

Monthly Financial Report

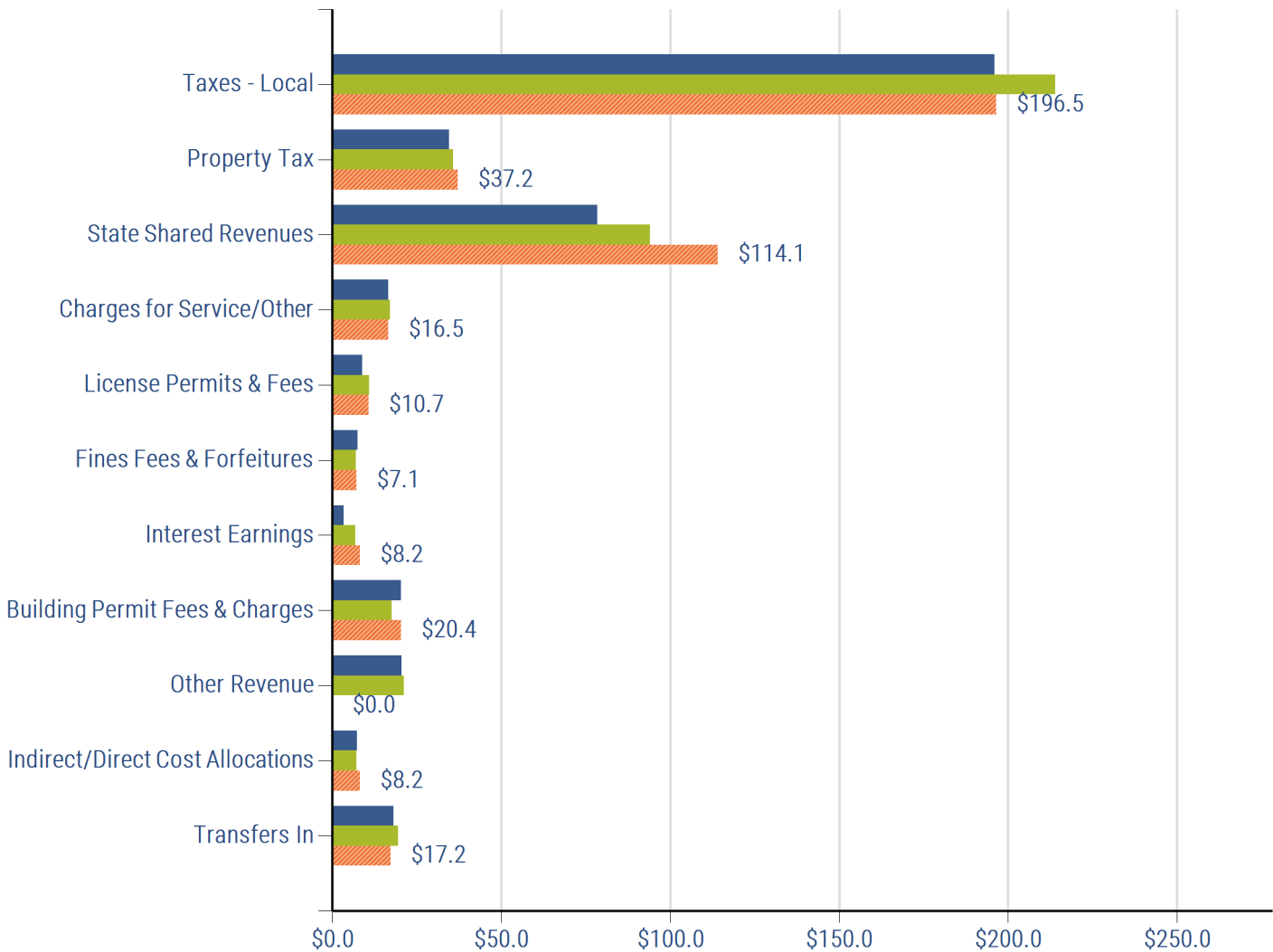
**Fiscal Year to Date as of
July 31, 2023**

