

Independent Accountants' Report

Yiannis Kalaitzidis, Finance Director and Town Council
Town of Marana
11555 W. Civic Center Drive
Marana, Arizona 85653

We have performed the procedures enumerated below for this agreed-upon procedures engagement to assist management of the Town of Marana, Arizona (Town), with the requirement set forth in Arizona Revised Statutes (A.R.S §9 463.05(G)(2)) "to provide for a biennial certified audit of the municipality's land use assumptions, infrastructure improvements plan and development fees" as defined by the Statute. As such, we have performed the procedures identified below, solely to assist users in evaluating the Town's compliance with the progress reporting requirements of the infrastructure improvement plan for the period from July 1, 2022 through June 30, 2024, as specified in A.R.S. §9 463.05(G)(2). The Town's management is responsible for its compliance with those requirements defined by the statute.

The Town has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement of compliance with A.R.S. §9-463.05(G)(2). Additionally, the Town of Marana has agreed to and acknowledged that the procedures performed are appropriate to meet the statutory purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

- 1) Selected a sample 40 receipts relating to the Town's IIP and determine fees were charged in accordance with authorized IIP fee schedule.
 - No exceptions noted.
- 2) Recalculated fees for a sample of 40 transactions related to the Town's IIP to determine that each developer/unit is charged the same rate as another equivalent developer/unit to demonstrate "inequities" and "level of service" as interpreted by the Town's management.
 - No exceptions noted.
- 3) Selected a sample of 40 expenditures related to the Town's IIP and determine that the expenditure was associated with an approved project in the IIPs.
 - No exceptions noted.

We were engaged by the Town of Marana to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the receipt and use of fees relating to the Town's Infrastructure Improvement Plans (IIPs), as adopted in 2017. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Town of Marana and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for and the use of the Town of Marana and is not intended to be, and should not be, used by anyone other than these specified parties.

Baker Tilly US, LLP

Tempe, Arizona
February 14, 2025