General Fund operations due to a \$0.5 million budget adjustment to cover legal fees associated with litigation expenditures.

The favorable variance of \$0.3 million in revenues resulted from an increase in ticket pricing and fixed price contracts with the Diamondbacks and an increase in revenue from events booked by the District's Booking Manager, Select Artists' Associates/SMG. Additionally, the favorable balance of \$0.3 million between total budgeted expenditures and actual expenditures was due to a reduction in spending in regards to consulting services incurred by the Stadium District.

CAPITAL ASSETS

The Stadium District's investment in capital assets for its governmental activities at year end was \$243.2 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 3.3%, due to depreciation expense recognized in the current year.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2017**

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)**

	2017	2016	Percent Change
Land	\$ 35,608,005	\$ 35,608,005	0.0%
Buildings and Improvements	203,481,854	210,324,494	-3.3%
Machinery and Equipment	4,087,516	5,566,798	-26.6%
Total Capital Assets	<u>\$ 243,177,375</u>	<u>\$ 251,499,297</u>	-3.3%

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

LONG-TERM DEBT ACTIVITY

At June 30, 2017, the Stadium District had total long-term debt outstanding of \$9.3 million as compared to \$12.7 million in the prior fiscal year.

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. For additional information, see the notes to the financial statements Note 7.

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

	2017	2016
Revenue Refunding Bonds	<u>\$ 9,280,000</u>	<u>\$ 12,685,000</u>

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2017**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

- ◆ The overall outlook for the State of Arizona is for the state to accelerate modestly. Auto rental surcharge revenue for FY 2018 budget has been set conservatively at 5% less than FY 17 budget. 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 increase slightly based on the agreements, not general economic increases.
- ◆ Baseball ticket prices increased by 3.93% for the 2017 season. Many of the revenue sources that the Stadium District receives from the Diamondbacks are based on increases/decreases in ticket prices. A significant portion of the revenue from the 2017 season will be received by the Stadium District in December 2017. Based upon the increase in ticket prices as well as the forecasted modest growth in the economy, for Arizona, revenues from the Diamondbacks have been budgeted conservatively.
- ◆ To remain competitive with other venues in the area, the District has budgeted \$4,000,000 for major maintenance projects to take place during Fiscal Year 2018.

All of these factors were considered in preparing the Stadium District's budget for fiscal year 2017-18. The 2017-18 revenue budget is essentially the same as the 2016-17 budget, with the exception of a modest increase in revenue related to ticket pricing and fees of \$68,770.

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.

BASIC FINANCIAL STATEMENTS

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
STATEMENT OF NET POSITION
JUNE 30, 2017**

	Governmental Activities
ASSETS	
Cash and Investments	\$ 11,900,268
Cash and Investments Held by Trustee	12,675,701
Accounts Receivable	905,652
Capital Assets:	
Non-Depreciable	35,608,005
Depreciable (Net)	207,569,370
Total Assets	268,658,996
DEFERRED OUTFLOW OF RESOURCES	
Deferred Amount on Refunding	100,577
Deferred Amount Related to Pension Liability	90,899
Total Deferred Outflows of Resources	191,476
LIABILITIES	
Accounts Payable	104,935
Accrued Wages and Benefits	12,826
Interest Payable	17,632
Noncurrent Liabilities:	
Due Within One Year	3,509,451
Due in More Than One Year	6,294,843
Total Liabilities	9,939,687
DEFERRED INFLOWS OF RESOURCES	
Deferred Amount Related to Pension Liability	62,756
NET POSITION	
Net Investment in Capital Assets	243,177,375
Restricted for:	
Cactus League Operations	4,878,649
Debt Service	4,169,997
Capital Outlay	9,279,281
Unrestricted	(2,657,273)
Total Net Position	\$ 258,848,029

See accompanying Notes to Basic Financial Statements.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2017**

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	\$ 14,602,465	\$ 5,149,600	\$ -	\$ 772,981	\$ (8,679,884)
Interest and Fiscal Charges	334,384	-	-	-	(334,384)
Total Governmental Activities	\$ 14,936,849	\$ 5,149,600	\$ -	\$ 772,981	(9,014,268)
General Revenues:					
Taxes:					
Auto Rental Surcharge					4,740,138
Investment Earnings					59,817
Total General Revenues					4,799,955
Change in Net Position					(4,214,313)
Net Position - Beginning					263,062,342
Net Position - Ending					\$ 258,848,029

See accompanying Notes to Basic Financial Statements.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2017**

	Chase Field General Fund	Cactus League Special Revenue Fund	Debt Service Fund
ASSETS			
Cash and Investments	\$ 7,031,296	\$ 4,868,382	\$ 409
Cash and Investments Held by Trustee	-	-	3,405,561
Accounts Receivable	122,398	10,267	764,027
Total Assets	\$ 7,153,694	\$ 4,878,649	\$ 4,169,997
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 104,935	\$ -	\$ -
Accrued Wages and Benefits	12,826	-	-
Total Liabilities	117,761	-	-
Fund Balances:			
Restricted for:			
Cactus League Operations	-	4,878,649	-
Debt Service	-	-	4,169,997
Capital Projects	-	-	-
Unassigned	7,035,933	-	-
Total Fund Balances	7,035,933	4,878,649	4,169,997
Total Liabilities and Fund Balances	\$ 7,153,694	\$ 4,878,649	\$ 4,169,997

Chase Field Capital Projects Reserve Fund	Total Governmental Funds
\$ 181	\$ 11,900,268
9,270,140	12,675,701
8,960	905,652
<u>\$ 9,279,281</u>	<u>\$ 25,481,621</u>

\$ -	\$ 104,935
-	12,826
<u>-</u>	<u>117,761</u>

-	4,878,649
-	4,169,997
9,279,281	9,279,281
-	7,035,933
<u>9,279,281</u>	<u>25,363,860</u>
<u>\$ 9,279,281</u>	<u>\$ 25,481,621</u>

See accompanying Notes to Basic Financial Statements.

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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, 2017**

Total Fund Balances for Governmental Funds \$ 25,363,860

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	387,155,164
Less Accumulated Depreciation	(143,977,789)
Capital Assets Used in Governmental Activities	243,177,375

Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.

Deferred outflows of resources related to pensions	90,899
Deferred inflows of resources related to pensions	(62,756)

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	(9,280,000)
Deferred Amount on Refunding	100,577
Interest Payable	(17,632)
Net Pension Liability	(475,395)
Compensated Absences	(48,899)
	(9,690,249)

Total Net Position of Governmental Activities	\$ 258,848,029
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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, 2017**

	Chase Field General Fund	Cactus League Special Revenue Fund	Debt Service Fund
REVENUES			
Auto Rental Surcharge Tax	\$ -	\$ 956,841	\$ 3,783,297
Intergovernmental	-	-	-
Chase Field Operations	5,149,600	-	-
Investment Earnings	26,788	22,594	3,526
Total Revenues	<u>5,176,388</u>	<u>979,435</u>	<u>3,786,823</u>
EXPENDITURES			
Current:			
Culture and Recreation	1,733,240	860,130	-
Debt Service:			
Principal Retirement	-	-	3,405,000
Interest on Long-Term Debt	-	-	289,218
Fiscal Charges	-	-	1,349
Total Expenditures	<u>1,733,240</u>	<u>860,130</u>	<u>3,695,567</u>
Excess (Deficiency) of Revenues Over Expenditures	3,443,148	119,305	91,256
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	<u>(4,135,821)</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(4,135,821)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(692,673)	119,305	91,256
FUND BALANCES			
Beginning of Year	7,728,606	4,759,344	4,078,741
End of Year	<u>\$ 7,035,933</u>	<u>\$ 4,878,649</u>	<u>\$ 4,169,997</u>

<u>Chase Field Capital Projects Reserve Fund</u>	<u>Total Governmental Funds</u>
\$ -	\$ 4,740,138
1,716	1,716
771,265	5,920,865
6,909	59,817
779,890	10,722,536
3,743,624	6,336,994
-	3,405,000
-	289,218
-	1,349
3,743,624	10,032,561
(2,963,734)	689,975
4,135,821	4,135,821
-	(4,135,821)
4,135,821	-
1,172,087	689,975
8,107,194	24,673,885
\$ 9,279,281	\$ 25,363,860

See accompanying Notes to Basic Financial Statements.

