

# **FY 2025/26**

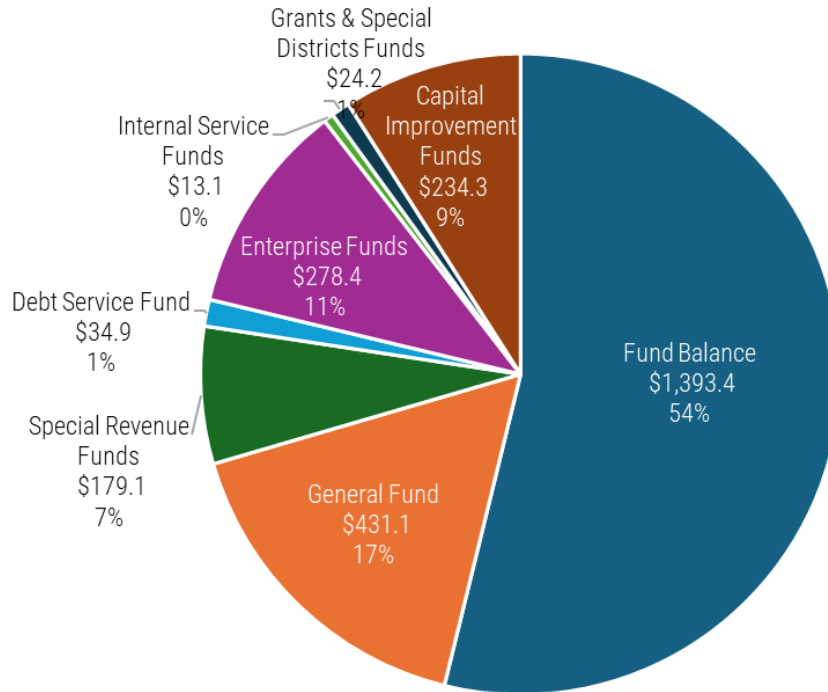
## **Proposed Budget**

### **Overview**

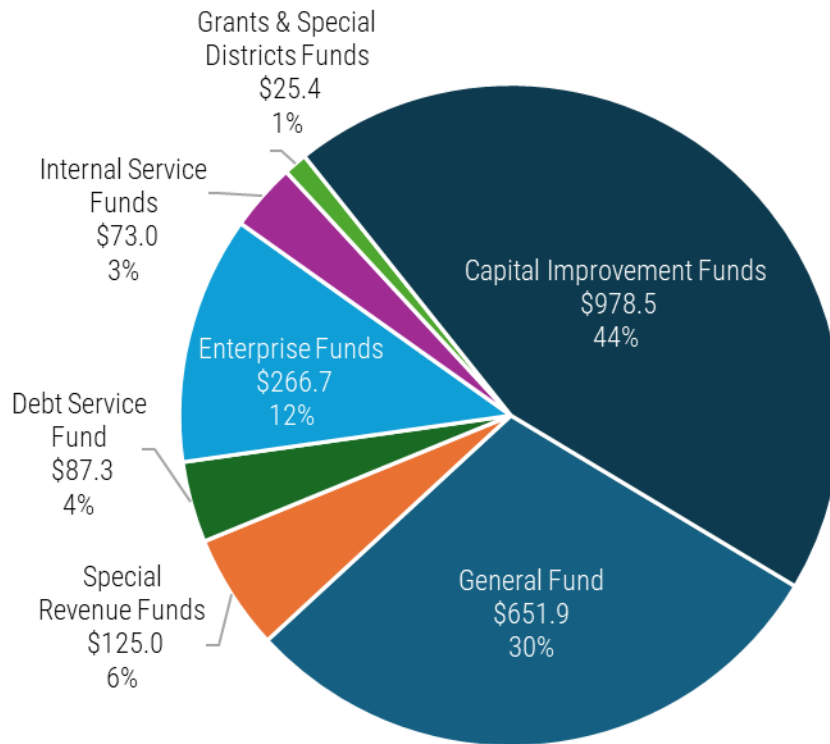


## Total Budget Overview

The City of Scottsdale FY 2025/26 proposed budget is funded by a total of \$2,588.6 million in revenue and fund balance. The total amount of fund balance available is \$1,393.4 million, and the estimated revenue, \$1,195.1 million, which includes \$234.3 million in Capital Improvement Funds, \$431.1 million in General Fund, \$278.4 million in Enterprise Funds, and \$251.3 million in other funds. A complete detail of revenues can be found on the Total Appropriation schedule.



