FY 2024/25
Year-End Financial Report

City Council | January 13, 2026

Sonia Andrews, City Treasurer/Chief Financial Officer

CITY OF SCOTTSDALE

Year End Financial Report Timeline

June 30, 2025
Fiscal
Year-End

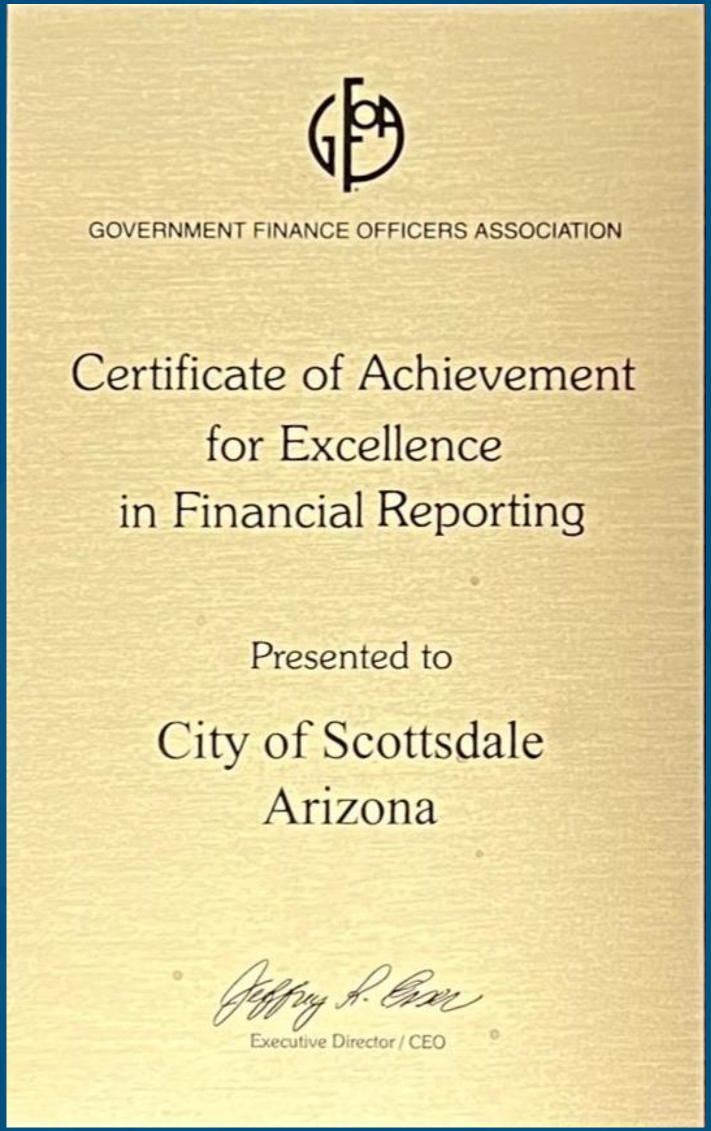
September
General Fund
Preliminary Results
Presented to Council

August – October
Year- End Closing and
Independent Audit

November
Audit Committee
Presentation

January
Council
Presentation

52nd Consecutive Year for GFOA Excellence in Financial Reporting Award



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Year-End Presentation Highlights

- FY24/25 Operating Results
- 6/30/25 Balance Sheet and Financial Trends
- Report on State Imposed Expenditure Limitation (Policy No. 1.06)

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Operating Results

Fiscal Year 2024/25 Year-End Presentation

General Fund Operating Results FY 2024-25

General Fund

In millions	FY23/24	FY24/25	Chng*	% Chng
Revenues	456	467	11	2%
Expenditures	(376)	(383)	7	2%
Other Sources and (Uses)	(60)	(27)	(33)	-55%
Net Change in Fund Balance	**20**	**57**		

- Revenues increased from sales taxes, fees and charges and unrealized investment gains offset by decrease in state shared taxes
- Other sources (uses) decreased due to lower transfers out to capital projects

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* Increases shown as positive amounts and decreases shown as negative amounts.