**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, 2017**

Net Change in Fund Balances of Governmental Funds \$ 689,975

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.

Depreciation Expense (8,321,922)

Governmental funds report pension contributions as expenditures when made. However, in the Statement of Activities, pension expense is the cost of benefits earned, adjusted for member contributions, the recognition of changes in deferred outflows and inflows or resources related to pensions, and the investment experience.

Pension Contributions	\$ 30,159	
Pension Expense	<u>23,888</u>	54,047

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. Also, governmental funds report the effect of premiums, discounts, and similar items when the debt is first issued, whereas these items are amortized over the term of the long term debt in the statement of activities.

Principal Payments on Revenue Refunding Bonds	3,405,000
Amortization of Deferred Amounts on Refunding	(50,287)
Accrued Interest	6,470

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 Decrease in Compensated Absences	<u>2,404</u>
Change in Net Position of Governmental Activities	<u><u>\$ (4,214,313)</u></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, 2017**

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.

A. Reporting Entity

The Stadium District is a 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.

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.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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. 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, 2017**

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, 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, 2017**

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 purposes is the Auto Rental Surcharge of \$2.50 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 \$2.50 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, 2017**

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 noncurrent 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, donated works of art and capital assets received through a service concession arrangement are recorded at acquisition value.

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 Outflows and Deferred Inflows 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 Fiscal Year 2013 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.

The Stadium District also reports a deferred outflow of resources related to pensions.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Deferred Outflow and Deferred Inflow of Resources (Continued)

The Stadium District recognizes the acquisition of net position that is applicable to a future reporting period as deferred inflows of resources. The deferred inflows of resources relate to the Stadium District's pension plan.

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 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. Pension Plans

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Arizona State Retirement System (ASRS) and additions to/deductions from ASRS's fiduciary net position have been determined on the same basis as they are reported by ASRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Net Position

In the government-wide financial statements, net position is reported in three categories: net investment in capital assets; restricted net position; and unrestricted net position. Net investment in capital assets is separately reported because capital assets make up a significant portion of total net position. Restricted net position accounts for the portion of net position restricted by parties outside the District. Unrestricted net position is the remaining net position not included in the previous two categories.

M. Fund Equity

In the fund financial statements, governmental funds report nonspendable, 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.

N. 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.

O. 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).

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 3 CASH AND INVESTMENTS

Deposits and investments at June 30, 2017 consisted of the following:

Deposits:	
Cash in Bank	\$ 58,271
Investments	
Money Market Funds	12,675,701
County Treasurer's Investment Pool	11,841,997
	24,575,969
Less Cash and Investments with Trustee	(12,675,701)
Total Cash and Investments	\$ 11,900,268

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.

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 \$58,271 and the bank balance was \$58,271. At year end, the Stadium District's deposits were entirely covered by Federal depository insurance.

Investments

The County Treasurer's investment pool is an internal investment pool and 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. The Counties investments are valued at fair value; however, the District's investments are not identified with specific shares. All other investments with the District are in money market funds which have maturities of less than one year and are measured at fair value.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

Investments (Continued)

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

	Total	Investment Maturities (in Years) Less than 1
Investments Measured at Fair Value		
Wells Fargo U.S. Treasuries Money Market Fund	\$ 9,270,140	\$ 9,270,140
First American Government Obligations Money Market Fund	3,405,561	3,405,561
		\$ 12,675,701
Internal Investment Pools Measured at Fair Value		
County Treasurer's Investment Pool	11,841,997	457 days average maturities
Total	\$ 24,517,698	

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 U.S. 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 Poor's.

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. Additionally, the Stadium District's investments in the Wells Fargo U.S. Treasuries Money Market Fund and First American Obligations Money Market Fund are not identified with specific investments and are measured at fair value.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 4 RECEIVABLES

Receivable balances for the year ended June 30, 2017 was as follows:

	Chase Field General Fund	Cactus League Special Revenue Fund	Debt Service Fund	Chase Field Capital Projects Reserve Fund	Total
Accounts	\$ 107,743	\$ -	\$ -	\$ 8,960	\$ 116,703
Interest	14,655	10,267	-	-	24,922
Due from State Government	-	-	764,027	-	764,027
Net Total Receivables	<u>\$ 122,398</u>	<u>\$ 10,267</u>	<u>\$ 764,027</u>	<u>\$ 8,960</u>	<u>\$ 905,652</u>

Amounts due from State Government at year end include \$764,027 of auto rental surcharges in the Debt Service Fund collected by the State of Arizona but not received by the Stadium District.

NOTE 5 CAPITAL ASSETS

Capital assets for the year ended June 30, 2017 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
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	17,879,304	-	-	17,879,304
Total Capital Assets, Being Depreciated	351,547,159	-	-	351,547,159
Accumulated Depreciation for:				
Buildings and Improvements	(123,343,361)	(6,842,640)	-	(130,186,001)
Machinery and Equipment	(12,312,506)	(1,479,282)	-	(13,791,788)
Total Accumulated Depreciation	<u>(135,655,867)</u>	<u>(8,321,922)</u>	<u>-</u>	<u>(143,977,789)</u>
Total Capital Assets, Being Depreciated, Net	<u>215,891,292</u>	<u>(8,321,922)</u>	<u>-</u>	<u>207,569,370</u>
Governmental Activities Capital Assets, Net	<u>\$ 251,499,297</u>	<u>\$ (8,321,922)</u>	<u>\$ -</u>	<u>\$ 243,177,375</u>

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

Governmental Activities:	
Culture and Recreation	<u>\$ 8,321,922</u>

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 6 INTERFUND TRANSFERS

Interfund transfer for the year ended June 30, 2017 consisted of the following:

	Transfers In
Transfers Out	Chase Field Capital Projects Reserve Fund
Chase Field General Fund	\$ 4,135,821

The transfer of \$4,135,821 from the Chase Field General Fund to the Capital Projects Reserve Fund is to pay for ongoing repair, replacement, and maintenance costs.