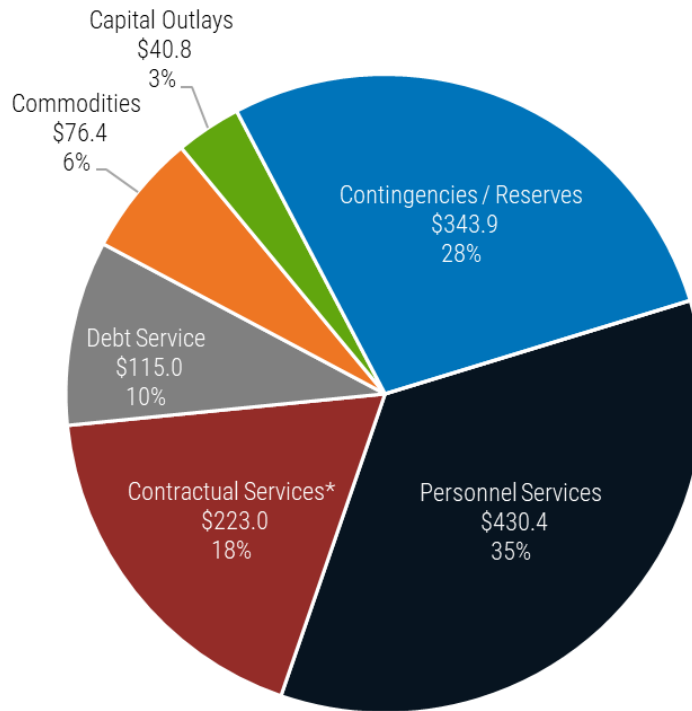
The total City of Scottsdale FY 2025/26 proposed budget appropriation is \$2,208.0 million, which includes \$370.4 million in contingencies/reserves. The Capital Improvement Plan and its associated contingencies/reserves accounts for 44 percent of the annual budget appropriation at \$978.5 million.



Rounding differences may occur.

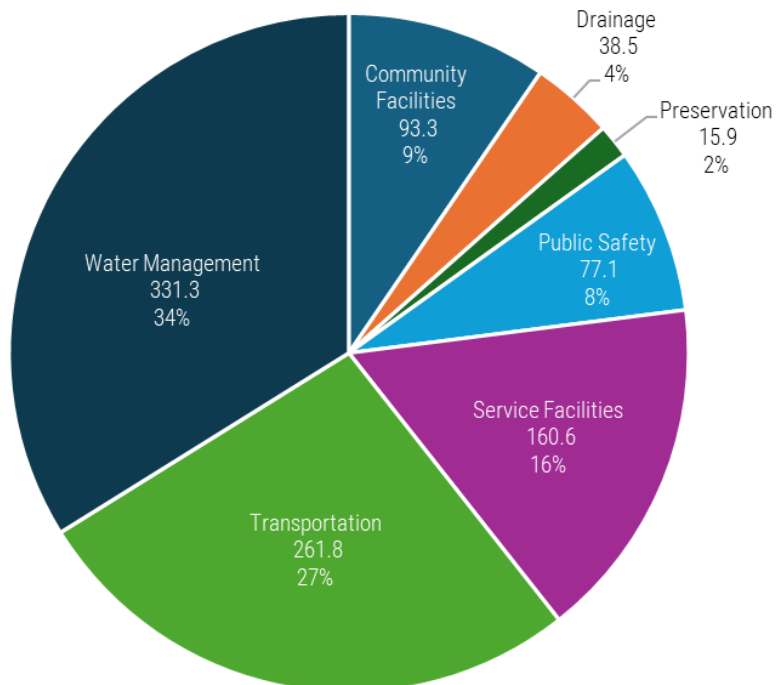
## Total Budget Overview

The total operating budget appropriation is \$1,229.5 million, and includes \$343.9 million in contingencies/reserves, or 28 percent of the budget. The largest expense type is Personnel Services at 35 percent or \$430.4 million.



\* Includes Internal Service Offsets and Indirect Costs.

The total Capital Improvement Plan appropriation is \$978.5 million, and includes \$26.5 million in contingencies/reserves. Below is the breakdown by program.