Report to the City Council
Prepared by the City Treasurer
September 19, 2023

Sources

General Fund

Twelve Months: Fiscal Year

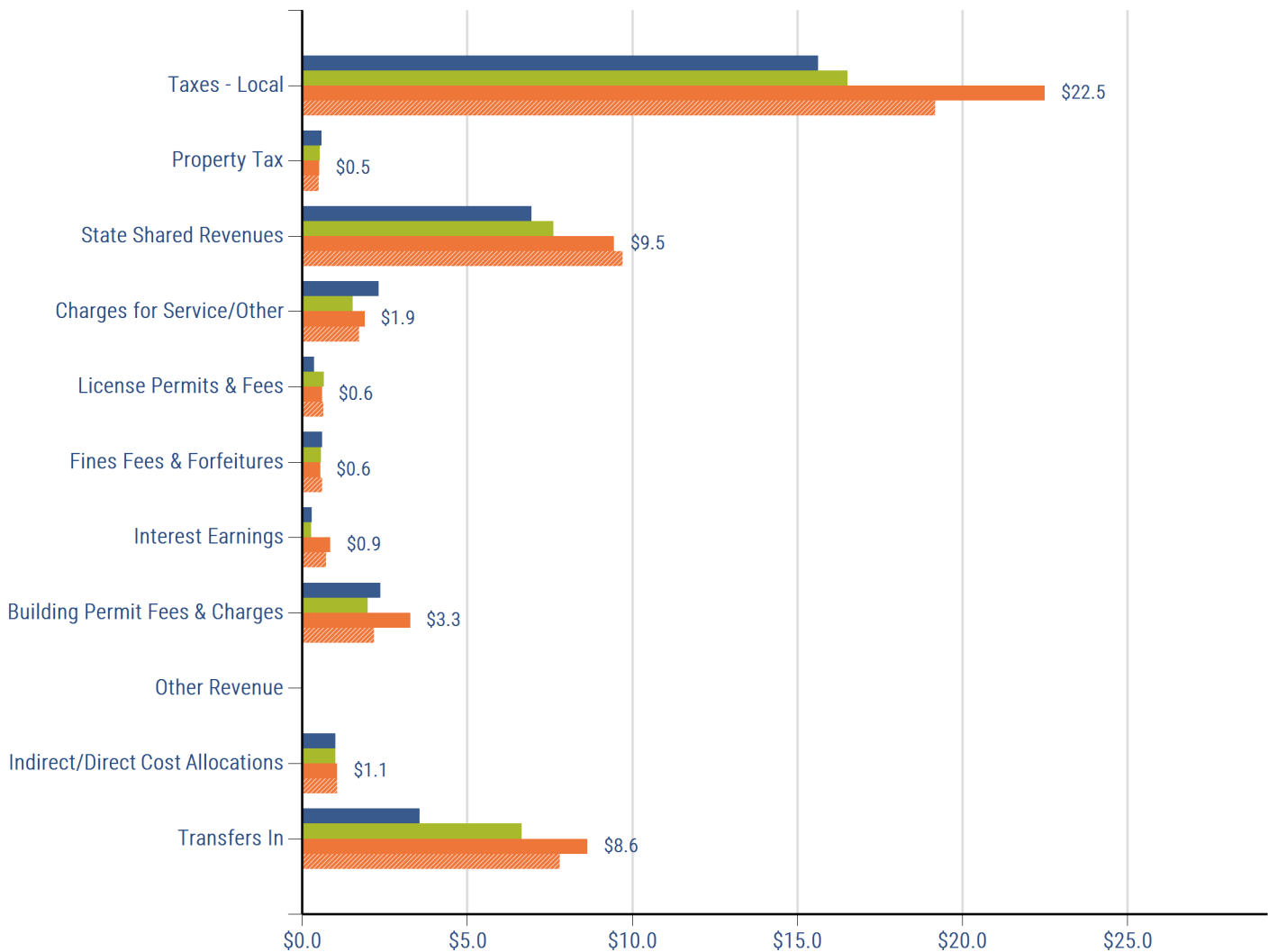


■ FY 2021/22 - Actuals
 ■ FY 2022/23 - Actuals
 ■ FY 2023/24 - Revised Budget

	FY 2021/22 <u>Actuals</u>	FY 2022/23 <u>Actuals</u>	FY 2023/24 <u>Revised Budget</u>
Taxes - Local	\$195.9	n/a	\$196.5
Property Tax	34.6	n/a	37.2
State Shared Revenues	78.5	n/a	114.1
Charges for Service/Other	16.6	n/a	16.5
License Permits & Fees	8.8	n/a	10.7
Fines Fees & Forfeitures	7.5	n/a	7.1
Interest Earnings	3.3	n/a	8.2
Building Permit Fees & Charges	20.3	n/a	20.4
Other Revenue	20.5	n/a	-
Indirect/Direct Cost Allocations	7.2	n/a	8.2
Transfers In	18.2	n/a	17.2
Total Sources	\$411.3	n/a	\$436.1

Note: FY 2022/23 twelve month actuals are not available at this time. Once completed, they will be included within the report.

Sources (Fiscal Year to Date: July 2023)

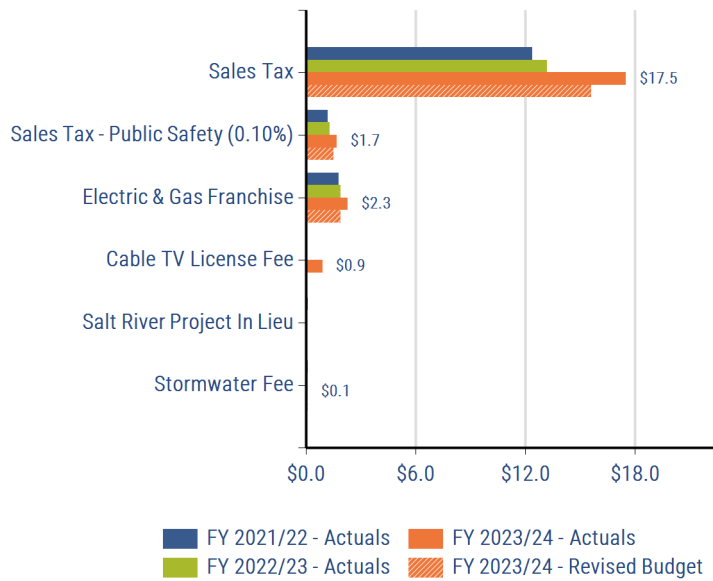


■ FY 2021/22 - Actuals
 ■ FY 2022/23 - Actuals
 ■ FY 2023/24 - Actuals
 ■ FY 2023/24 - Revised Budget

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable)	
					Amount	Percent
Taxes - Local	\$15.6	\$16.5	\$22.5	\$19.2	\$3.3	17%
Property Tax	0.6	0.5	0.5	0.5	-	-
State Shared Revenues	6.9	7.6	9.5	9.7	(0.3)	(3%)
Charges for Service/Other	2.3	1.5	1.9	1.7	0.2	10%
License Permits & Fees	0.4	0.7	0.6	0.7	-	-
Fines Fees & Forfeitures	0.6	0.6	0.6	0.6	(0.1)	(9%)
Interest Earnings	0.3	0.3	0.9	0.7	0.1	15%
Building Permit Fees & Charges	2.4	2.0	3.3	2.2	1.1	50%
Other Revenue	-	-	-	-	-	n/a
Indirect/Direct Cost Allocations	1.0	1.0	1.1	1.1	-	-
Transfers In	3.6	6.6	8.6	7.8	0.8	11%
Total Sources	\$33.7	\$37.4	\$49.4	\$44.2	\$5.2	12%

\$ in millions / rounding differences may occur

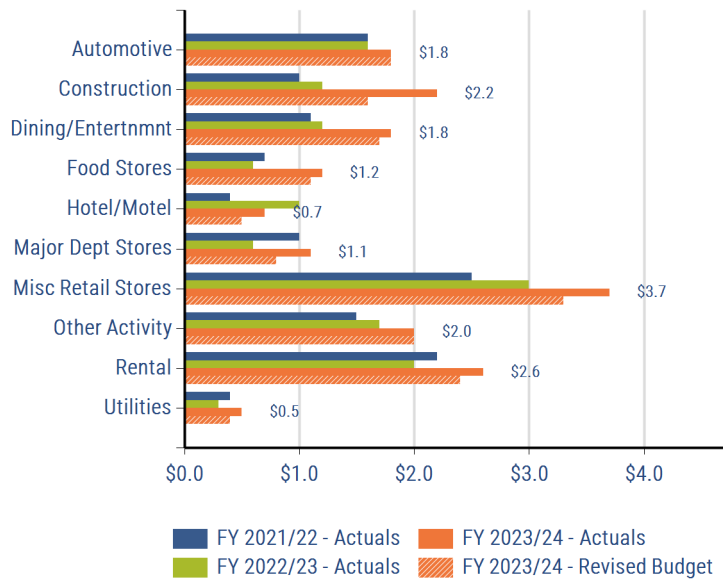
Taxes - Local (Fiscal Year to Date: July 2023)



Actual to Revised Budget variance of \$3.3 million or 17%:
 The favorable variance is primarily due to Sales Tax - see detailed Sales Tax information on page 5. Electric & Gas Franchise and Cable TV License Fee are favorable due to the timing of the Southwest Gas and Cox Communications payments for FY 2022/23 which were received in FY 2023/24. The revenue will be adjusted for August to properly record in FY 2022/23.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Sales Tax	\$12.4	\$13.2	\$17.5	\$15.6	\$1.8	12%
Sales Tax - Public Safety (0.10%)	1.2	1.3	1.7	1.5	0.2	12%
Electric & Gas Franchise	1.8	1.9	2.3	1.9	0.4	22%
Cable TV License Fee	-	-	0.9	-	0.9	n/a
Salt River Project In Lieu	0.1	-	-	-	-	-
Stormwater Fee	0.1	0.1	0.1	0.1	-	-
Taxes - Local Total	\$15.6	\$16.5	\$22.5	\$19.2	\$3.3	17%

Sales Tax (Fiscal Year to Date: July 2023)