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%	06/01/2018-19	\$ 25,140,000	\$ 9,280,000

The Stadium District has pledged future auto rental surcharge revenues to repay the Revenue Refunding Bonds of \$9.3 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 \$9.6 million. The current fiscal year total auto rental surcharge revenues were \$4.7 million and the total principal and interest paid on the bond was \$3.7 million, or 77.9% 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, 2017**

NOTE 7 LONG-TERM OBLIGATIONS (CONTINUED)

Bonds Payable (Continued)

Debt service requirements on outstanding bonds payable at June 30, 2017 are as follows:

Year Ending June 30,	Governmental Activities	
	Principal	Interest
2018	\$ 3,480,000	\$ 211,584
2019	5,800,000	132,240
	\$ 9,280,000	\$ 343,824

Changes in long-term obligations for the year ended June 30, 2017 are as follows:

	July 1, 2016	Increases	Decreases	July 1, 2017	Due Within One Year
Governmental Activities					
Bonds					
Revenue Refunding Bond	\$ 12,685,000	\$ -	\$ (3,405,000)	\$ 9,280,000	\$ 3,480,000
Other Liabilities:					
Net Pension Liability	522,390	-	(46,995)	475,395	-
Compensated Absences	51,303	26,189	(28,593)	48,899	29,451
	\$ 13,258,693	\$ 26,189	\$ (3,480,588)	\$ 9,804,294	\$ 3,509,451

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 8 RETIREMENT PLANS

The Stadium District contributes to the Arizona Statement Retirement System plan described below. The plan is a component unit of the State of Arizona. At June 30, 2017, the Stadium District reported the following amounts related to the pension plan to which it contributes:

Net Pension Liability	475,395
Deferred Outflows of Resources	90,899
Deferred Inflows of Resources	62,756
Pension Expense	(23,888)

Arizona State Retirement System

Plan Descriptions – Stadium District employees participate in the Arizona State Retirement System (ASRS). The ASRS administers a cost-sharing, multiple-employer defined benefit pension plan; a cost-sharing, multiple-employer defined benefit health insurance premium benefit (OPEB); and a cost-sharing, multiple-employer defined benefit long-term disability (OPEB). The Arizona State Retirement System Board governs the ASRS according to the provisions of A.R.S. Title 38, Chapter 5, Articles 2 and 2.1. The ASRS issues a publicly available financial report that includes its financial statements and required supplementary information. The report is available on its Web site at www.azasrs.gov.

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

	Before July 1, 2011	On or After July 1, 2011
Years of service and age required to receive benefit	Sum of years and age equals 80 10 years age 62 5 year age 50* any years age 65	30 years age 55 25 years age 60 10 years age 62 5 years age 50* any years age 65
Final average salary is based on	Highest 36 Months of last 120 months	Highest 60 months of last 120 months
Benefit percentage per year of service	2.1% to 2.3 %	2.1% to 2.3 %

* With actuarially reduced benefits

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 8 RETIREMENT PLANS (CONTINUED)

Arizona State Retirement System (Continued)

Retirement benefits for members who joined the ASRS prior to September 13, 2013, are subject to automatic cost-of-living adjustments based on excess investment earnings. Members with a membership date on or after September 13, 2013, are not eligible for cost-of-living adjustments. Survivor benefits are payable upon a member's death. For retired members, the survivor benefit is determined by the retirement benefit option chosen. For all other members, the beneficiary is entitled to the member's account balance that includes the member's contributions and employer's contributions, plus interest earned.

Contributions – In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the year ended June 30, 2017, active ASRS members were required by statute to contribute at the actuarially determined rate of 11.48 percent (11.34 percent for retirement and 0.14 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 11.48 percent (10.78 percent for retirement, 0.56 percent for the health insurance premium benefit, and 0.14 percent for long-term disability) of the active members' annual covered payroll. In addition, the Stadium District was required by statute to contribute at the actuarially determined rate of 9.36 percent (9.30 percent for retirement and 0.06 percent for long-term disability) of annual covered payroll of retired members who worked for the Stadium District in positions that would typically be filled by an employee who contributes to the ASRS. The Stadium District's contributions to the pension plan for the year ended June 30, 2017, were \$30,159. The Stadium District's contributions for the current and two preceding years for OPEB, all of which were equal to the required contributions, were as follows:

<u>Year Ended June 30,</u>	<u>Health Benefit Supplement Fund</u>	<u>Long-Term Disability Fund</u>
2017	\$ 1,567	\$ 392
2016	1,498	360
2015	1,896	386

During the fiscal year ended June 30, 2017, the Stadium District paid all ASRS pension and OPEB contributions out of the General Fund.

Pension Liability – At June 30, 2017, the Stadium District reported a liability of \$475,395 for its proportionate share of the ASRS' net pension liability. The net pension liability was measured as of June 30, 2016. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2015, to the measurement date of June 30, 2016.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 8 RETIREMENT PLANS (CONTINUED)

Arizona State Retirement System (Continued)

The Stadium District's reported liability at June 30, 2017, decreased by \$46,995 from the Stadium District's prior year liability of \$522,390 because of changes in the ASRS' net pension liability and the Stadium District's proportionate share of that liability. The ASRS' publicly available financial report provides details on the change in the net pension liability.

The Stadium District's proportion of the net pension liability was based on the Stadium District's FY 2016 contributions. The Stadium District's proportion measured as of June 30, 2016, was 0.003 percent, which was equal to its proportion measured as of June 30, 2015.

Pension Expense and Deferred Outflows/Inflows of Resources – For the year ended June 30, 2017, the Stadium District recognized pension expense for ASRS of negative \$23,888. At June 30, 2017, the Stadium District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,889	\$ 32,704
Changes in proportion and difference between employer contributions and proportionate share of contributions	6,334	4,900
Change in Assumptions	-	25,152
Net difference between projected and actual earnings on pension plan investments	51,517	
Contributions subsequent to the measurement date	30,159	-
Total	<u>\$ 90,899</u>	<u>\$ 62,756</u>

The \$30,159 reported as deferred outflows of resources related to ASRS pensions resulting from the Stadium District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ASRS pensions will be recognized in pension expense as follows:

<u>Year Ended June 30,</u>	
2018	\$ (19,107)
2019	(17,900)
2020	20,546
2021	14,445

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 8 RETIREMENT PLANS (CONTINUED)

Arizona State Retirement System (Continued)

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

Actuarial Valuation Date	June 30, 2015
Actuarial Roll Forward Date	June 30, 2016
Actuarial Cost Method	Entry Age Normal
Discount Rate	8%
Projected Salary Increases	3 - 6.75%
Inflation	3%
Permanent Benefit Increase	Included

Actuarial assumptions used in the June 30, 2015 valuation were based on the results of an actuarial study for the 5-year period ended June 30, 2012.

The long-term expected rate of return on ASRS pension plan investments was determined to be 8.75 percent using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Real Return Arithmetic Basis	Long-Term Expected Real Rate of Return
Equity	58%	6.73%	3.90%
Fixed Income	25%	3.70%	0.93%
Real Estate	10%	4.25%	0.42%
Multi-asset class	5%	3.41%	0.17%
Commodities	2%	3.84%	0.08%
Total	100%		5.50%
Inflation			3.25%
Expected arithmetic nominal return			8.75%

Discount Rate – The discount rate used to measure the ASRS total pension liability was 8 percent, which is less than the long-term expected rate of return of 8.75 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board’s funding policy, which establishes the contractually required rate under Arizona statutes. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 8 RETIREMENT PLANS (CONTINUED)

Arizona State Retirement System (Continued)

Sensitivity of the Stadium District's Proportionate Share of the ASRS Net Pension Liability to Changes in the Discount Rate – The following table presents the Stadium District's proportionate share of the net pension liability calculated using the discount rate of 8 percent, as well as what the Stadium District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (7 percent) or 1 percentage point higher (9 percent) than the current rate.

	1% Decrease (7%)	Current Discount Rate (8%)	1% Increase (9%)
Stadium District's proportionate share of the net pension liability	\$ 606,169	\$ 475,395	\$ 370,549

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

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.

