



1972-73

FINANCIAL REPORT

*Cover Designed by
Kathy Rogers*

ANNUAL FINANCIAL REPORT FISCAL YEAR 1972-73



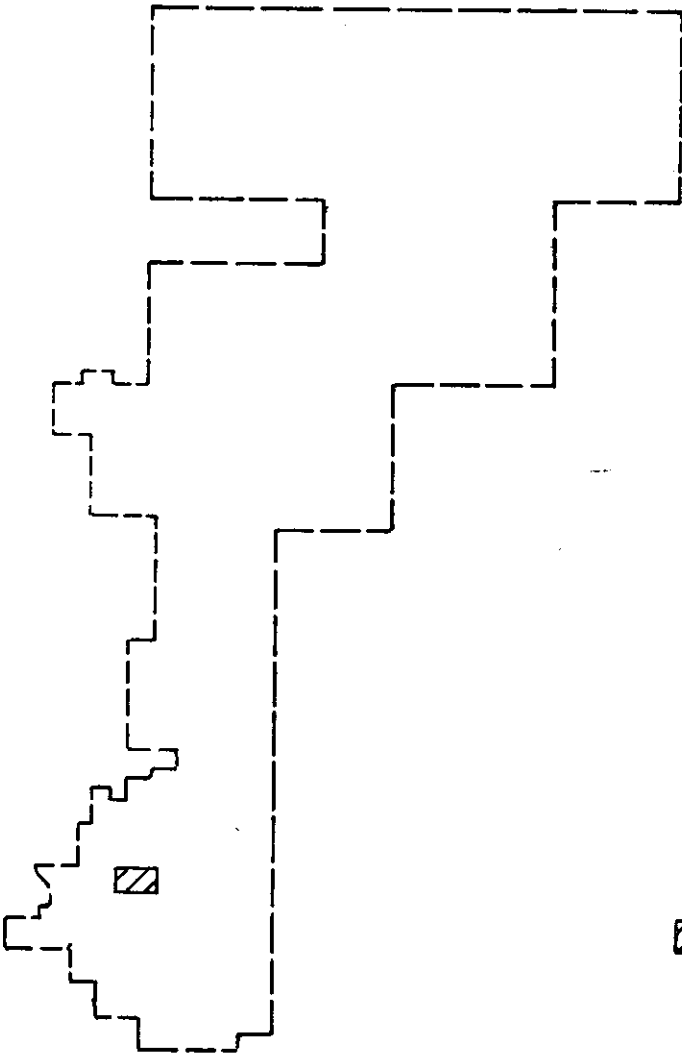
CITY OF SCOTTSDALE, ARIZONA

INCORPORATED JUNE 25, 1951

CHARTER ADOPTED NOVEMBER 16, 1961

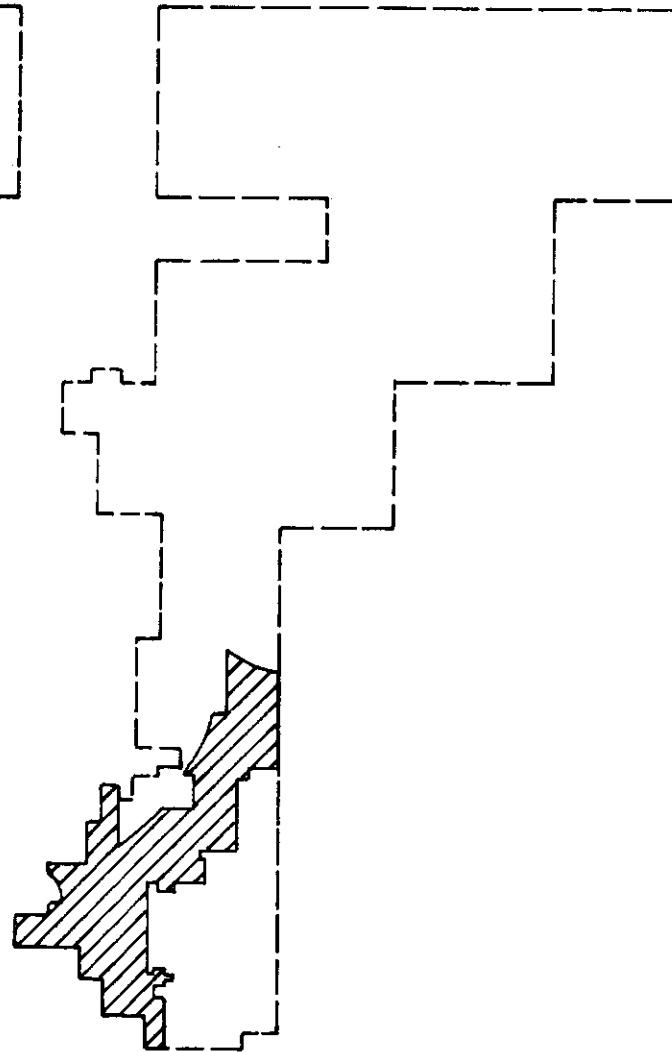