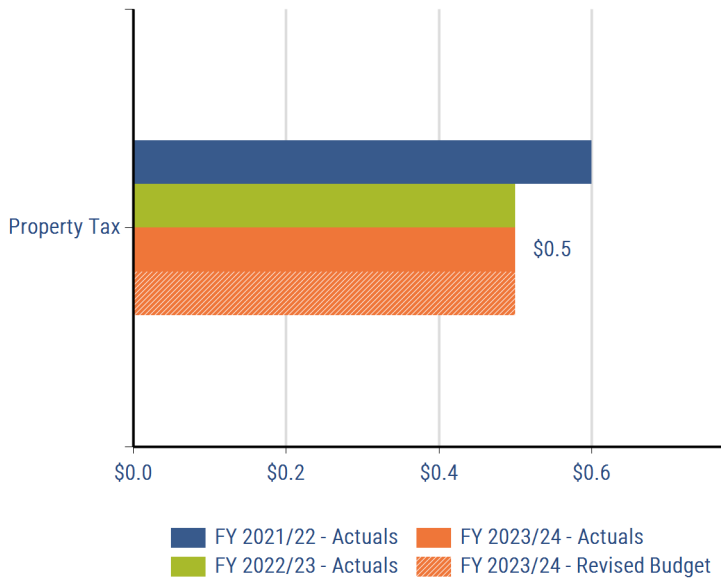


Actual to Revised Budget variance of \$1.8 million or 12%:
 The favorable variance is primarily due to: 1) Construction - increases from residential and commercial construction and a one-time audit payment; 2) Major Dept Stores and Misc Retail Stores - timing differences of when taxpayers reported last year versus this year; and 3) Rental - a one-time taxable speculative sale of an apartment complex.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Automotive	\$1.6	\$1.6	\$1.8	\$1.8	(\$0.1)	(3%)
Construction	1.0	1.2	2.2	1.6	0.6	38%
Dining/Entertainment	1.1	1.2	1.8	1.7	0.1	3%
Food Stores	0.7	0.6	1.2	1.1	0.1	7%
Hotel/Motel	0.4	1.0	0.7	0.5	0.1	29%
Major Dept Stores	1.0	0.6	1.1	0.8	0.3	43%
Misc Retail Stores	2.5	3.0	3.7	3.3	0.3	10%
Other Activity	1.5	1.7	2.0	2.0	-	-
Rental	2.2	2.0	2.6	2.4	0.2	8%
Utilities	0.4	0.3	0.5	0.4	0.1	28%
Sales Tax Total	\$12.4	\$13.2	\$17.5	\$15.6	\$1.8	12%

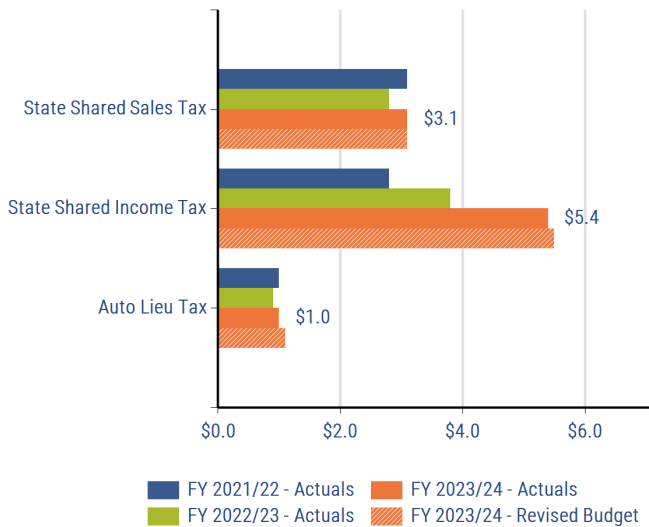
Property Tax (Fiscal Year to Date: July 2023)

Actual to Revised Budget variance of \$0.0 million or 0%
No explanation necessary.



	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Property Tax	\$0.6	\$0.5	\$0.5	\$0.5	\$ -	-
Property Tax Total	\$0.6	\$0.5	\$0.5	\$0.5	\$ -	-

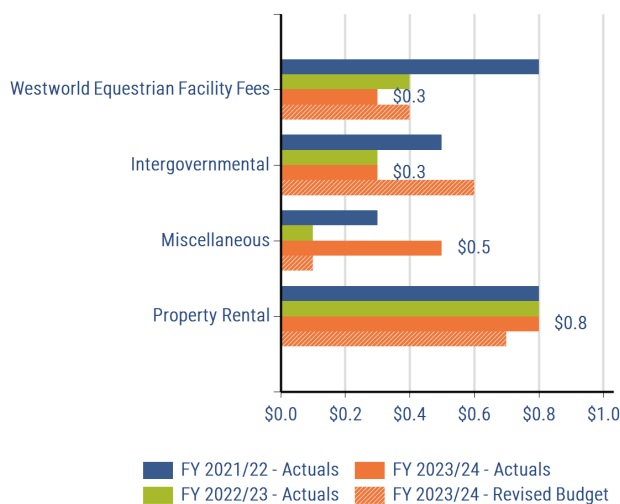
State Shared Revenues (Fiscal Year to Date: July 2023)



Actual to Revised Budget variance of (\$0.3) million or (3%): State Shared Revenue is unfavorable due to higher than forecasted refunds to taxpayers resulting in State Income Tax revenue loss. The unfavorable variance in Auto Lieu Tax is due to timing of vehicle license renewals or revised population counts.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
State Shared Sales Tax	\$3.1	\$2.8	\$3.1	\$3.1	\$ -	-
State Shared Income Tax	2.8	3.8	5.4	5.5	(0.1)	(2%)
Auto Lieu Tax	1.0	0.9	1.0	1.1	(0.1)	(13%)
State Shared Revenues Total	\$6.9	\$7.6	\$9.5	\$9.7	(\$0.3)	(3%)

Charges for Service/Other (Fiscal Year to Date: July 2023)

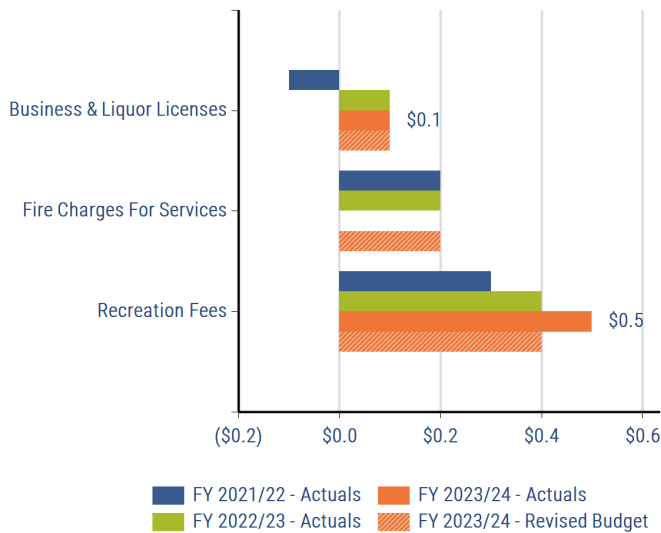


Actual to Revised Budget variance of \$0.2 million or 10%: Charges for Services/Other favorable variance is primarily due to: 1) Miscellaneous - higher than expected salary reimbursements from Maricopa County for increased medical transport services in Public Safety - Fire Division; 2) Property Rental - the timing in receipt of outdoor dining leases. The variance in Charges for Services/Other would have been higher, but it is being offset by the unfavorable variance in Intergovernmental due to timing of payment receipt for the School Resource Officer agreement with the Scottsdale Unified School District.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Westworld Equestrian Facility Fees	\$0.8	\$0.4	\$0.3	\$0.4	\$ -	-
Intergovernmental	0.5	0.3	0.3	0.6	(0.3)	(53%)
Miscellaneous	0.3	0.1	0.5	0.1	0.4	nm
Property Rental	0.8	0.8	0.8	0.7	0.1	18%
Charges for Service/Other Total	\$2.3	\$1.5	\$1.9	\$1.7	\$0.2	10%

