

Town of Marana, Arizona

Development Impact Fees Report

Agreed Upon Procedures

Biennial Period Ended June 30, 2022

INDEPENDENT ACCOUNTANTS' REPORT
ON APPLYING AGREED-UPON PROCEDURES

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

We have performed the procedures enumerated below, which were agreed to by the Town of Marana (the specified parties), on the receipt and use of fees relating to the Town's Infrastructure Improvement Plans (IIPs), as adopted in 2017, for the Town of Marana's biennial period ending June 30, 2022. The Town of Marana's management is responsible for receipt and use of fees relating to the Town's Infrastructure Improvement Plans (IIPs), as adopted in 2017.

The Town of Marana has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of compliance with A.R.S. §9-463.05(G)(2). The Town of Marana has agreed to and acknowledged, in our engagement letter dated January 12, 2023, that that 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.
 - a) 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.
 - a) 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.
 - a) 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 AICPA. 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 the information and use of the Town of Marana's management and is not intended to be and should not be used by anyone other than those specified parties.

Baker Tilly US, LLP

Tempe, Arizona
February 7, 2023