NOTE 10 PENDING LITIGATION

The Stadium District is currently in arbitration with the Arizona Diamondbacks regarding the terms of the lease agreement. There is currently no outcome projected based on the status of the arbitration.

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REQUIRED SUPPLEMENTARY INFORMATION

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
SCHEDULE OF THE STADIUM DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION
LIABILITY AND CONTRIBUTIONS
ARIZONA STATE RETIREMENT SYSTEM (ASRS) PLAN
2017 AND THREE YEARS PRIOR**

	Fiscal Year (Measurement Date)			
	2017 (2016)	2016 (2015)	2015 (2014)	2014 (2013)
Stadium District's proportion of the net pension liability	0.003%	0.003%	0.003%	0.003%
Stadium District's proportionate share of the net pension liability	\$ 475,395	\$ 522,390	\$ 482,696	\$ 526,633
Stadium District's covered payroll	\$ 307,881	\$ 306,071	\$ 295,158	N/A *
Stadium District's proportionate share of the net pension liability as a percentage of its covered payroll	154.41%	170.68%	163.54%	N/A *
Plan fiduciary net position as a percentage of the total pension liability	67.06%	68.35%	69.49%	57.28%

	Fiscal Year			
	2017	2016	2015	2014
Contractually required contribution	\$ 30,159	\$ 34,365	\$ 34,995	\$ 31,736
Contributions in relation to the contractually required contribution	30,159	34,365	34,995	31,736
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Stadium District's covered payroll	\$ 227,317	\$ 307,881	\$ 306,071	\$ 295,158
Contributions as a percentage of covered payroll	13.27%	11.16%	11.43%	10.75%

* Information was not available.

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
CHASE FIELD GENERAL FUND
YEAR ENDED JUNE 30, 2017**

	Budgeted Amounts		Actual	Variance with Budget Positive (Negative)
	Original	Final		
REVENUES				
Chase Field Operations	\$ 4,811,504	\$ 4,811,504	\$ 5,149,600	\$ 338,096
Investment Earnings	20,000	20,000	26,788	6,788
Total Revenues	<u>4,831,504</u>	<u>4,831,504</u>	<u>5,176,388</u>	<u>344,884</u>
EXPENDITURES				
Current:				
Culture and Recreation	<u>1,578,826</u>	<u>2,078,826</u>	<u>1,733,240</u>	<u>345,586</u>
Excess (Deficiency) of Revenues Over Expenditures	3,252,678	2,752,678	3,443,148	690,470
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(4,076,643)</u>	<u>(4,190,821)</u>	<u>(4,135,821)</u>	<u>55,000</u>
CHANGE IN FUND BALANCES	(823,965)	(1,438,143)	(692,673)	745,470
Fund Balance - Beginning	<u>7,665,550</u>	<u>7,665,550</u>	<u>7,728,606</u>	<u>63,056</u>
FUND BALANCE - End	<u>\$ 6,841,585</u>	<u>\$ 6,227,407</u>	<u>\$ 7,035,933</u>	<u>\$ 808,526</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, 2017**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Auto Surcharge Tax	\$ 1,319,391	\$ 956,841	\$ (362,550)
Investment Earnings	14,000	22,594	8,594
Total Revenues	<u>1,333,391</u>	<u>979,435</u>	<u>(353,956)</u>
EXPENDITURES			
Current:			
Culture and Recreation	<u>1,297,259</u>	<u>860,130</u>	<u>437,129</u>
Excess (Deficiency) of Revenues Over Expenditures	36,132	119,305	83,173
Fund Balance - Beginning	<u>4,679,582</u>	<u>4,759,344</u>	<u>79,762</u>
FUND BALANCE - End	<u><u>\$ 4,715,714</u></u>	<u><u>\$ 4,878,649</u></u>	<u><u>\$ 162,935</u></u>

See accompanying notes to this schedule.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017**

NOTE 1 NET PENSION LIABILITY AND CONTRIBUTIONS

Information prior to the measurement date of June 30, 2013 was not available.

NOTE 2 BUDGETARY BASIS OF ACCOUNTING

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

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

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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
DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2017**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Auto Rental Surcharge	\$ 3,705,468	\$ 3,783,297	\$ 77,829
Investment Earnings	345	3,526	3,181
Total Revenues	<u>3,705,813</u>	<u>3,786,823</u>	<u>81,010</u>
EXPENDITURES			
Debt Service:			
Principal Retirement	3,405,000	3,405,000	-
Interest on Long-Term Debt	289,218	289,218	-
Fiscal Charges	11,595	1,349	10,246
Total Expenditures	<u>3,705,813</u>	<u>3,695,567</u>	<u>10,246</u>
Excess (Deficiency) of Revenues Over Expenditures	-	91,256	91,256
Fund Balance - Beginning	<u>4,275,051</u>	<u>4,078,741</u>	<u>(196,310)</u>
FUND BALANCE - End	<u><u>\$ 4,275,051</u></u>	<u><u>\$ 4,169,997</u></u>	<u><u>\$ (105,054)</u></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, 2017**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
REVENUES				
Intergovernmental	\$ 100	\$ 100	\$ 1,716	\$ 1,616
Chase Field Operations	750,000	750,000	771,265	21,265
Investment Earnings	100	100	6,909	6,809
Total Revenues	<u>750,200</u>	<u>750,200</u>	<u>779,890</u>	<u>29,690</u>
EXPENDITURES				
Current:				
Culture and Recreation	<u>4,058,000</u>	<u>4,058,000</u>	<u>3,743,624</u>	<u>314,376</u>
Excess (Deficiency) of Revenues Over Expenditures	(3,307,800)	(3,307,800)	(2,963,734)	344,066
OTHER FINANCING SOURCES (USES):				
Transfers In	<u>4,076,643</u>	<u>4,190,821</u>	<u>4,135,821</u>	<u>(55,000)</u>
CHANGE IN FUND BALANCES	768,843	883,021	1,172,087	289,066
Fund Balance - Beginning	<u>7,995,979</u>	<u>7,995,979</u>	<u>8,107,194</u>	<u>111,215</u>
FUND BALANCE - End	<u><u>\$ 8,764,822</u></u>	<u><u>\$ 8,879,000</u></u>	<u><u>\$ 9,279,281</u></u>	<u><u>\$ 400,281</u></u>

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				
	2008	2009	2010	(1) 2011	2012
Governmental Activities:					
Net Investment in Capital Assets	\$ 306,365,725	\$ 299,070,229	\$ 290,286,897	\$ 284,184,850	\$ 277,867,942
Restricted	-	-	-	22,131,926	21,863,485
Unrestricted	(17,140,229)	(13,294,022)	(7,266,370)	(26,151,409)	(21,462,781)
Total Governmental Activities					
Net Position	<u>\$ 289,225,496</u>	<u>\$ 285,776,207</u>	<u>\$ 283,020,527</u>	<u>\$ 280,165,367</u>	<u>\$ 278,268,646</u>

Source: Maricopa County Stadium District's records.