AMENDED APRIL 10, 1973

SCOTTSDALE LAND AREA



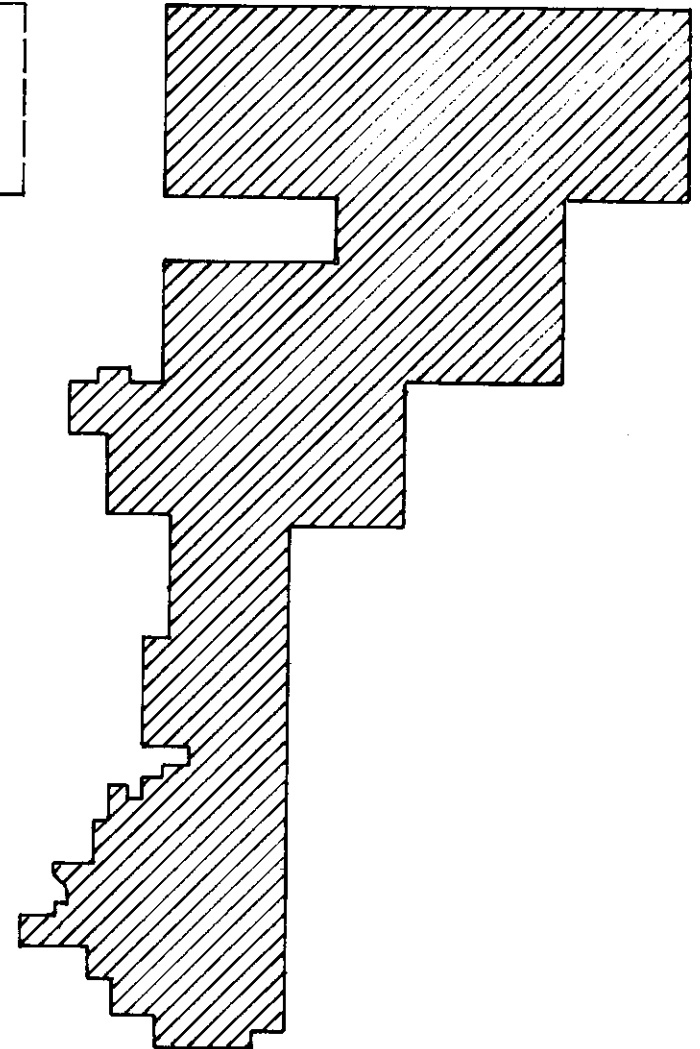
1951

.62 SQUARE MILES



1961

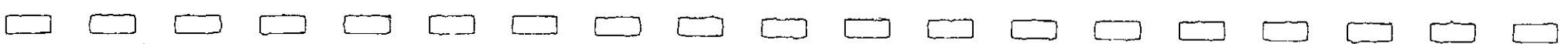
4.9 SQUARE MILES



1971

73.6 SQUARE MILES

(Land area has not
changed at June 30, 1973)