Total budget appropriation by expense category is displayed below.

Rounding differences may occur.

# Total Budget Overview

	Sources			Uses						Ending Balance		
	Beginning Balance	Revenue	Transfers In	Personnel Services	Contractual & Debt Service	Commodities	Capital Outlays	Contingencies / Reserves	Other <sup>1</sup>		Transfers Out	
<b>General Fund</b>	278,056,759	423,352,837	18,494,590	341,181,225	99,242,315	12,853,971	6,909,169	181,646,670	-	61,302,960	16,767,876	
<b>Ambulance Service Fund</b>	-	7,748,832	2,348,647	6,933,581	1,295,219	1,464,676	404,003	-	-	-	-	
<b>Special Revenue Funds</b>	30,810,748	56,948,369	-	13,025,051	20,287,020	1,503,299	2,267,017	4,708,239	-	24,409,457	21,559,034	
Transportation	159,867,258	29,650,529	-	-	-	-	-	17,826,600	-	37,906,235	133,784,952	
Preservation	-	25,214,181	-	-	-	-	-	-	-	25,214,181	-	
P&P - Park Allocation	-	-	3,428,485	254,033	1,514,249	176,400	291,060	670,722	-	-	522,021	
P&P - Park Maintenance	-	-	4,408,053	950,759	1,974,015	221,847	-	943,986	-	-	317,446	
P&P - Preserve Maintenance	-	-	1,714,243	819,113	25,405	62,894	347,600	376,503	-	-	82,728	
P&P - Police Ranger	-	-	2,448,918	1,225,140	398,150	99,860	30,884	526,210	-	-	168,674	
P&P - Fire Mitigation	-	-	12,489,482	-	1,870,000	660,000	200,000	2,307,833	-	4,962,776	2,488,873	
P&P - Park Improvements	23,384,986	27,856,588	-	6,389,855	6,153,228	2,183,539	120,000	1,500,000	-	13,100,508	21,794,444	
Special Programs	14,713,383	37,265,537	-	891,137	23,308,340	8,661	63,270	4,000,000	-	12,155,450	11,552,062	
Tourism Development	5,977,221	2,205,073	-	947,340	434,289	129,141	1,150,000	2,201,721	-	1,660,000	1,659,803	
Stadium Facility	-	-	-	-	-	-	-	-	-	-	-	
<b>Debt Service Fund</b>	886,1572	34,851,032	43,581,009	-	78,562,788	-	-	8,730,825	-	-	-	
<b>Enterprise Funds</b>	122,534,395	229,595,061	11,210,140	32,755,658	73,117,144	45,048,861	441,300	55,916,307	7,572,474	99,032,744	49,455,108	
Water & Water Reclamation	10,291,960	38,400,835	-	11,898,642	19,563,457	966,652	6,720	6,166,119	2,005,323	2,415,605	5,670,277	
Solid Waste	15,907,867	10,425,397	-	1,839,055	3,417,205	68,300	12,000	5,352,093	600,754	156,774	14,887,083	
Aviation	-	-	-	-	-	-	-	-	-	-	-	
<b>Internal Service Funds</b>	21,175,484	603,633	-	6,066,338	2,303,065	9,726,672	170,000	1,000,000	(16,500,065)	12,788,833	6,224,274	
Fleet Management	-	550,000	12,600,000	-	-	100,000	26,994,758	1,000,000	(15,494,758)	-	550,000	
Fleet Replacement	1,457,935	-	-	-	-	-	1,317,661	100,000	(1,010,659)	-	1,050,933	
PC Replacement	32,824,065	1,443,687	-	1,950,268	17,223,864	375,159	-	34,707,698	(20,105,408)	116,171	-	
Risk Management	22,789,733	10,503,316	150,000	338,677	43,716,004	-	-	10,234,281	(31,171,221)	-	10,325,308	
Healthcare Self-Insurance	-	-	-	-	-	-	-	-	-	-	-	
<b>Grants &amp; Special Districts</b>	-	23,637,740	1,192,098	2,956,208	17,075,825	712,690	73,447	4,000,000	-	11,668	-	
Grants	-	579,465	31,54	-	582,619	-	-	-	-	-	-	
Special Districts	-	-	-	-	-	-	-	-	-	-	-	
<b>Capital Improvement Funds</b>	644,777,325	234,300,299	186,533,783	-	-	-	951,999,263	26,510,560	-	5,389,240	81,732,944	
			<b>Total Operating Budget Appropriation<sup>2</sup></b>						<b>1,229,460,039</b>			
			<b>Total Capital Budget Appropriation</b>						<b>978,509,823</b>			
<b>Total All Funds</b>	<b>1,393,430,691</b>	<b>1,195,132,411</b>	<b>300,622,602</b>	<b>430,422,080</b>	<b>412,064,201</b>	<b>76,362,622</b>	<b>992,798,152</b>	<b>370,426,367</b>	<b>(74,103,560)</b>	<b>300,622,602</b>	<b>380,593,240</b>	