Breakdown of General Fund Revenues and Expenses

In millions	FY23/24	FY24/25	Chng *	% Chng
Sales Tax	193	197	4	2%
State Shared Revenues	114	103	(11)	(10%)
Property Tax	37	37	-	-
Fees and Charges	98	108	10	10%
Net Increase in Fair Value of Investments	14	22	8	57%
Total Revenues	**456**	**467**	**11**	**2%**
Public Safety	(203)	(212)	9	4%
Community Services	(48)	(53)	5	10%
Other City Services	(73)	(78)	5	7%
General Government	(38)	(39)	1	3%
Capital Outlay	(14)	(1)	(13)	-93%
Total Expenditures	**376**	**383**	**7**	**2%**

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* Increases shown as positive amounts and decreases shown as negative amounts.

Other Governmental Funds** Operating Results FY 2024-25

Capital Projects Funds**

In millions	FY23/24	FY24/25	Chng*	% Chng
Revenues	45	68	23	51%
G.O Bond Issuance	-	107	107	100%
Transfers In (Out)	127	80	(47)	(37%)
Capital Expenditures	(173)	(149)	(24)	(14%)
Net Change in Fund Balance	**(1)**	**106**		

- Revenues increased due to receipt of additional grants and regional transportation funds
- Lower transfers in from General Fund and other funds
- Expenditures decreased with completion of projects and timing of other projects

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* Increases shown as positive amounts and decreases shown as negative amounts
**Excludes Water/Sewer, Airport and Solid Waste capital projects

Other Restricted Funds

Other Governmental Funds** Operating Results FY 2024-25

In millions	FY23/24	FY24/25	Chng*	% Chng
Revenues and Other Sources	302	311	9	3%
Expenditures and Other Uses	(289)	(276)	(13)	(4%)
Net Change in Fund Balance	**13**	**35**		

- Restricted revenues include restricted taxes, transient lodging tax, and other restricted revenues
- Expenditures decreased due to lower debt service

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* Increases shown as positive amounts and decreases shown as negative amounts
**Excludes Water/Sewer, Airport and Solid Waste capital projects

Enterprise Funds Operating Results FY 2024-25

Enterprise Funds

In millions	FY23/24	FY24/25	Chng*	% Chng
Revenues	247	271	24	10%
Expenditures	(216)	(208)	(8)	-4%
Non-Operating Activity	40	29	(11)	-27%
Change in Net Position	**70**	**91**		

- Revenue increase reflects higher water/sewer revenues
- Operating expenditure increases were offset by an increase in the sewer fund’s equity in joint venture
- Other sources decreased due to lower developer contributions

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* Increases shown as positive amounts and decreases shown as negative amounts.