CITY OF SCOTTSDALE, ARIZONA
"THE WEST'S MOST WESTERN TOWN"
Incorporated 1951

CITY COUNCIL

B. L. TIMS, O. D., MAYOR

RICHARD CAMPANA

DR. HEINZ HINK

HERB R. DRINKWATER

WILLIAM C. JENKINS

MRS. BILLIE GENTRY

PAUL MESSINGER

DALE C. CARTER
City Manager

CHAD J. COWLEY
Finance Director

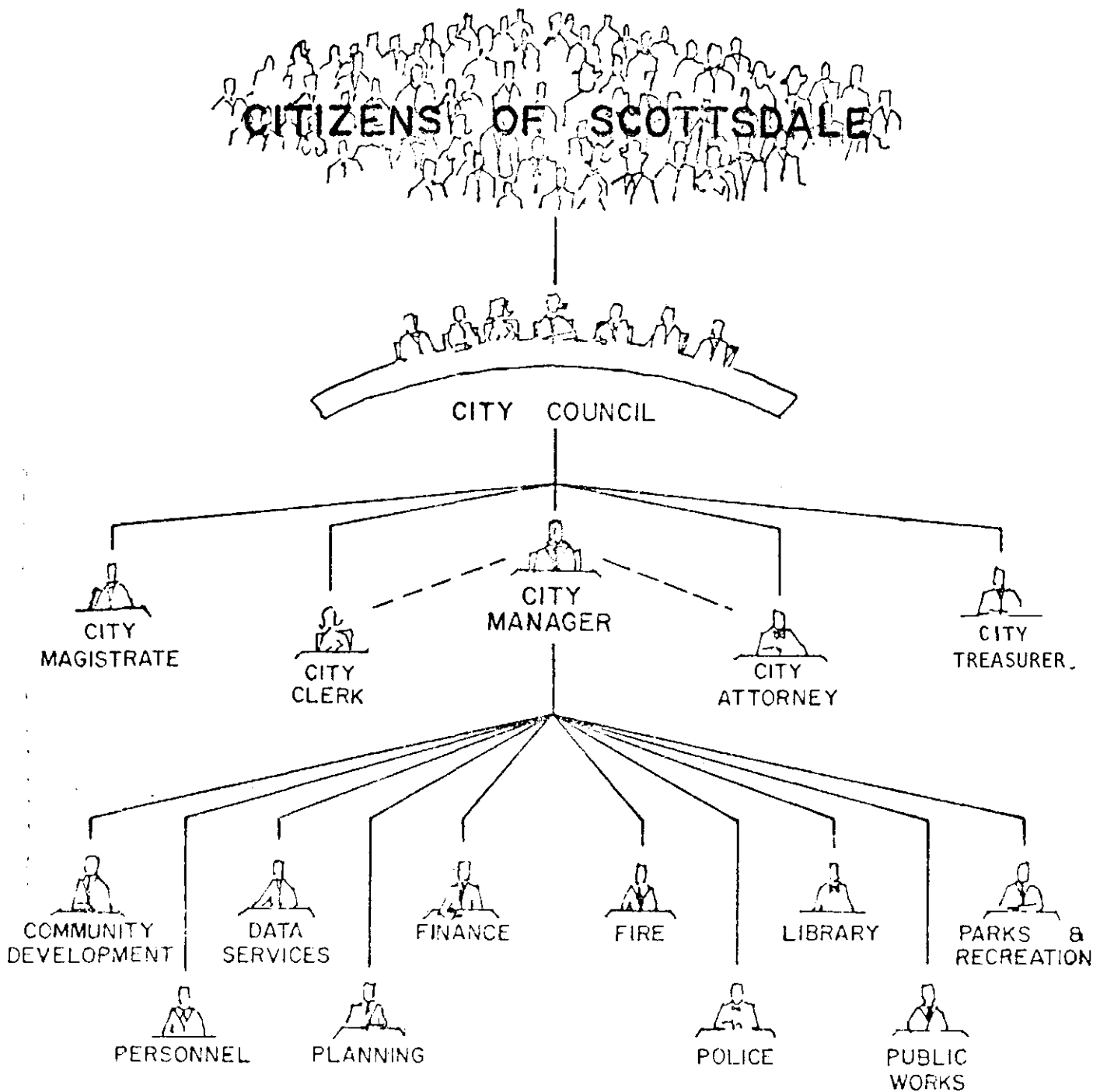
GERALD R. DAVIS
City Treasurer

COUNCIL MANAGER GOVERNMENT

YOUR CITY GOVERNMENT...

Organization Chart

With the Council-Manager form of government, the City of Scottsdale is organized similar to a business enterprise. The stockholders (citizens) elect a board of directors (City Council) which is responsible for determining policy and hiring a general manager (City Manager) to carry out the policies set by the board of directors and to administer day to day operations efficiently. The outstanding features of this plan are 1) Unification of authority and political responsibility in the elected City Council, and 2) Centralization of administrative responsibilities in an administrator (the City Manager) appointed by the Council. This plan also enhances coordination of activities between various departments, eliminates duplication of effort, and makes possible many operating economies. Highly skilled and trained administrators are selected to provide necessary facilities and services as efficiently as possible and to give a strict accounting of the public funds entrusted to the City.



City of Scottsdale
 ANNUAL FINANCIAL REPORT

June 30, 1973

Table of Contents

	<u>Page</u>
Finance Director's Letter of Transmittal - - - - -	I