**Total Budget Appropriation<sup>2</sup> 2,207,969,862**

<sup>1</sup>Other includes Internal Service Offsets and Indirect Costs.

<sup>2</sup>Total Budget Appropriation excludes Transfers Out and assumes the use of reserve appropriations.

**FY 2025/26 PROPOSED BUDGET - TOTAL APPROPRIATIONS**

<b>Description</b>	<b>General Fund<sup>(a)</sup></b>	<b>Special Revenue Funds</b>	<b>Debt Service Fund</b>	<b>Enterprise Funds</b>	<b>Internal Service Funds</b>	<b>Grants &amp; Special Districts Fund</b>	<b>Capital Improvement Funds</b>	<b>Total</b>
<b>Beginning Fund Balance</b>	<b>278,056,759</b>	<b>234,753,596</b>	<b>8,861,572</b>	<b>148,734,222</b>	<b>78,247,217</b>	<b>-</b>	<b>644,777,325</b>	<b>1,393,430,691</b>
<b>Revenues</b>								
<b>Taxes - Local</b>								
Sales Tax	170,787,302	84,047,283		259,461			16,809,453	271,903,499
Sales Tax - Public Safety (0.10%)	17,409,462							17,409,462
Electric & Gas Franchise	10,487,242	265,000						10,752,242
Cable TV License Fee	2,894,791							2,894,791
Stormwater Fee	962,319			339,642				1,301,961
Salt River Project In Lieu	200,000							200,000
Stormwater Fee - CIP		7,868,373						7,868,373
Transient Occupancy Tax		33,000,000						33,000,000
<b>Charges For Service/Other</b>								
Intergovernmental	6,022,182	2,870,356					111,167,850	120,060,388
Property Rental	5,924,773	5,219,412		429,172		67,100		11,640,457
Miscellaneous	1,787,411	5,568,539		3,141,964	1,119,905	602,615		12,220,434
Westworld Equestrian Facility Fees	6,614,024	1,286,364						7,900,388
Contributions & Donations	-	1,830,772		9,000		2,647,107		4,486,879
<b>State Shared Revenues</b>								
State Shared Income Tax	46,243,346							46,243,346
State Shared Sales Tax	38,560,076							38,560,076
Auto Lieu Tax	12,401,290							12,401,290
<b>Property Tax</b>								
Property Tax	40,008,197		34,851,032		678,687			75,537,916
<b>Other Revenue</b>								
Grants				492,914		16,320,918	29,182,307	45,996,139
Special Districts						579,465		579,465
Property Rental		635,176						635,176
Reimbursements from Outside Sources					1,103,912			1,103,912
<b>Interest Earnings</b>								
Interest Earnings	11,103,081	8,408,279		3,303,032			6,065,689	28,880,081
<b>License Permits &amp; Fees</b>								
Recreation Fees	6,009,970	4,963,254						10,973,224
Fire Charges For Services <sup>(a)</sup>	10,793,194							10,793,194
Business & Liquor Licenses	2,669,037	50,160						2,719,197
<b>Building Permit Fees &amp; Charges</b>								
Building Permit Fees & Charges	23,752,610	126,120					75,000	23,953,730
<b>Indirect/Direct Cost Allocations</b>								
Indirect Costs	8,796,368			919,905				9,716,273
Direct Cost Allocation (Fire)	462,278							462,278
Indirect/Direct Cost Allocations		20,000						20,000
<b>Fines Fees &amp; Forfeitures</b>								
Court Fines	4,113,661	2,618,654						6,732,315
Photo Radar	2,644,511							2,644,511
Parking Fines	261,000							261,000
Library	43,726	119,646						163,372
Jail Dormitory	149,818							149,818
Police Fees		95,400						95,400
<b>Taxes- From Other Agencies</b>								
Local Transportation Assistance Fund		610,000						610,000
Highway User Tax		19,537,489						19,537,489
<b>Other Financing Sources</b>								
Bond Proceeds							50,000,000	50,000,000
<b>Utilities &amp; Enterprises</b>								
Water Service Charges				142,943,240			11,000,000	153,943,240
Non-Potable Water Service Charges				18,676,089			2,100,000	20,776,089
Water Reclamation Service Charges				60,413,477			7,900,000	68,313,477
Airport Fees				9,391,985				9,391,985
Refuse/Recycling				38,101,412				38,101,412
<b>Internal Service Charges</b>								
Fleet Management					31,994,823			31,994,823
Self Insurance					61,474,761			61,474,761
PC Replacement					1,010,659			1,010,659
Less Internal Service Funds Offset					(84,282,111)			(84,282,111)
<b>Subtotal</b>	<b>431,101,669</b>	<b>179,140,277</b>	<b>34,851,032</b>	<b>278,421,293</b>	<b>13,100,636</b>	<b>20,217,205</b>	<b>234,300,299</b>	<b>1,191,132,411</b>