Balance Sheet and Financial Trends

Fiscal Year 2024/25 Year-End Presentation

Balance Sheet

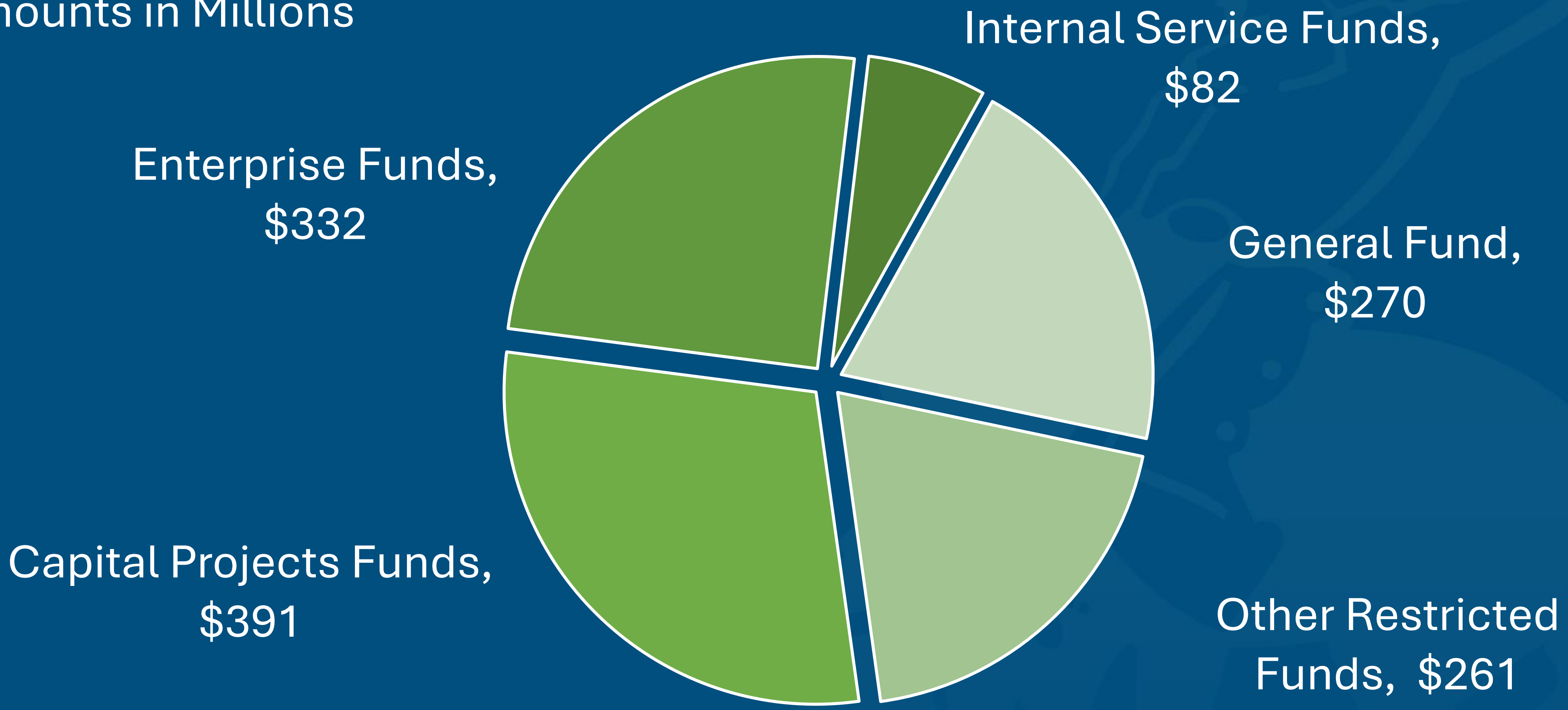
- Increase in assets and liabilities due to operating surpluses, unspent new bond proceeds, increase in capital assets and decrease in pension and other liabilities.

(in millions)	6/30/24	6/30/25	Change	% Change
Assets				
Cash & Investments	1,096	1,336	240	22%
Capital Assets, Net	6,602	6,743	141	2%
Other Assets	497	537	40	8%
Total Assets	**8,195**	**8,616**	**421**	**5%**
Liabilities				
Bonds, Loans and Other Debt	802	931	129	16%
Net Pension Liability	352	336	(16)	-5%
Other Liabilities	326	276	(50)	-15%
Total Liabilities	**1,480**	**1,543**	**63**	**4%**