(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				
2013	2014	2015	2016	2017
\$ 271,386,110	\$ 268,525,161	\$ 260,085,786	\$ 251,499,297	\$ 243,177,375
17,624,621	16,077,822	16,477,713	16,945,279	18,327,927
(11,670,375)	(12,001,361)	(7,931,077)	(5,382,234)	(2,657,273)
<u>\$ 277,340,356</u>	<u>\$ 272,601,622</u>	<u>\$ 268,632,422</u>	<u>\$ 263,062,342</u>	<u>\$ 258,848,029</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				
	2008	2009	2010	2011	2012
Expenses					
Governmental Activities:					
Culture and Recreation	\$ 12,184,207	\$ 12,701,863	\$ 9,164,730	\$ 11,549,002	\$ 10,810,878
Interest on Long-Term Debt	2,762,472	2,615,805	2,460,689	2,066,658	1,887,966
Total Governmental Activities Expenses	<u>14,946,679</u>	<u>15,317,668</u>	<u>11,625,419</u>	<u>13,615,660</u>	<u>12,698,844</u>
Program Revenues					
Governmental activities:					
Charges for Services	4,376,173	4,445,519	4,318,917	4,250,004	4,395,005
Capital Grants and Contributions	589,338	1,213,801	1,064,751	1,093,751	789,141
Total Governmental Activities Program Revenues	<u>4,965,511</u>	<u>5,659,320</u>	<u>5,383,668</u>	<u>5,343,755</u>	<u>5,184,146</u>
Excess of Revenues Over (Under) Expenditures	(9,981,168)	(9,658,348)	(6,241,751)	(8,271,905)	(7,514,698)
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Taxes:					
Sales Tax	1,160	875	131	1,667	322
Auto Rental Surcharge	6,131,305	5,303,690	4,668,573	4,988,266	5,191,681
Investment Earnings (Loss)	1,458,224	904,494	733,350	426,812	425,974
Other	-	-	-	-	-
Loss on Disposal of Assets	(3,985,392)	-	(1,915,983)	-	-
Total Governmental Activities	<u>3,605,297</u>	<u>6,209,059</u>	<u>3,486,071</u>	<u>5,416,745</u>	<u>5,617,977</u>
Change in Net Position					
Governmental Activities	(6,375,871)	(3,449,289)	(2,755,680)	(2,855,160)	(1,896,721)
Total Primary Government	<u>\$ (6,375,871)</u>	<u>\$ (3,449,289)</u>	<u>\$ (2,755,680)</u>	<u>\$ (2,855,160)</u>	<u>\$ (1,896,721)</u>

Source: Maricopa County Stadium District's records.

Fiscal Year				
2013	2014	2015	2016	2017
\$ 11,607,960	\$ 15,016,795	\$ 13,311,717	\$ 15,767,499	\$ 14,602,465
564,693	557,127	485,058	410,348	334,384
12,172,653	15,573,922	13,796,775	16,177,847	14,936,849
4,385,236	4,513,842	4,661,308	4,985,983	5,149,600
801,945	794,821	775,414	785,400	772,981
5,187,181	5,308,663	5,436,722	5,771,383	5,922,581
(6,985,472)	(10,265,259)	(8,360,053)	(10,406,464)	(9,014,268)
42	-	-	-	-
5,217,411	5,394,706	4,915,665	4,772,583	4,740,138
145,657	56,819	(29,644)	63,801	59,817
694,072	75,000	-	-	-
-	-	-	-	-
6,057,182	5,526,525	4,886,021	4,836,384	4,799,955
(928,290)	(4,738,734)	(3,474,032)	(5,570,080)	(4,214,313)
\$ (928,290)	\$ (4,738,734)	\$ (3,474,032)	\$ (5,570,080)	\$ (4,214,313)

**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				
	2008	2009	2010	2011	2012
Intergovernmental	\$ 1,160	\$ 875	\$ 131	\$ 1,667	\$ 3,768
Auto Rental Surcharge	6,131,305	5,303,690	4,668,573	4,988,266	5,191,681
Chase Field Ballpark Operations	4,877,312	5,618,849	5,356,908	5,274,846	5,180,700
Investment Income (Loss)	1,198,559	644,829	473,685	426,812	425,974
Other	-	-	-	-	-
Total Primary Government	<u>\$ 12,208,336</u>	<u>\$ 11,568,243</u>	<u>\$ 10,499,297</u>	<u>\$ 10,691,591</u>	<u>\$ 10,802,123</u>

Source: Maricopa County Stadium District's records.

Fiscal Year

2013	2014	2015	2016	2017
\$ 1,316	\$ 1	\$ 39	\$ 13	\$ 1,716
5,217,411	5,394,705	4,915,665	4,772,583	4,740,138
5,185,907	5,308,663	5,436,683	5,771,370	5,920,865
145,657	56,819	(29,644)	63,801	59,817
694,072	75,000	-	-	-
<u>\$ 11,244,363</u>	<u>\$ 10,835,188</u>	<u>\$ 10,322,743</u>	<u>\$ 10,607,767</u>	<u>\$ 10,722,536</u>

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**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		
	2008	2009	2010
General Fund:			
Unreserved	\$ 5,740,934	\$ 6,989,310	\$ 7,688,448
Total General Fund	<u>\$ 5,740,934</u>	<u>\$ 6,989,310</u>	<u>\$ 7,688,448</u>
All Other Governmental Funds:			
Reserved, Reported in:			
Special Revenue Funds	\$ 3,151,957	\$ 3,314,176	\$ 3,448,497
Capital Projects Funds	7,622,566	7,509,358	10,002,436
Debt Service Funds	<u>10,511,470</u>	<u>9,993,478</u>	<u>9,468,739</u>
Total All Other Governmental Funds	<u>\$ 21,285,993</u>	<u>\$ 20,817,012</u>	<u>\$ 22,919,672</u>

	Fiscal Year (1)						
	2011	2012	2013	2014	2015	2016	2017
General Fund:							
Unassigned	\$ 8,539,623	\$ 9,543,662	\$ 10,540,192	\$ 7,081,570 (3)	\$ 8,452,344	\$ 7,728,606	\$ 7,035,933
Total General Fund	<u>\$ 8,539,623</u>	<u>\$ 9,543,662</u>	<u>\$ 10,540,192</u>	<u>\$ 7,081,570</u>	<u>\$ 8,452,344</u>	<u>\$ 7,728,606</u>	<u>\$ 7,035,933</u>
All Other Governmental Funds:							
Special Revenue Funds							
Restricted	\$ 3,571,575	\$ 3,666,764	\$ 4,430,470	\$ 4,556,371	\$ 4,640,699	\$ 4,759,344	\$ 4,878,649
Capital Projects Funds							
Restricted	9,150,448	8,951,563	8,833,977	7,120,142	7,561,995	8,107,194	9,279,281
Debt Service Funds							
Restricted	<u>9,255,676</u>	<u>9,245,158</u>	<u>4,360,174 (2)</u>	<u>4,401,309</u>	<u>4,275,019</u>	<u>4,078,741</u>	<u>4,169,997</u>
Total All Other Governmental Funds	<u>\$ 21,977,699</u>	<u>\$ 21,863,485</u>	<u>\$ 17,624,621</u>	<u>\$ 16,077,822</u>	<u>\$ 16,477,713</u>	<u>\$ 16,945,279</u>	<u>\$ 18,327,927</u>

Source: Maricopa County Stadium District's records.

- (1): 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.
- (2): The decrease in Debt Service Funds fund balance in fiscal year 2013 was due to advance refunding of Revenue Refunding Bonds, Series 2002, along with the issuance of Revenue Refunding Bonds, series 2012.
- (3): The decrease in General Fund fund balance in fiscal year 2014 was due to a transfer to the Debt Service Fund to pay off the commitments payable.