Description	General Fund <sup>(a)</sup>	Special Revenue Funds	Debt Service Fund	Enterprise Funds	Internal Service Funds	Grants & Special Districts Fund	Capital Improvement Funds	Total
<b>Other Activity</b>								
Grant Contingency						4,000,000		4,000,000
<b>Subtotal</b>	-	-	-	-	-	<b>4,000,000</b>	-	<b>4,000,000</b>
<b>Transfers In</b>								
From CIP						1,192,098		1,192,098
From Enterprise Franchise Fees	10,913,920							10,913,920
From Operating	9,929,317				12,750,000			22,679,317
From Park Maintenance		3,428,485						3,428,485
From Preserve Maintenance		4,408,053						4,408,053
From Police Ranger		1,714,243						1,714,243
From Fire Mitigation		2,448,918						2,448,918
From Park Improvements		12,489,482						12,489,482
From Special Districts						3,154		3,154
From Debt Svc GO Bonds			26,406,235					26,406,235
From WIFA Debt			725,000					725,000
From Debt Svc MPC Bonds			16,449,774					16,449,774
From General Fund							48,755,838	48,755,838
From Special Programs Fund							1,295,430	1,295,430
From Tourism Development Fund							1,676,263	1,676,263
From Transportation Sales Tax (0.20%) Fund							21,809,457	21,809,457
From Grants Fund							11,668	11,668
From Risk Management Fund							16,171	16,171
From Stormwater Fee Fund							7,203,623	7,203,623
From Preservation Sales Tax Fund							11,500,000	11,500,000
From Stadium Concessionaire Contrbn							1,000,000	1,000,000
From Park & Recreation Tax (0.15%) Fund							4,962,776	4,962,776
From HURF							2,600,000	2,600,000
From Special Events Parking							3,842,389	3,842,389
From Debt Service				6,250,567				6,250,567
From Water & Water Reclamation Funds							81,105,826	81,105,826
From AWT				4,059,573				4,059,573
From RWDS				900,000				900,000
From Aviation Fund							156,774	156,774
From Solid Waste Fund							328,735	328,735
From Fleet Fund							288,833	288,833
<b>Subtotal</b>	<b>20,843,237</b>	<b>24,489,181</b>	<b>43,581,009</b>	<b>11,210,140</b>	<b>12,750,000</b>	<b>1,195,252</b>	<b>186,553,783</b>	<b>300,622,602</b>
<b>Sources Total</b>	<b>451,944,906</b>	<b>203,629,458</b>	<b>78,432,041</b>	<b>289,631,433</b>	<b>25,850,636</b>	<b>25,412,457</b>	<b>420,854,082</b>	<b>1,495,755,013</b>