Source: Audited Annual Comprehensive Financial Reports

$1,336M in Cash & Investments at 6/30/25

Amounts in Millions



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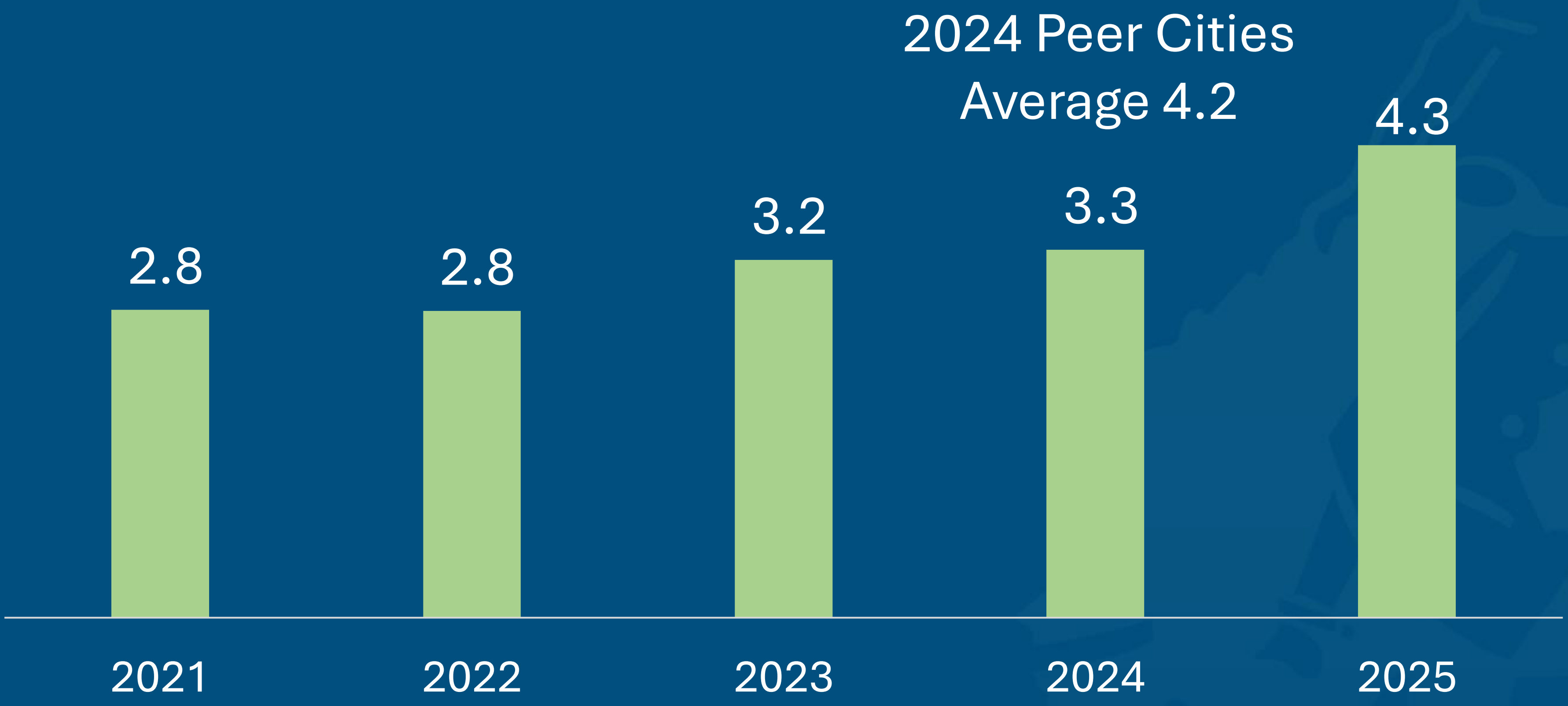
Source: Audited Annual Comprehensive Financial Reports

Liquidity 5 Year Trend

Quick Ratio (cash & investments / current liabilities) at 6/30/25



City maintains cash reserves for:

- Emergencies and unexpected events
- Economic downturns
- Self insurance programs
- Reserves for capital needs
- Maintain AAA bond ratings