License Permits & Fees (Fiscal Year to Date: July 2023)

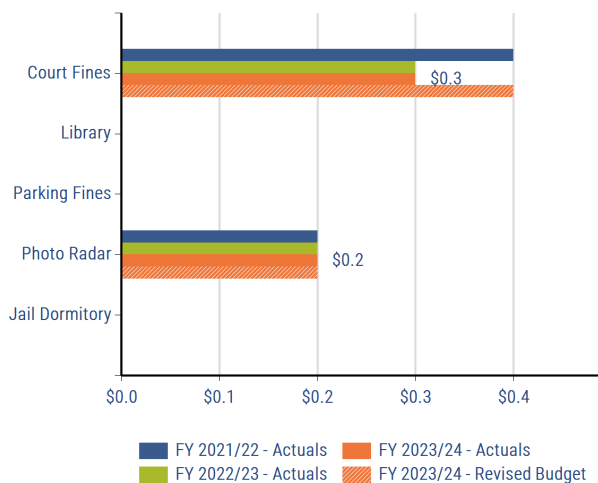
Actual to Revised Budget variance of \$0.0 million or 0%:
No explanation necessary.



	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Business & Liquor Licenses	(\$0.1)	\$0.1	\$0.1	\$0.1	\$ -	-
Fire Charges For Services	0.2	0.2	-	0.2	(0.1)	(73%)
Recreation Fees	0.3	0.4	0.5	0.4	0.1	27%
License Permits & Fees Total	\$0.4	\$0.7	\$0.6	\$0.7	\$ -	-

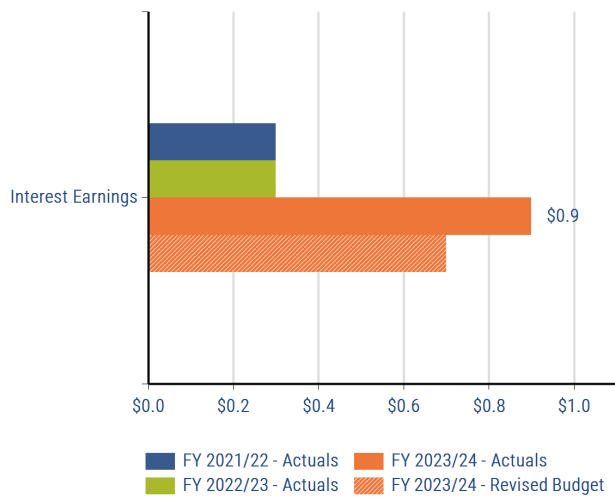
Fines Fees & Forfeitures (Fiscal Year to Date: July 2023)

Actual to Revised Budget variance of (\$0.1) million or (9%):
The unfavorable variance is primarily due to less revenue collected in Court Fines resulted from lower number of civil traffic (non-photo enforcement) case filings.



	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Court Fines	\$0.4	\$0.3	\$0.3	\$0.4	(\$0.1)	(25%)
Library	-	-	-	-	-	-
Parking Fines	-	-	-	-	-	-
Photo Radar	0.2	0.2	0.2	0.2	-	-
Jail Dormitory	-	-	-	-	-	-
Fines Fees & Forfeitures Total	\$0.6	\$0.6	\$0.6	\$0.6	(\$0.1)	(9%)

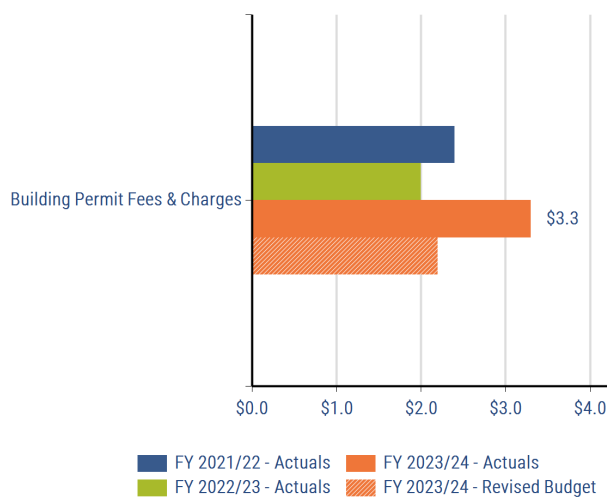
Interest Earnings (Fiscal Year to Date: July 2023)



Actual to Revised Budget variance of \$0.1 million or 15%: The favorable variance is due to the rate of return being higher than expected.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Interest Earnings	\$0.3	\$0.3	\$0.9	\$0.7	\$0.1	15%
Interest Earnings Total	\$0.3	\$0.3	\$0.9	\$0.7	\$0.1	15%

Building Permit Fees & Charges (Fiscal Year to Date: July 2023)

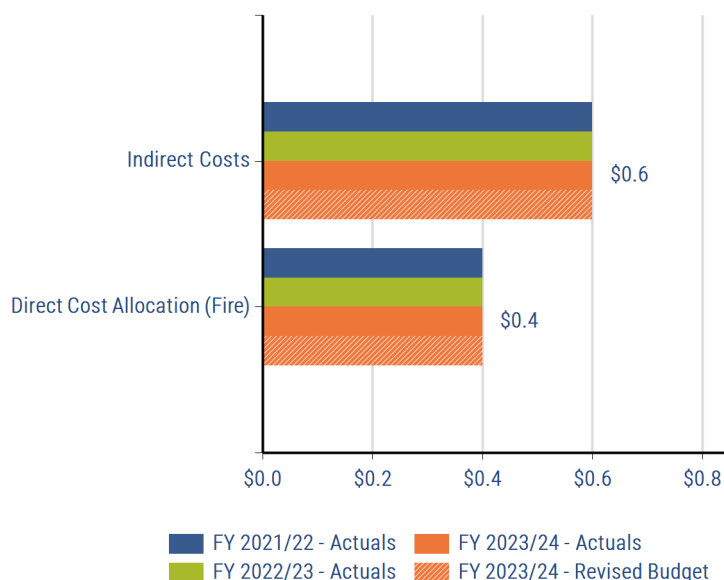


Actual to Revised Budget variance of \$1.1 million or 50%: Building Permit Fees & Charges is favorable due to higher than expected revenues from plan review fees related to new construction, and development permits and fees from general development activities.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Building Permit Fees & Charges	\$2.4	\$2.0	\$3.3	\$2.2	\$1.1	50%
Building Permit Fees & Charges Total	\$2.4	\$2.0	\$3.3	\$2.2	\$1.1	50%