Description	General Fund <sup>(a)</sup>	Special Revenue Funds	Debt Service Fund	Enterprise Funds	Internal Service Funds	Grants & Special Districts Fund	Capital Improvement Funds	Total
<b>Expenditures</b>								
Mayor and City Council	1,210,803	68,806				5,000		1,284,609
City Clerk's Office	1,820,086							1,820,086
City Attorney's Office	9,924,074				19,493,903			29,417,977
City Auditor's Office	1,379,751							1,379,751
City Court	6,602,524	2,141,824						8,744,348
City Manager's Office	2,798,930							2,798,930
Facilities Management	29,395,932	1,395,410						30,791,342
Transportation and Infrastructure	3,401,633	33,311,190		2,490,716				39,203,539
Economic Development	1,385,527	20,000				10,000		1,415,527
Planning and Development Services	19,759,172	715,493						20,474,665
Fire Department <sup>(a)</sup>	90,648,047	2,673,040						93,321,087
Police Department	202,386,619	5,614,046				2,395,733		210,396,398
City Treasurer's Office	14,589,951			3,224,986				17,814,937
Library & Human Services	15,123,175	998,225				17,592,191		33,713,591
Parks & Recreation & Preserve	25,563,598	11,814,926				3,156		37,381,680
Enterprise Operations <sup>(b)</sup>	16,622,728	31,257,484		3,637,894				51,518,106
Communications	4,941,023					812,090		5,753,113
Human Resources	5,569,163				44,107,181			49,676,344
Information Technology	22,979,657	18,800		737,452	1,317,661			25,053,570
Fleet Management					45,544,224			45,544,224
Water Resources				112,026,353				112,026,353
Solid Waste Management				31,611,925				31,611,925
Citywide Indirect Cost Allocation				8,796,368				8,796,368
Department Indirect Cost				919,905				919,905
Citywide Direct Cost Allocation				462,278				462,278
Personnel Programs	4,700,442	272,596	-	759,905	126,277	-	-	5,859,220
Savings from Vacant Positions	(11,000,000)	(368,136)		(1,572,345)	(306,780)			(13,247,261)
Utilities				323,850				323,850
Special Districts						582,619		582,619
Less Internal Service Funds Offset					(84,282,111)			(84,282,111)
<b>Subtotal</b>	<b>469,802,835</b>	<b>89,933,704</b>	<b>-</b>	<b>163,419,287</b>	<b>26,000,355</b>	<b>21,400,789</b>	<b>-</b>	<b>770,556,970</b>
<b>Debt Service</b>								
Contracts Payable	481,324	48,892						530,216
GO Debt Service - Non Preserve			34,984,366					34,984,366
GO Debt Service - Preserve			26,406,235					26,406,235
Wifa Debt Service Fund			725,000					725,000
MPC Excise Debt			16,447,187					16,447,187
MPC Bonds Debt Service-Sewer				7,127,643				7,127,643
MPC Bonds Debt Service-Water				16,027,871				16,027,871
MPC Bonds Debt Svc - Airport				1,720,744				1,720,744
Future Debt Issuance				11,018,000				11,018,000
<b>Subtotal</b>	<b>481,324</b>	<b>48,892</b>	<b>78,562,788</b>	<b>35,894,258</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>114,987,262</b>
<b>Capital</b>								
Community Facilities							93,348,579	93,348,579
Drainage/Flood Control							37,477,865	37,477,865
Public Safety							77,062,004	77,062,004
Service Facilities							153,147,239	153,147,239
Transportation							251,750,073	251,750,073
Preservation							15,874,363	15,874,363
Water Management							323,339,140	323,339,140
<b>Subtotal</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>951,999,263</b>	<b>951,999,263</b>