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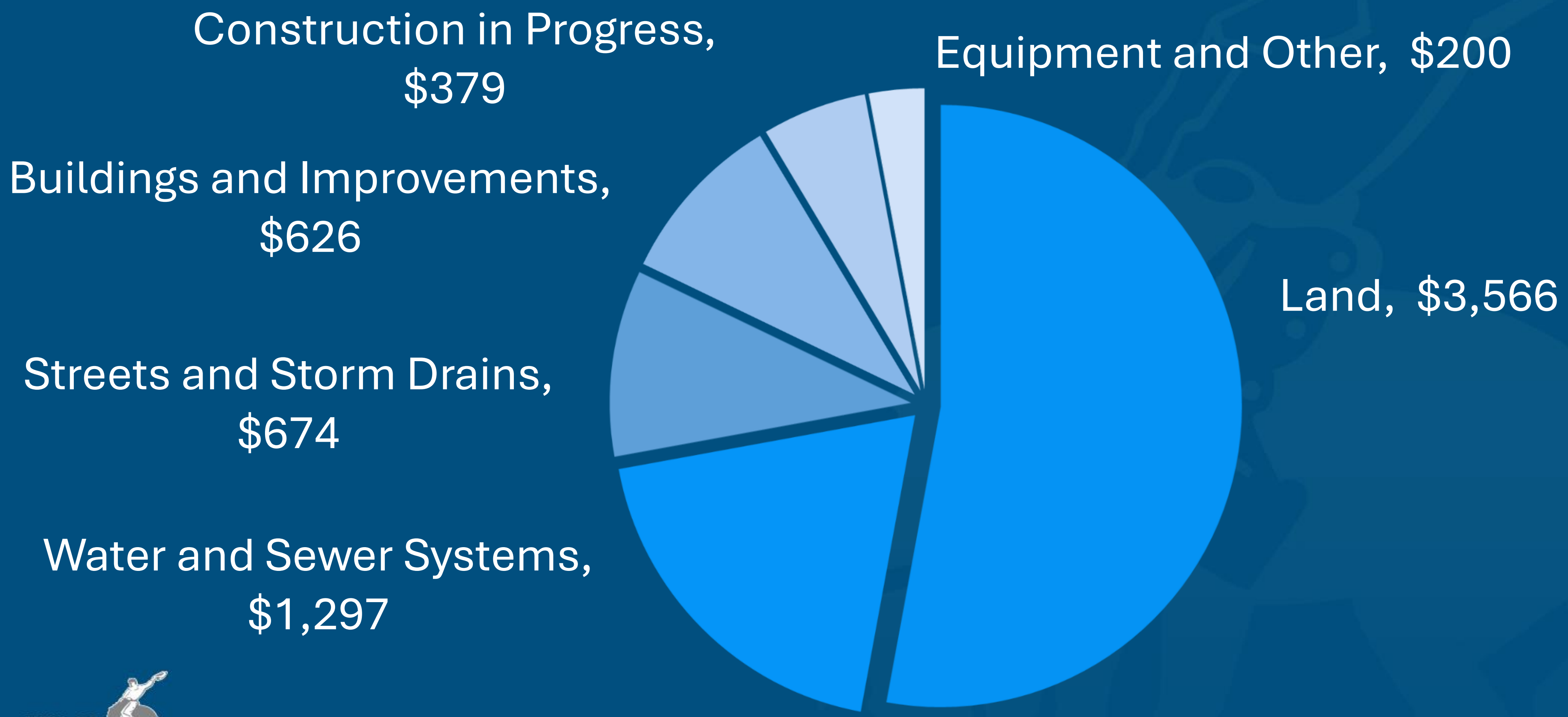
- Increase at 6/30/25 primarily due to unspent new bond proceeds

$6,743M Net Book Value of Capital Assets at 6/30/25

Amounts in Millions



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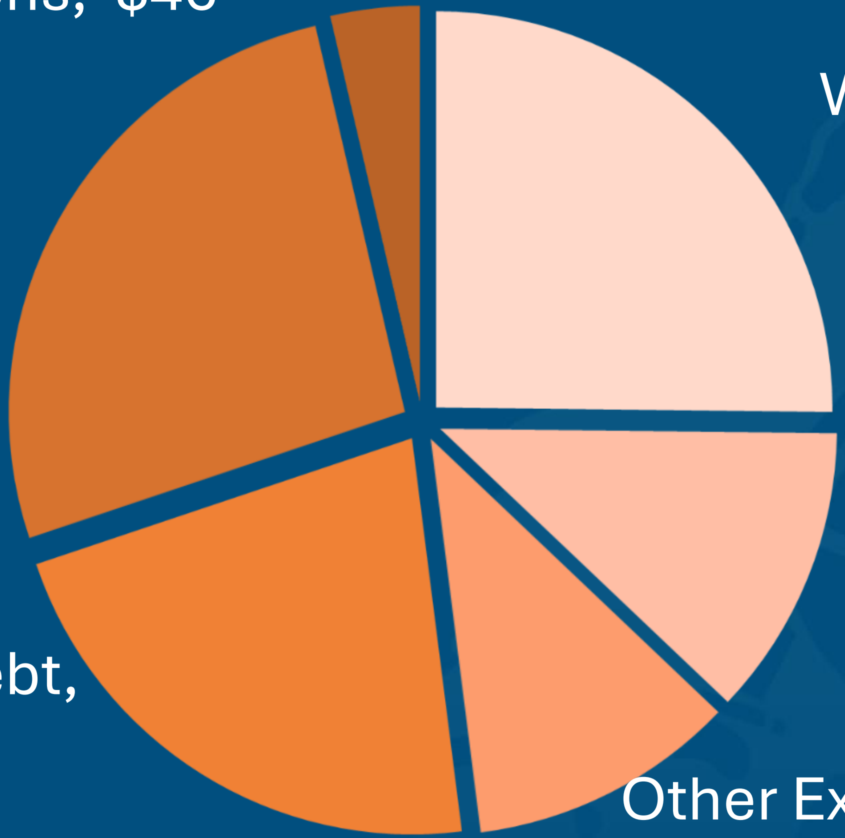
Note: Amounts are original cost net of depreciation. Rounding differences may occur.