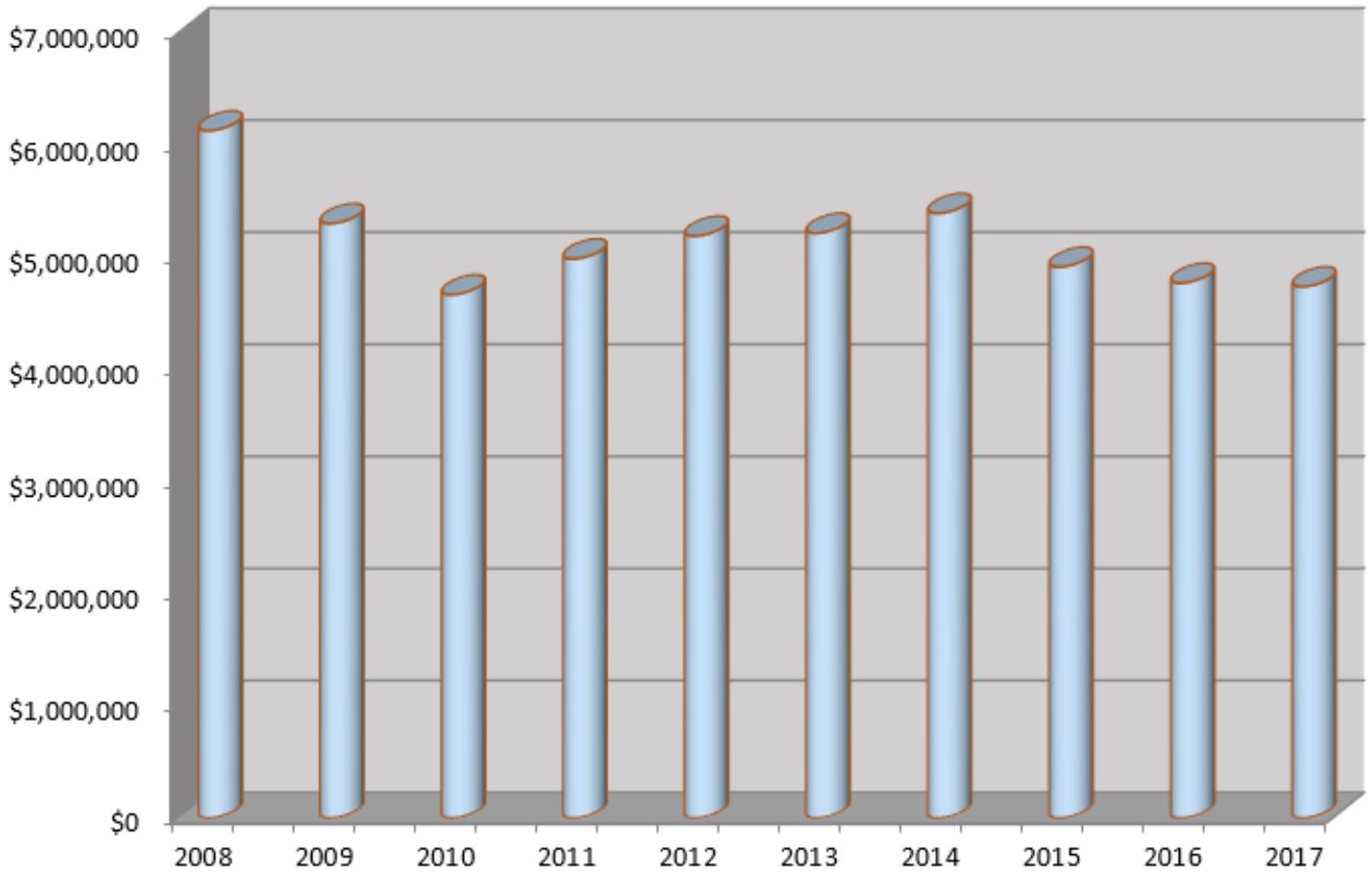
**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year				
	2008	2009	2010	2011	2012
Revenues					
Intergovernmental	\$ 1,160	\$ 875	\$ 131	\$ 1,667	\$ 3,768
Auto Rental Surcharge	6,131,305	5,303,690	4,668,573	4,988,266	5,191,681
Chase Field Operations	4,877,312	5,618,849	5,356,908	5,274,846	5,180,700
Investment Income	1,198,559	644,829	473,685	426,812	425,974
Other	-	-	-	-	-
Total Revenues	<u>12,208,336</u>	<u>11,568,243</u>	<u>10,499,297</u>	<u>10,691,591</u>	<u>10,802,123</u>
Expenditures					
Culture and Recreation	2,264,153	1,923,645	1,094,196	3,038,132	2,292,998
Capital Outlay	13,199,058	3,043,094	3,718	1,145,073	997,261
Debt Service					
Principal	3,180,335	3,504,577	4,439,241	4,569,241	4,770,000
Interest	2,463,594	2,317,532	2,160,344	2,029,943	1,852,039
Fiscal Charges	-	-	-	-	-
Payment to Escrow Agent	-	-	-	-	-
Total Expenditures	<u>21,107,140</u>	<u>10,788,848</u>	<u>7,697,499</u>	<u>10,782,389</u>	<u>9,912,298</u>
Excess of Revenues Over (Under) Expenditures	(8,898,804)	779,395	2,801,798	(90,798)	889,825
Other Financing Sources (Uses)					
Transfers In	1,462,553	2,517,876	2,611,586	5,236,726	2,169,847
Transfers Out	(1,462,553)	(2,517,876)	(2,611,586)	(5,236,726)	(2,169,847)
Loan Proceeds	10,168,044	-	-	-	-
Proceeds from Sale of Bonds	-	-	-	-	-
Payment to Escrow Agent	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>10,168,044</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 1,269,240</u>	<u>\$ 779,395</u>	<u>\$ 2,801,798</u>	<u>\$ (90,798)</u>	<u>\$ 889,825</u>
Debt Service as a Percentage of Noncapital Expenditures	52.2%	55.7%	85.7%	68.5%	74.3%

Source: Maricopa County Stadium District's records.