Description	General Fund <sup>(a)</sup>	Special Revenue Funds	Debt Service Fund	Enterprise Funds	Internal Service Funds	Grants & Special Districts Fund	Capital Improvement Funds	Total
<b>Other Activity</b>								
Emergency Reserve	23,009,334							23,009,334
Operating Contingency	15,000,000	6,608,418		6,000,000	8,125,850			35,734,268
Operating Reserve	92,037,336	3,708,239		37,410,744	32,207,698			165,364,017
PSPRS Pension Liabilities	26,600,000							26,600,000
Reserve - Facilities Repair/Replacement	10,000,000							10,000,000
Revenue Loss Reserve	15,000,000							15,000,000
Grant Contingency						4,000,000	8,158,032	12,158,032
Debt Service Reserve		17,826,600		10,156,125				27,982,725
Revenue Stabilization Reserve		3,216,836		5,000,000				8,216,836
Appropriation Contingency		1,500,000						1,500,000
Stadium Lifecycle		2,201,721						2,201,721
GO Debt Service Reserve - Non Preserve			3,498,437					3,498,437
Debt Stabilization Reserve			5,232,388					5,232,388
General Fund Contingency							5,452,528	5,452,528
Transportation 0.2% Sales Tax Contingency							3,000,000	3,000,000
CIP Stormwater Utility Bill Fee Contingency							1,000,000	1,000,000
Water Drought Reserve				5,000,000				5,000,000
Water Rates Contingency							4,000,000	4,000,000
Sewer Rates Contingency							4,000,000	4,000,000
Fleet Replacement Reserve				3,867,650				3,867,650
Aviation Funds Contingency							900,000	900,000
IBNR Reserve					3,109,297			3,109,297
Premium Stabilization Reserve					3,599,134			3,599,134
<b>Subtotal</b>	<b>181,646,670</b>	<b>35,061,814</b>	<b>8,730,825</b>	<b>67,434,519</b>	<b>47,041,979</b>	<b>4,000,000</b>	<b>26,510,560</b>	<b>370,426,367</b>
<b>TOTAL BUDGET</b>	<b>651,930,829</b>	<b>125,044,410</b>	<b>87,293,613</b>	<b>266,748,064</b>	<b>73,042,334</b>	<b>25,400,789</b>	<b>978,509,823</b>	<b>2,207,969,862</b>
<b>Transfers Out</b>								
To CIP	33,000,000	48,686,315		79,316,879	237,650			161,240,844
To CIP Construction Sales Tax	4,652,758							4,652,758
To CIP Excess Interest	11,103,080							11,103,080
To CIP Technology		-		2,274,456	67,354	11,668		2,353,478
To CIP Stormwater		7,203,623						7,203,623
To Debt Svc MPC Bonds	10,045,321	6,404,453						16,449,774
To Operating	2,501,801	5,493,800		2,086,870	12,600,000			22,682,471
To Fire Mitigation		2,448,918						2,448,918
To Park Improvements		12,489,482						12,489,482
To Park Maintenance		3,428,485						3,428,485
To Park Ranger		1,714,243						1,714,243
To Preserve Maintenance		4,408,053						4,408,053
To WIFA Debt		725,000						725,000
To Debt Svc GO Bonds		26,406,235						26,406,235
To Grants Fund							1,192,098	1,192,098
To AWT				4,059,573				4,059,573
To Debt Service Fund				2,953,425				2,953,425
To Franchise Fees				10,913,920				10,913,920
To Water & Water Reclamation Funds							4,197,142	4,197,142
<b>Subtotal</b>	<b>61,302,960</b>	<b>119,408,607</b>	<b>-</b>	<b>101,605,123</b>	<b>12,905,004</b>	<b>11,668</b>	<b>5,389,240</b>	<b>300,622,602</b>
<b>Uses Total</b>	<b>713,233,789</b>	<b>244,453,017</b>	<b>87,293,613</b>	<b>368,353,187</b>	<b>85,947,338</b>	<b>25,412,457</b>	<b>983,899,063</b>	<b>2,508,592,464</b>
<b>Sources Over/(Under) Uses <sup>(c)</sup></b>	<b>(261,288,883)</b>	<b>(40,823,559)</b>	<b>(8,861,572)</b>	<b>(78,721,754)</b>	<b>(60,096,702)</b>	<b>-</b>	<b>(563,044,981)</b>	<b>(1,012,837,451)</b>
<b>Ending Fund Balance <sup>(c)</sup></b>	<b>16,767,876</b>	<b>193,930,037</b>	<b>-</b>	<b>70,012,468</b>	<b>18,150,515</b>	<b>-</b>	<b>81,732,344</b>	<b>380,593,240</b>
<b>Ending Fund Balance <sup>(d)</sup></b>	<b>278,056,759</b>	<b>234,753,596</b>	<b>8,861,572</b>	<b>148,734,222</b>	<b>78,247,217</b>	<b>-</b>	<b>644,777,325</b>	<b>1,393,430,691</b>

<sup>(a)</sup> Includes Ambulance Services.

<sup>(b)</sup> Includes Tourism and Events, WestWorld, Scottsdale Stadium, McCormick Stillman Railroad Park and Aviation. None of these programs are supported by the Water and Water Reclamation Funds or the Solid Waste Fund.

<sup>(c)</sup> Includes use of reserve appropriations.

<sup>(d)</sup> Does not include use of reserve appropriations.