$1,267M in Debt and Pension Liabilities at 6/30/25



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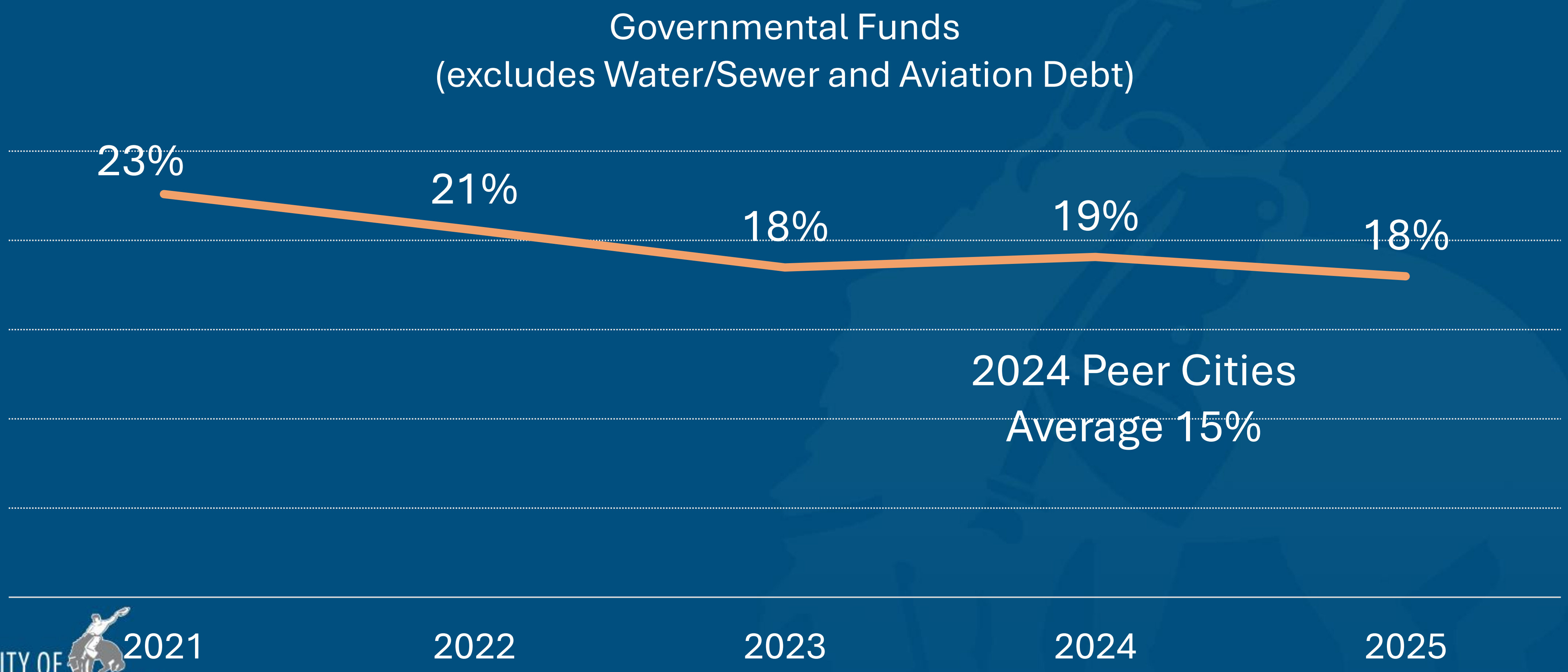
Source: Audited Annual Comprehensive Financial Reports