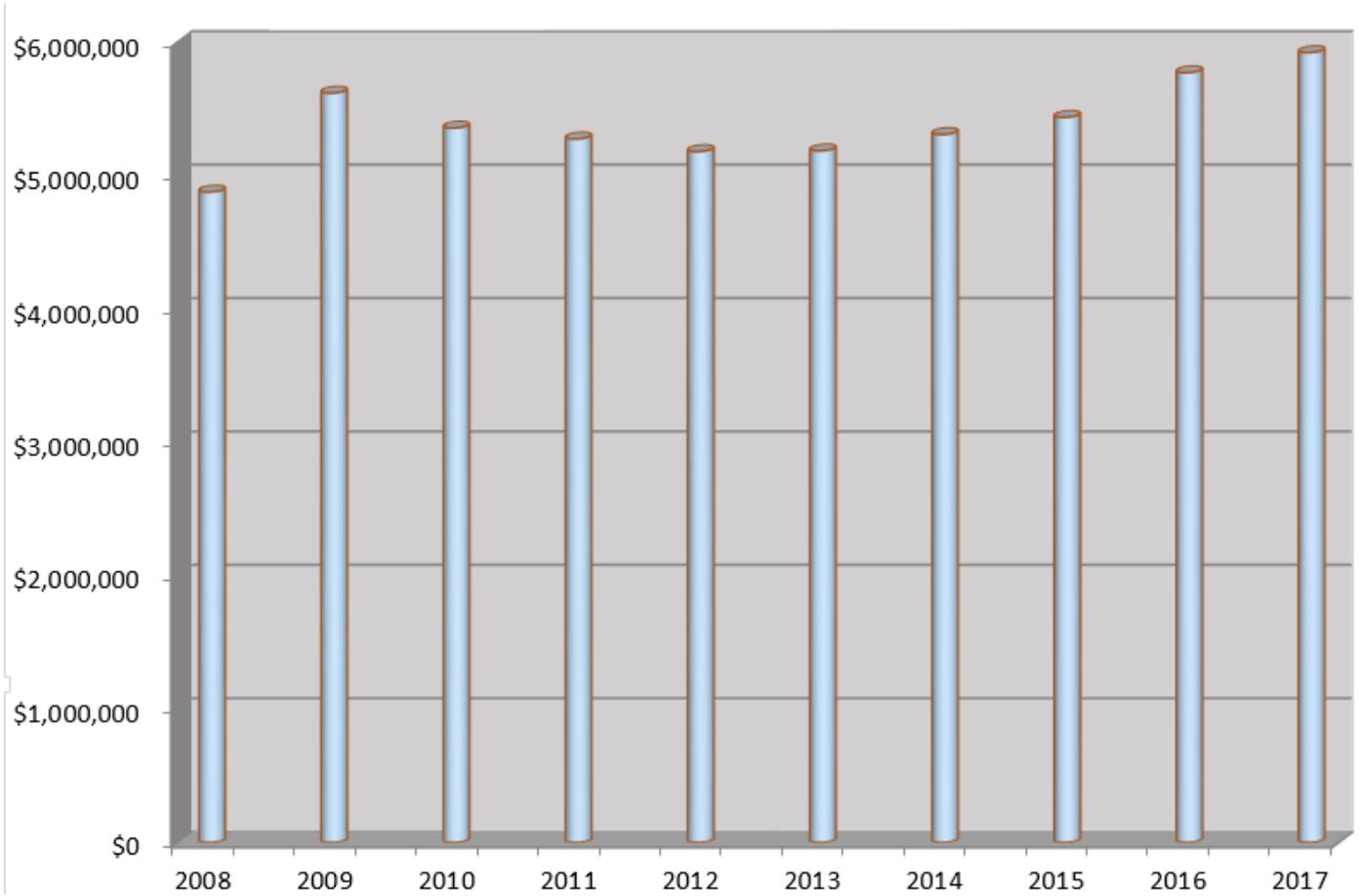
Fiscal Year				
2013	2014	2015	2016	2017
\$ 1,316	\$ 1	\$ 39	\$ 13	\$ 1,716
5,217,411	5,394,705	4,915,665	4,772,583	4,740,138
5,185,907	5,308,663	5,436,683	5,771,370	5,920,865
145,657	56,819	(29,644)	63,801	59,817
694,072	75,000	-	-	-
<u>11,244,363</u>	<u>10,835,188</u>	<u>10,322,743</u>	<u>10,607,767</u>	<u>10,722,536</u>
2,840,858	6,440,870	4,861,132	7,172,561	6,336,994
896,157	-	-	-	-
3,900,000	8,886,857	3,250,000	3,325,000	3,405,000
477,660	511,632	439,128	365,028	289,218
132,718	1,250	1,818	1,350	1,349
6,381,485	-	-	-	-
<u>14,628,878</u>	<u>15,840,609</u>	<u>8,552,078</u>	<u>10,863,939</u>	<u>10,032,561</u>
(3,384,515)	(5,005,421)	1,770,665	(256,172)	689,975
2,717,162	6,698,594	1,619,986	3,995,380	4,135,821
(2,717,162)	(6,698,594)	(1,619,986)	(3,995,380)	(4,135,821)
-	-	-	-	-
25,140,000	-	-	-	-
(24,997,819)	-	-	-	-
<u>142,181</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ (3,242,334)</u>	<u>\$ (5,005,421)</u>	<u>\$ 1,770,665</u>	<u>\$ (256,172)</u>	<u>\$ 689,975</u>
79.1%	59.3%	43.1%	34.0%	36.8%

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



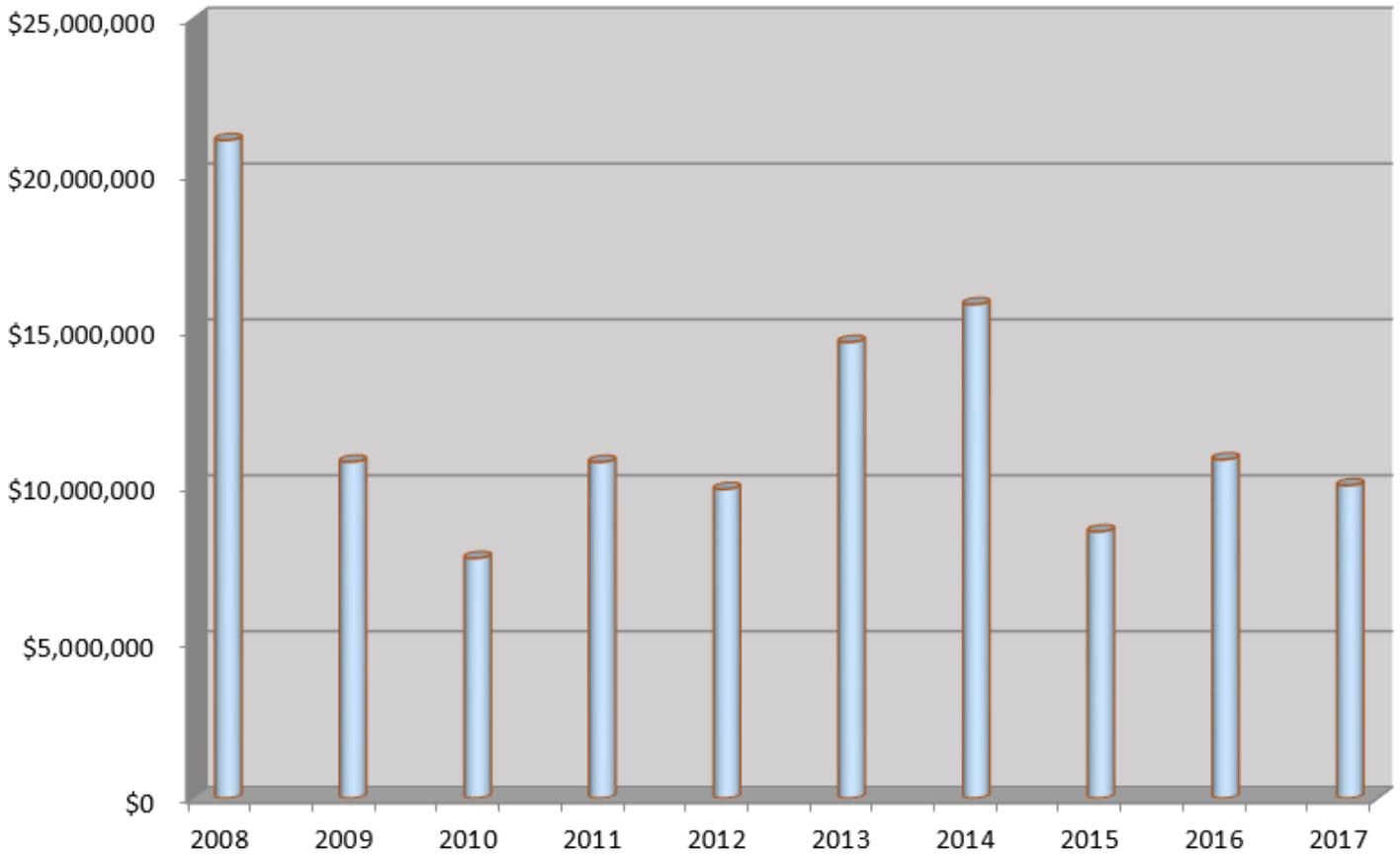
Source: Maricopa County Stadium District's records.