Indirect/Direct Cost Allocations (Fiscal Year to Date: July 2023)

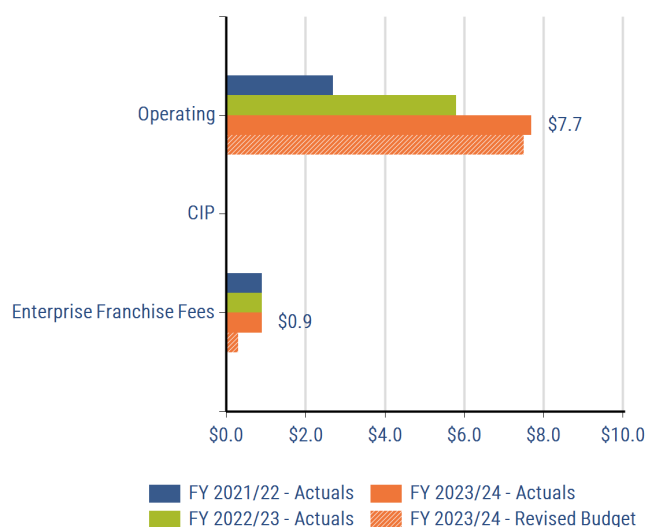
Actual to Revised Budget variance of \$0.0 million or 0%:
No explanation necessary.



	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Indirect Costs	\$0.6	\$0.6	\$0.6	\$0.6	\$ -	-
Direct Cost Allocation (Fire)	0.4	0.4	0.4	0.4	-	-
Indirect/Direct Cost Allocations Total	\$1.0	\$1.0	\$1.1	\$1.1	\$ -	-

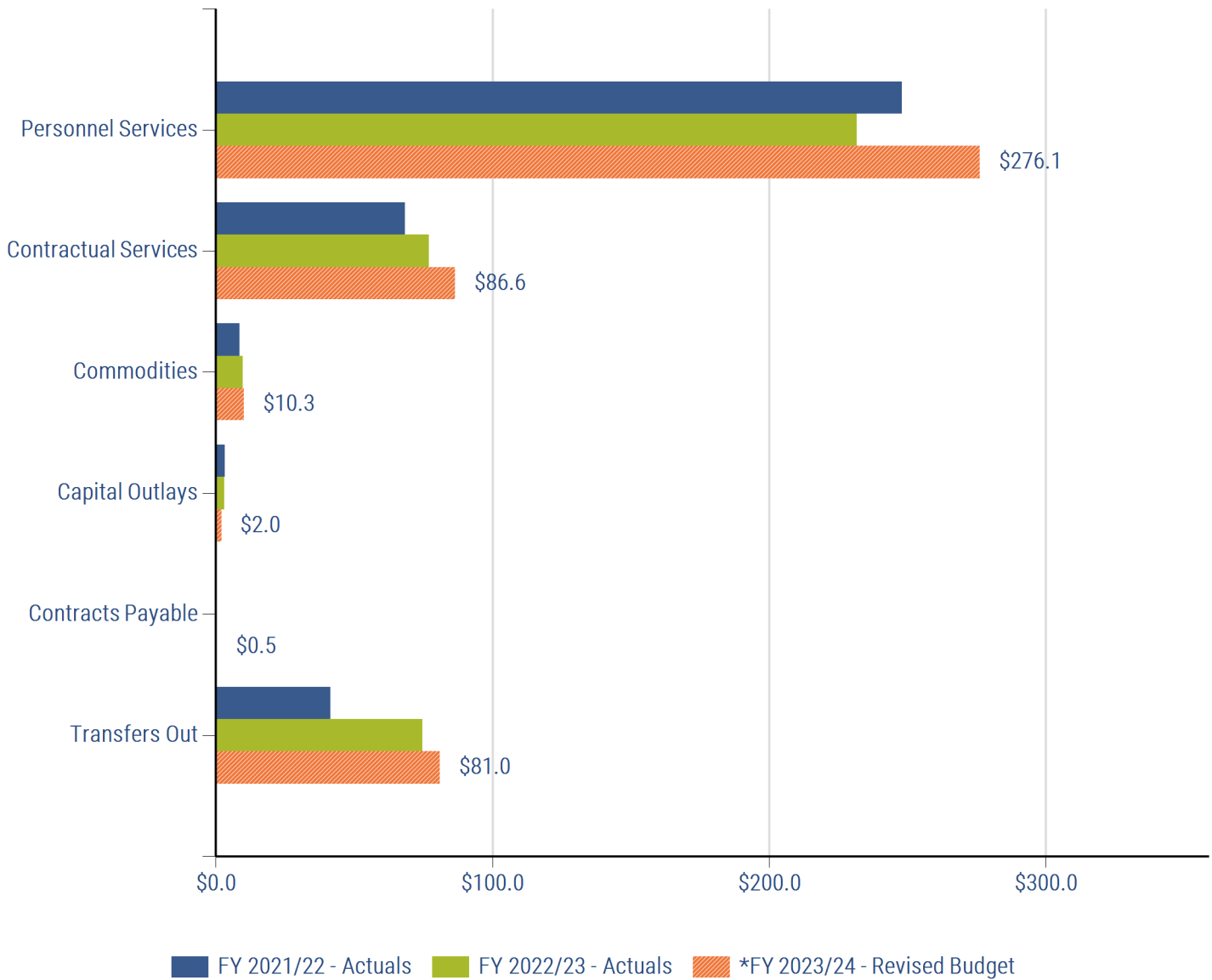
Transfers In (Fiscal Year to Date: July 2023)

Actual to Revised Budget variance of \$0.8 million or 11%:
Transfers In is favorable primarily due to higher than expected Enterprise Franchise Fees collected from higher usage in Water Services and Water Reclamation Services.