Debt Service and Required Pension Contributions as Percent of Total Revenues 5 Year Trend



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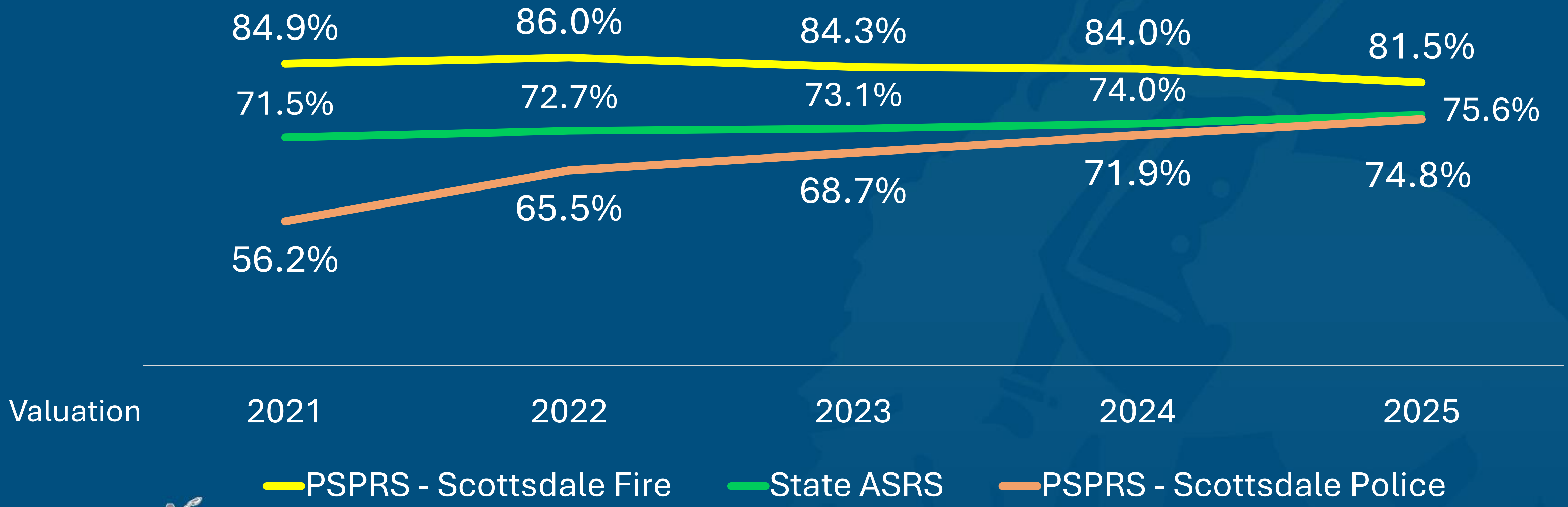
Pension Funded Status 5 Year Trend

2024 Peer Cities Average
Police 82%
Fire 83%



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Source: ASRS and PSPRS Actuarial Reports

City Maintained AAA Bond Ratings

- Strong Reserves and Liquidity
- Economic and Revenue Growth and Diversity
- Manageable Debt and Liabilities
- Sound Financial Policies and Practices

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Note: a fund balance >=20% of operating expenditures and transfers out in the General Fund needed to maintain AAA bond ratings per Fitch Ratings report.

Report on State Imposed Expenditure Limitation

Financial Policy 1.06

Fiscal Year 2024/25

State Imposed Expenditure Limitation FY 2024-25

In millions

	FY24/25	%
Expenditure Limitation (calculated by State)	$613.4	
Preliminary Expenditures Subject to Limitation*	564.5	92%
Remaining Capacity	$48.9	

* Expenditures subject to limitation excludes:

- Infrastructure expenditures
- Debt service
- Grant expenditures
- Certain other exclusions allowed by law