**MARICOPA COUNTY STADIUM DISTRICT
(A COMPONENT UNIT OF MARICOPA COUNTY)
CHASE FIELD OPERATIONS REVENUE
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**



Source: Maricopa County Stadium District's records.

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



Source: Maricopa County Stadium District's records.

**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 (1)
2017	\$ 1,716	\$ 4,740,138
2016	13	4,772,583
2015	39	4,915,665
2014	1	5,394,705
2013	1,316	5,217,411
2012	3,768	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

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.

(1): The Auto Rental Surcharge is a surcharge imposed on car rental contracts made in Maricopa County. The Maricopa County Stadium District receives \$2.50 per auto rental contract processed.

**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
2017	\$ 4,743,664	\$ 3,786,823	\$ 3,405,000	\$ 289,218	\$ 3,694,218	1.28	1.03
2016	4,772,583	3,495,100	3,325,000	365,028	3,690,028	1.29	0.95
2015	4,915,665	3,564,212	3,250,000	439,128	3,689,128	1.33	0.97
2014	5,394,706	3,734,018	3,180,000	511,632	3,691,632	1.46	1.01
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

Source: Maricopa County Stadium District records.

**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**
2017	\$ 9,280,000	\$ -	\$ 9,280,000	***	***
2016	12,685,000	-	12,685,000	***	***
2015	16,010,000	-	16,010,000	9.13%	3.84
2014	19,260,000	-	19,260,000	11.43%	4.71
2013	22,440,000	5,706,857	28,146,857	17.54%	7.02
2012	31,464,329	6,906,857	38,371,186	24.43%	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

Source: Maricopa County Stadium District records

** See the Schedule of Demographics and Economic Statistics on page 68 for personal income and population data.

*** Personal income and debt per capita estimates were not available after fiscal years 2015.

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.

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**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>
2017*	26,461	2,064,027	2,325,922
2016	25,138	2,036,216	2,438,636
2015	25,680	2,080,145	2,458,668
2014	25,601	2,073,730	2,457,987
2013	26,355	2,134,857	2,467,563
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

Source: Major League Baseball and Maricopa County Stadium District records

* 78 of 81 Home Games Played as of 09/24/2017.

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

Fiscal Year	Fiscal Year				
	2017	2016	2015	2014	2013
Arizona Diamondbacks	176,883	183,123	198,504	144,434	182,447
Los Angeles Angels	114,780	112,826	111,672	109,598	122,587
Los Angeles Dodgers*	165,911	155,841	147,066	114,402	133,460
Cleveland Indians*	101,517	87,079	85,874	67,445	77,590
Chicago Cubs	251,899	226,163	222,415	213,815	148,296
Chicago White Sox	91,698	89,829	87,294	87,759	90,729
Cincinnati Reds**	72,852	72,201	64,228	69,478	68,652
Colorado Rockies	152,985	147,878	154,099	169,663	139,509
Kansas City Royals	98,487	126,108	105,271	93,987	86,029
Milwaukee Brewers	80,285	78,241	85,022	75,041	75,370
Oakland Athletics	102,212	100,614	110,059	78,011	90,228
San Diego Padres	92,245	89,265	106,328	75,916	84,688
San Francisco Giants	182,518	177,699	177,817	156,067	168,820
Seattle Mariners	135,401	150,846	132,519	116,597	112,193
Texas Rangers	98,934	86,437	96,353	95,181	111,728
Total***	<u>1,918,607</u>	<u>1,884,150</u>	<u>1,686,908</u>	<u>1,686,908</u>	<u>1,692,326</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.

*** 2014 attendance includes (2) games played in Las Vegas, NV. Total attendance for those games was 19,514.

Fiscal Year

2012	2011	2010	2009	2008
186,828	189,737	99,698	121,281	110,886
130,126	88,413	111,038	100,789	118,191
121,769	103,114	124,502	136,944	-
74,836	59,744	61,240	99,825	-
153,281	160,536	152,493	203,105	181,280
109,092	91,749	81,634	91,782	87,304
61,878	53,050	66,725	-	-
182,565	169,571	78,638	75,557	72,550
76,238	72,900	79,249	96,798	83,118
89,176	74,330	79,651	82,271	88,499
57,981	80,145	89,493	94,872	91,875
92,828	75,906	79,671	86,557	95,280
168,320	160,574	155,819	177,995	148,935
102,681	112,338	120,328	124,684	135,154
104,443	103,507	90,513	86,249	103,110
<u>1,712,042</u>	<u>1,595,614</u>	<u>1,470,692</u>	<u>1,578,709</u>	<u>1,316,182</u>

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

Fiscal Year	Population	Personal Income (thousands of dollars)	Per Capita Personal Income	Unemployment Rate
2016	4,242,997	(1)	(1)	4.8 %
2015	4,076,438	\$ 175,437,829	\$ 42,092	5.4
2014	4,087,191	168,483,421	41,222	5.8
2013	4,013,164	160,537,029	40,003	6.6
2012	3,942,868	159,384,756	40,424	7.3
2011	3,870,076	151,026,789	39,024	8.6
2010	3,823,609	142,690,740	37,318	9.5
2009	3,803,779	140,611,698	36,966	9.1
2008	3,771,061	148,601,191	39,406	5.4
2007	3,711,954	147,748,365	39,803	3.3

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 years 2016 or 2017.

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

Employer	2017*			2008*		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
State of Arizona	42,687	1	2.17%	50,079	1	2.64%
Banner Health	40,226	2	2.04%	17,020	3	0.90%
Wal-Mart Stores	34,350	3	1.74%	30,174	2	1.59%
Fry's Food & Drug Stores	18,870	4	0.96%	11,780	8	0.62%
Wells Fargo	14,860	5	0.75%	14,000	6	0.74%
University of Arizona	14,521	6	0.74%			
City of Phoenix	14,421	7	0.73%	14,453	4	0.76%
U.S. Postal Service	13,509	8	0.69%	11,000	9	0.58%
Arizona State University	12,488	9	0.63%	12,727	7	0.67%
Intel Corporation	11,000	10	0.56%			
Maricopa County				14,057	5	0.74%
Honeywell Aerospace				10,700	10	0.56%
Total for Principal Employers	216,932		11.01%	185,990		9.80%
Total Employment in Maricopa County **	1,971,413			1,894,507		

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

** Arizona's Economy – www.azeconomy.org.

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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>
2017	3.00
2016	4.00
2015	4.00
2014	4.00
2013	4.00
2012	4.00
2011	4.00
2010	3.00
2009	5.00
2008	3.00

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				
	2008	2009	2010	2011	2012
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*	2,509,924	2,129,183	2,057,242	2,105,432	2,177,591
Stadium District Events	2	3	2	5	5
Stadium District Events Attendance	82,346	108,303	72,174	98,305	109,679

* 78 of 81 Home Games Played as of 09/24/2017.

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				
2013	2014	2015	2016	2017*
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	78
2,134,857	2,073,730	2,080,145	2,036,216	2,064,027
9	4	5	5	2
190,783	108,708	132,481	133,508	96,800

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Chase Field...



...havin' fun in the desert!