	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Operating	\$2.7	\$5.8	\$7.7	\$7.5	\$0.3	3%
CIP	-	-	-	-	-	-
Enterprise Franchise Fees	0.9	0.9	0.9	0.3	0.6	nm
Transfers In Total	\$3.6	\$6.6	\$8.6	\$7.8	\$0.8	11%

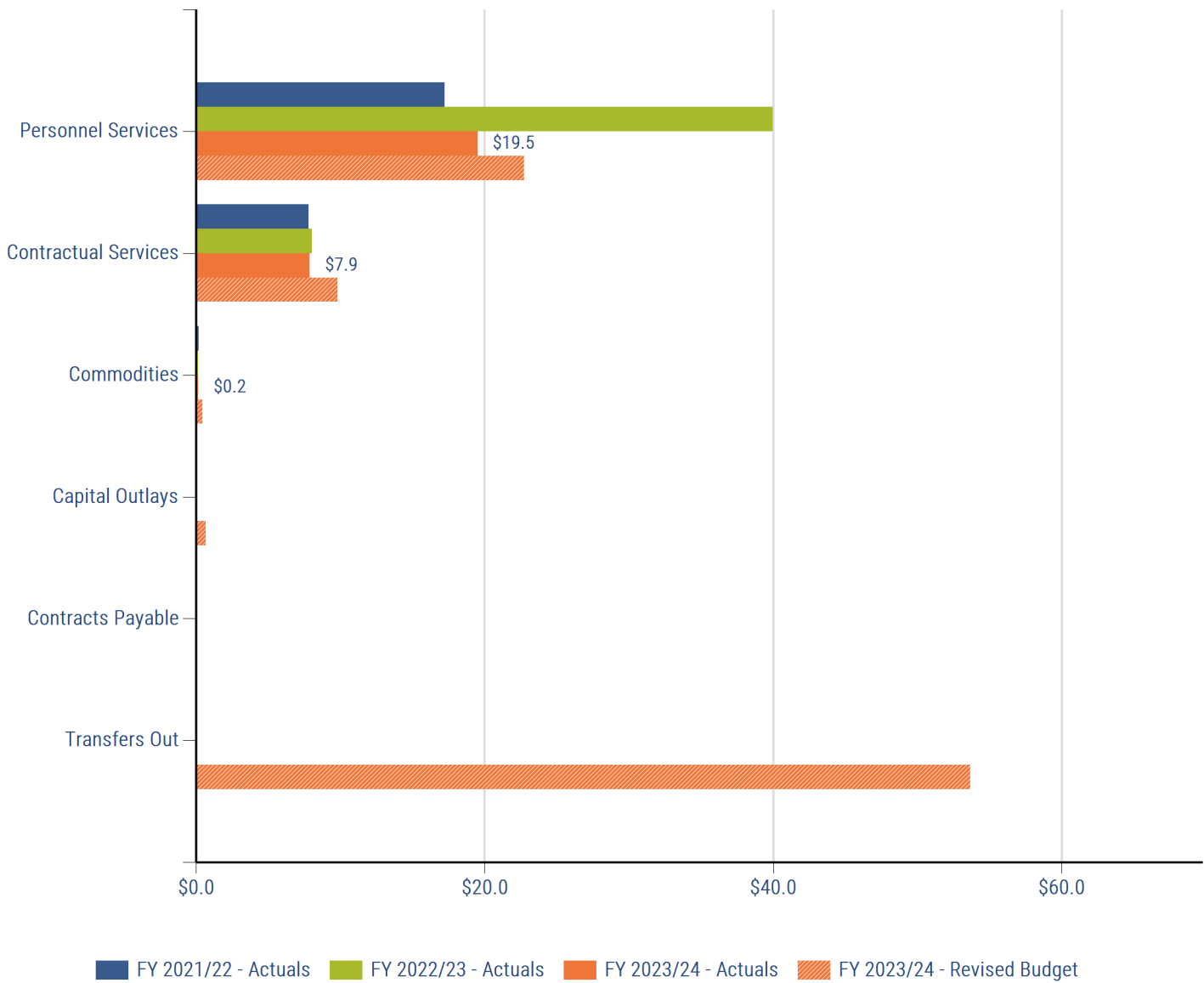
Twelve Months: Fiscal Year



	FY 2021/22 <u>Actuals</u>	FY 2022/23 <u>Actuals</u>	FY 2023/24 <u>Revised Budget</u>
Personnel Services	\$247.9	n/a	\$276.1
Contractual Services	68.4	n/a	86.6
Commodities	8.7	n/a	10.3
Capital Outlays	3.4	n/a	2.0
Contracts Payable	0.4	n/a	0.5
Transfers Out	41.4	n/a	81.0
Total Uses	\$370.2	n/a	\$456.4

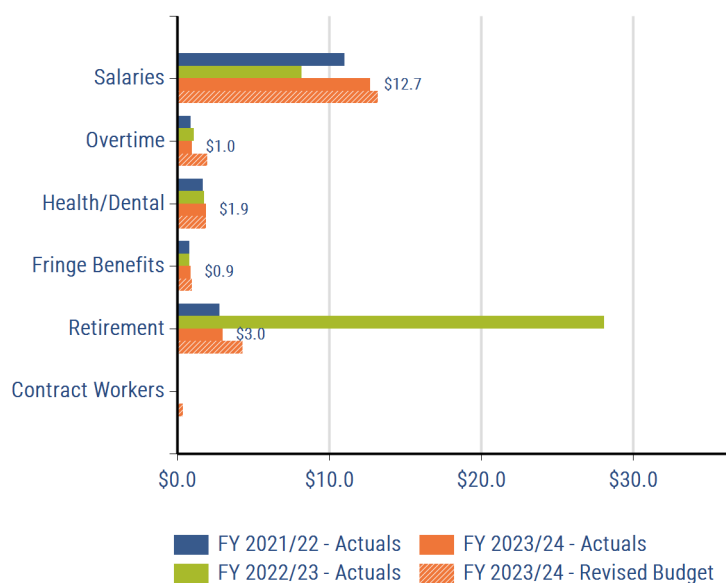
Note: FY 2022/23 twelve month actuals are not available at this time. Once completed, they will be included within the report.

Uses (Fiscal Year to Date: July 2023)



	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable)	
					Amount	Percent
Personnel Services	\$17.2	\$40.0	\$19.5	\$22.8	\$3.2	14%
Contractual Services	7.8	8.0	7.9	9.8	1.9	20%
Commodities	0.2	0.1	0.2	0.4	0.3	64%
Capital Outlays	-	-	-	0.7	0.7	100%
Contracts Payable	-	-	-	-	-	-
Transfers Out	-	-	-	53.7	53.7	100%
Total Uses	\$25.3	\$48.2	\$27.6	\$87.3	\$59.8	68%

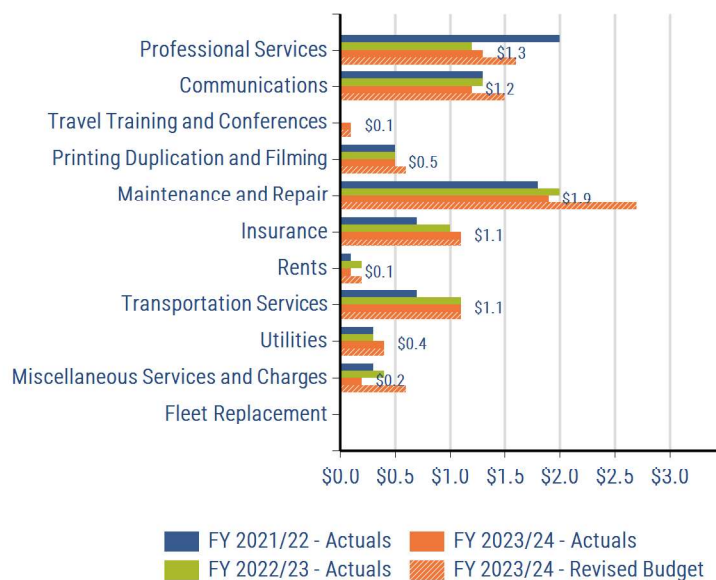
Personnel Services (Fiscal Year to Date: July 2023)