Report of Independent Certified Public Accountants- - - - -	VI
FINANCIAL SECTION	
COMBINED STATEMENTS: (Exhibit I)	
Statement 1 Explanatory Comments - - - - -	1
Statement 1 Combined Balance Sheet - - - - -	2-5
Statement 2 Combined Statement of Revenue - Estimated and Actual - General and Special Revenue Funds - - - - -	6
Statement 3 Combined Statement of Governmental Expendi- tures and Encumbrances Compared with Appropriations - General and Special Revenue Funds - - - - -	7
Statement 4 Combined Schedule of Bonds Payable- - - - -	8-9
Statement 5 Combined Statement of Cash Receipts and Disbursements - All Funds - - - - -	10
GENERAL FUND (Exhibit II)	
Statement 6 Explanatory Comments - - - - -	11
Statement 6 Balance Sheet - - - - -	12
Statement 7 Analysis of Changes in Fund Balance - - - - -	13
Statement 8 Statement of Revenue - Estimated and Actual - - - - -	14
Statement 9 Statement of Expenditures and Encumbrances Compared with Appropriations - - - - -	15
SPECIAL REVENUE FUNDS: (Exhibit III)	
Statement 10 Explanatory Comments - - - - -	16
Statement 10 Balance Sheet - - - - -	17
Statement 11 Analysis of Changes in Fund Balance - - - - -	18
Statement 12 Statement of Revenue - Estimated and Actual - - - - -	19
Statement 13 Statement of Expenditures and Encumbrances Compared with Appropriations - - - - -	20
DEBT SERVICE FUNDS: (Exhibit IV)	
Statement 14 Explanatory Comments - - - - -	21
Statement 14 Balance Sheet - - - - -	22
Statement 15 Statement of Revenues, Expenditures and Fund Balances - - - - -	23

City of Scottsdale

ANNUAL FINANCIAL REPORT

June 30, 1973

Table of Contents

	<u>Page</u>
CAPITAL PROJECTS FUNDS: (Exhibit V)	
	Explanatory Comments- - - - - 24
Statement 16	Balance Sheet - - - - - 25
Statement 17	Analysis of Changes in Fund Balances- - - - - 26
Statement 18	Statement of Revenue - Estimated and Actual - - - - - 27
Statement 19	Statement of Expenditures and Encumbrances Compared with Appropriations- - - - - 28
ENTERPRISE FUNDS (Exhibit VI)	
	Explanatory Comments- - - - - 29
Statement 20	Balance Sheet - - - - - -30-31
Statement 21	Analysis of Changes in Retained Earnings- - - - - 32
Statement 22	Water and Sewer Utility Fund - Comparative Statement of Revenue and Expense- - - - - 33
Statement 23	Water and Sewer Utility Fund - Statement of Sources and Applications of Cash Funds- - - - - 34
Statement 24	Airport Fund - Comparative Statement of Revenues and Expense - - - - - 35
Statement 25	Airport Fund - Statement of Sources and Applications of Cash Funds- - - - - 36
TRUST AND AGENCY FUNDS: (Exhibit VII)	
	Explanatory Comments- - - - - 37
Statement 26	Balance Sheet - - - - - 38
Statement 27	Statement of Cash Receipts and Disbursements- - - - - 39
Statement 28	Analysis of Changes in Fund Balances- - - - - 40
SPECIAL ASSESSMENTS FUNDS (Exhibit VIII)	
	Explanatory Comments- - - - - 41
Statement 29	Balance Sheet - - - - - 42
Statement 30	Statement of Cash Receipts and Disbursements- - - - - 43
Statement 31	Analysis of Changes in Fund Balance - - - - - 44
GENERAL FIXED ASSET GROUP OF ACCOUNTS: (Exhibit IX)	
	Explanatory Comments- - - - - 45
Statement 32	Statement of General Fixed Assets - - - - - 46
GENERAL LONG-TERM DEBT GROUP OF ACCOUNTS: (Exhibit X)	
	Explanatory Comments- - - - - 47
Statement 33	Statement of General Long-Term Debt - - - - - 48
NOTES TO FINANCIAL STATEMENTS - - - - - 49-51	

City of Scottsdale
 ANNUAL FINANCIAL REPORT

June 30, 1973

Table of Contents

	<u>Page</u>
STATISTICAL SECTION:	
Table I	General Governmental Expenditures by Major Program Last Ten Fiscal Years - - - - - 52
Table II	General Revenue by Source, Last Ten Fiscal Years - - - - - 52
Table III	Tax Revenues by Source, Last Ten Fiscal Years - - - - - 52
Table IV	Property Tax Rates and Tax Levies - All Overlapping Governments - Current Years - - - - - 53
Table V	Computation of Direct and Overlapping Debt- - - - - 53
Table VI	Property Tax Levies and Collections - - - - - 54
Table VII	Assessed Value Classification and Histories - Last Four Years and Last 10 Years - - - - - 55
Table VIII	Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Expenditures - Last 10 Years - - - - - 55
Table IX	Computation of Legal Debt Margins - - - - - 56
Table X	Summary of General Obligation Bonded Debt Service Requirements- - - - - 57
Table XI	Schedule of Water and Sewer Utility Revenue Bond Coverage - - - - - 58
Table XII	Schedule of Insurance in Force - - - - - 59-61
Table XIII	Miscellaneous Statistical Data - - - - - 62-63

City of Scottsdale, Arizona

"The West's Most Western Town"

3939 Civic Center Plaza
Scottsdale, Arizona 85251

September 28, 1973

To The Honorable B. L. Tims, Mayor
City of Scottsdale, Arizona

Dear Mayor Tims:

The annual financial report of the City of Scottsdale, Arizona for the fiscal year ended June 30, 1973 is submitted herewith.

Accounting System Reports

The City's accounting records for general governmental operations are maintained on a modified accrual basis with revenues being recorded when received and expenditures being recorded when incurred. Accounting records for the City's utilities and other enterprises are maintained on a full accrual basis. Budgetary control is maintained by a quarterly allotment system and the encumbrance of allotment balances with purchase orders prior to their release to vendors. Purchase orders which exceed allotment balances are not released until additional appropriations are made available. This basis of accounting is in accordance with recommendations by the National Committee on Governmental Accounting.