Actual to Revised Budget variance of \$3.2 million or 14%: Salaries is favorable due to rank promotions and retirements with replacement employees coming in at a lower rate than the person who was promoted or left the city. Overtime is favorable due to budget being front-loaded in the fiscal year. Retirement is favorable as a result of front-loading the overtime budget for the fiscal year and also due to changes in personnel salary composition. Contract Workers is favorable due to the timing of implementing an ADA (Americans with Disabilities Act) Transition Plan in the Office of Diversity within the Communications Department.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable)	
					Amount	Percent
Salaries	\$11.0	\$8.2	\$12.7	\$13.2	\$0.5	4%
Overtime	0.9	1.1	1.0	2.0	1.0	51%
Health/Dental	1.7	1.8	1.9	1.9	-	-
Fringe Benefits	0.8	0.8	0.9	1.0	0.1	13%
Retirement	2.8	28.1	3.0	4.3	1.3	30%
Contract Workers	-	-	-	0.4	0.3	95%
Personnel Services Total	\$17.2	\$40.0	\$19.5	\$22.8	\$3.2	14%

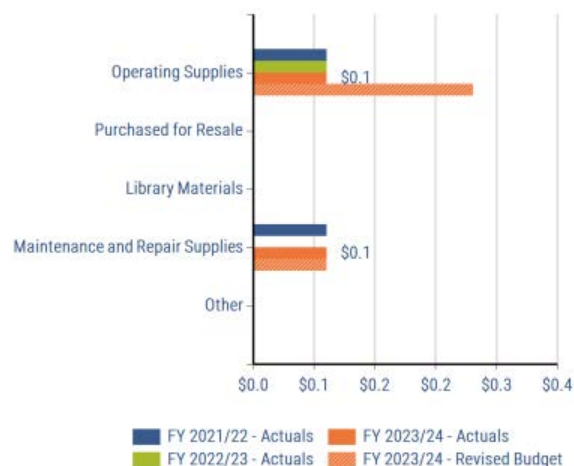
Contractual Services (Fiscal Year to Date: July 2023)



Actual to Revised Budget variance of \$1.9 million or 20%: Professional Services and Communications are favorable primarily due to invoice timing for software, training, consulting services and city memberships. Maintenance and Repair is favorable due the timing of the implementation of a new ERP (Enterprise Resource Planning) system in the City Treasurer Division and the timing for annual software maintenance fees. Miscellaneous Services and Charges is favorable due to timing of payment for city memberships to the League of Arizona Cities and Towns, and to Smart Region Consortium, as well as timing for the payment of the Dispatch contract with the City of Phoenix.

	FY 2021/22	FY 2022/23	FY 2023/24	FY 2023/24	Actual vs. Budget	
	Actuals	Actuals	Actuals	Revised Budget	Favorable / (Unfavorable) Amount	Percent
Professional Services	\$2.0	\$1.2	\$1.3	\$1.6	\$0.3	21%
Communications	1.3	1.3	1.2	1.5	0.3	17%
Travel Training and Conferences	-	-	0.1	0.1	-	-
Printing Duplication and Filming	0.5	0.5	0.5	0.6	-	-
Maintenance and Repair	1.8	2.0	1.9	2.7	0.8	28%
Insurance	0.7	1.0	1.1	1.1	-	-
Rents	0.1	0.2	0.1	0.2	0.1	60%
Transportation Services	0.7	1.1	1.1	1.1	-	-
Utilities	0.3	0.3	0.4	0.4	-	-
Miscellaneous Services and Charges	0.3	0.4	0.2	0.6	0.4	60%
Fleet Replacement	-	-	-	-	-	-
Contractual Services Total	\$7.8	\$8.0	\$7.9	\$9.8	\$1.9	20%

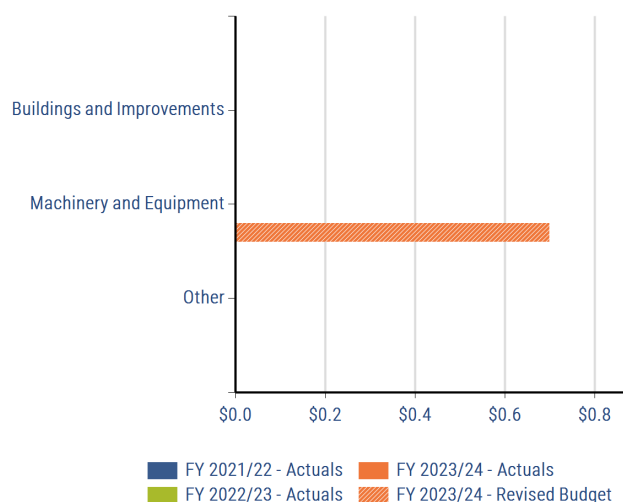
Commodities (Fiscal Year to Date: July 2023)



Actual to Revised Budget variance of \$0.3 million or 64%:
 Operating Supplies is favorable due to: 1) education & recreation and chemicals & laboratory supplies purchases being based on current inventory; 2) the purchase of ammunition and weapons by the Public Safety - Police Division being recorded in FY 2022/23 versus as anticipated, in FY 2023/24; and 3) timing on office furniture and equipment purchase for new positions.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Operating Supplies	\$0.1	\$0.1	\$0.1	\$0.3	\$0.3	83%
Purchased for Resale	-	-	-	-	-	-
Library Materials	-	-	-	-	-	-
Maintenance and Repair Supplies	0.1	-	0.1	0.1	-	-
Other	-	-	-	-	-	-
Commodities Total	\$0.2	\$0.1	\$0.2	\$0.4	\$0.3	64%

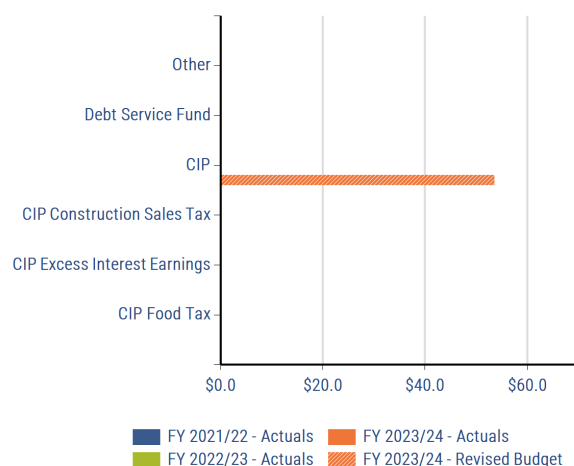
Capital Outlays (Fiscal Year to Date: July 2023)



Actual to Revised Budget variance of \$0.7 million or 100%: Machinery and Equipment is favorable due to timing of purchasing vehicles for three new Code Enforcement Inspector positions in the Planning and Development Services Department, and timing of purchasing an extrication tool in the Public Safety - Fire Division.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Buildings and Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	-
Machinery and Equipment	-	-	-	0.7	0.7	100%
Other	-	-	-	-	-	-
Capital Outlays Total	\$0.0	\$0.0	\$0.0	\$0.7	\$0.7	100%

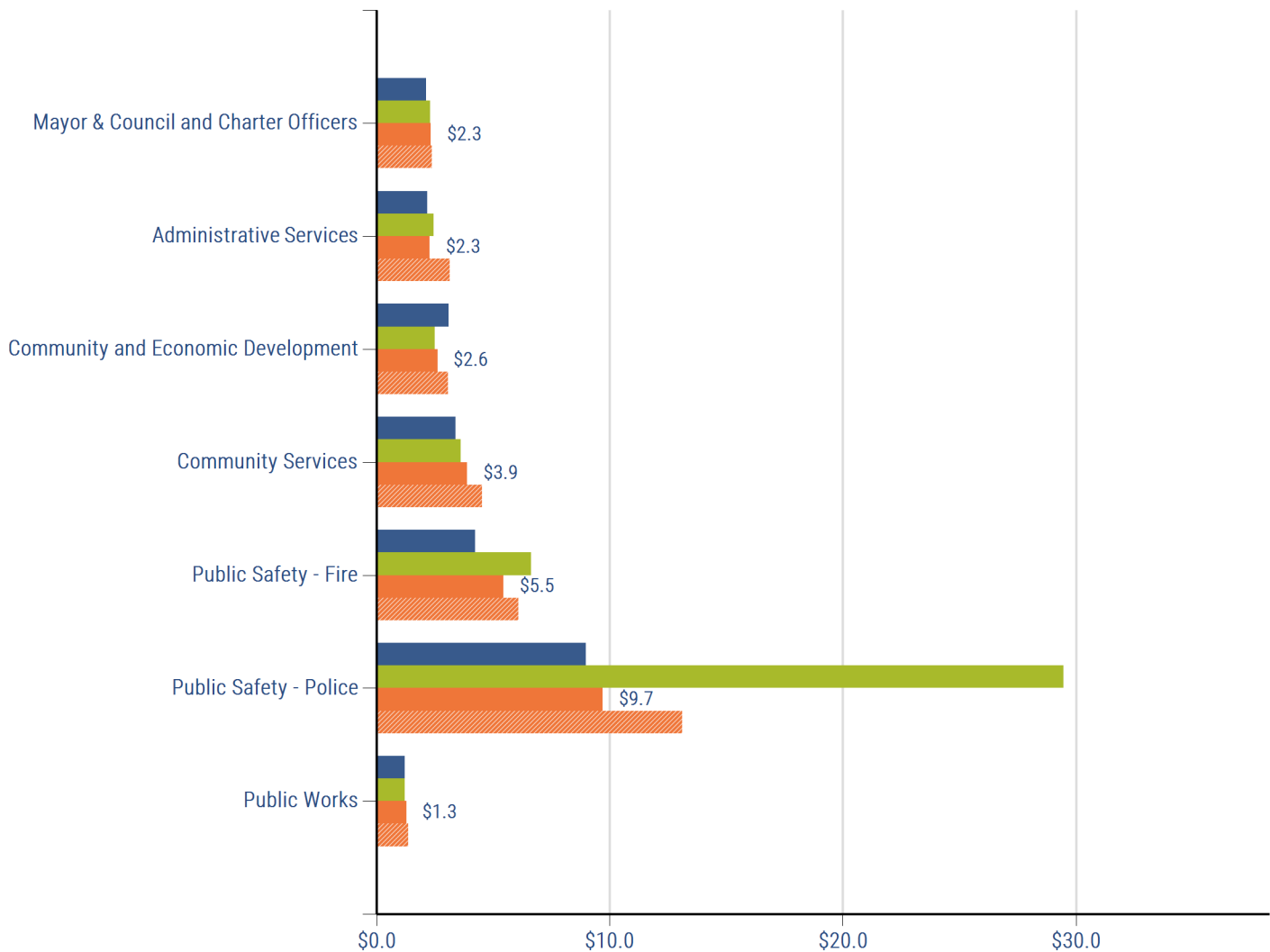
Transfers Out (Fiscal Year to Date: July 2023)



Actual to Revised Budget variance of \$53.7 million or 100%: Transfers Out is favorable due to the timing of transfers from General Fund operating to CIP projects, that will be processed in August.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Other	\$ -	\$ -	\$ -	\$ -	\$ -	-
Debt Service Fund	-	-	-	-	-	-
CIP	-	-	-	53.7	53.7	100%
CIP Construction Sales Tax	-	-	-	-	-	-
CIP Excess Interest Earnings	-	-	-	-	-	-
CIP Food Tax	-	-	-	-	-	-
Transfers Out Total	\$0.0	\$0.0	\$0.0	\$53.7	\$53.7	100%

Division Expenditures (Fiscal Year to Date: July 2023)



■ FY 2021/22 - Actuals
 ■ FY 2022/23 - Actuals
 ■ FY 2023/24 - Actuals
 ■ FY 2023/24 - Revised Budget

	FY 2021/22	FY 2022/23	FY 2023/24	FY 2023/24	Actual vs. Budget	
	Actuals	Actuals	Actuals	Revised Budget	Favorable / (Unfavorable) Amount	Percent
Mayor & Council and Charter Officers	\$2.1	\$2.3	\$2.3	\$2.4	\$ -	-
Administrative Services	2.2	2.4	2.3	3.1	0.9	27%
Community and Economic Development	3.1	2.5	2.6	3.1	0.5	15%
Community Services	3.4	3.6	3.9	4.5	0.6	14%
Public Safety - Fire	4.2	6.6	5.5	6.1	0.6	10%
Public Safety - Police	9.0	29.5	9.7	13.1	3.4	26%
Public Works	1.2	1.2	1.3	1.4	0.1	5%
Total	\$25.2	\$48.1	\$27.6	\$33.7	\$6.1	18%

Actual to Revised Budget variance of \$6.1 million or 18%:

Administrative Services is favorable due to: 1) timing of implementing an ADA (Americans with Disabilities Act) Transition Plan in the Office of Diversity within the Communications Department; 2) timing of payment for software maintenance and licensing, memberships and consulting services; and 3) timing on furniture and equipment purchase for new positions.

Community and Economic Development is favorable due to: 1) timing of purchasing vehicles for three new Code Enforcement Inspector positions in the Planning and Development Services Department; and 2) timing of payment for the Scottsdale Arts contract.

Community Services is favorable due to: 1) timing of purchasing an autonomous Robot Field Painter for the Sports Complex; 2) timing of payment for the annual maintenance fees for Library systems; and 3) education & recreation and chemicals & laboratory supplies purchases being based on current inventory.

Public Safety -Fire is favorable due to timing for the payment of the Dispatch contract with the City of Phoenix, and 2) timing of purchasing an extrication tool.

Public Safety - Police is favorable due to overtime budget being front-loaded at the beginning of the fiscal year, and its fringe benefits; 2) timing of purchase of ammunition and weapons being recorded in FY 2022/23 versus as anticipated, in FY 2023/24.