General Governmental Functions

Revenues for general governmental functions totaled \$11,005,352 in 1973 - an increase of 33.35% over 1972. Transaction privilege taxes collected by the City produced 38.86% of the total revenue in 1973 compared to 41.92% in 1972. This is a decrease of 3.06%. General property taxes produced 11.84% of the revenue in 1973 compared to 13.24% last year. The amount of revenue from various sources and the increase or decrease over last year are shown in the following tabulation.

<u>Revenue Source</u>	<u>Amount (Thousands)</u>	<u>Percent of Total</u>	<u>Increase (Decrease) Over 1972 (Thousands)</u>
Property Taxes	\$ 1,303	11.84%	\$ 210
Privilege Taxes and Penalties	4,276	38.86	816
Licenses and Permits	566	5.14	419
Fines, Forfeits, and Penalties	239	2.17	42
State Shared Revenues	2,765	25.13	392
Federal Shared Revenue	681	6.19	681
Charges for Current Services	241	2.19	(373)
Use of Money and Property	206	1.87	76
Contributions from Utility	653	5.93	633
Miscellaneous	75	.68	(144)
	<u>\$11,005</u>	<u>100.00%</u>	<u>\$2,752</u>

Assessed valuations of \$125.4 million represented an increase of 21.63% over the preceding year. The assessed value at July 1, 1973 relating to the fiscal year 1974 is \$174.6 million - an increase of 39.23% over the assessment at July 1, 1971. A substantial part of this increase is due to the rapid growth of the community and reevaluation of property by the County Assessor. Current tax collections were 94.73% of the tax levy down 2½% from last year. Delinquent tax collections increased when compared with the prior year. As you know, Maricopa County is the tax collection agent for the City of Scottsdale for property taxes. The ratio of total collections, current and delinquent, to the current tax levy, was 98.61%. This is down from collections in the past by a small amount. Allocations of the property tax levy by purpose for 1972 and the preceding three fiscal years are as follows. (Amounts per hundred assessed value)

<u>Purpose</u>	<u>1973</u>	<u>1972</u>	<u>1971</u>	<u>1970</u>
General Fund	\$0.6460	\$0.7108	\$0.7106	\$0.7184
Public Works Reserve	0.1165	0.1022	0.0924	0.1001
General Obligation Debt	<u>0.2675</u>	<u>0.2170</u>	<u>0.2270</u>	<u>0.2115</u>
Total Tax Rate	<u>\$1.0300</u>	<u>\$1.0300</u>	<u>\$1.0300</u>	<u>\$1.0300</u>

Expenditures for general governmental purposes increased by 40.77% over the preceding year. Increases in levels of expenditure for major functions of the City over the preceding year are shown in the following tabulation.

<u>Function</u>	<u>Amount</u> <u>(Thousands)</u>	<u>Percent of</u> <u>Total</u>	<u>Increase</u> <u>Over 1972</u> <u>(Thousands)</u>
General Government	\$ 1,743	16.13%	\$ 707
Public Safety	2,290	21.20	483
Public Works	3,212	29.73	883
Health and Sanitation	1,765	16.34	446
Culture and Recreation	1,374	12.72	589
Debt Service	419	3.88	21
Total	<u>\$10,803</u>	<u>100.00%</u>	<u>\$3,129</u>

The unappropriated fund balances in the major operating funds were maintained at adequate levels. The general fund balance of \$1,515,852 was up \$43,528 from last year. The gasoline tax fund balance of \$4,075 was down \$39,715 from last year. The major streets gas tax fund balance of \$525,688 was down \$56,095 from last year and the public works reserve fund balance of \$180,259 was up \$5,550 from last year. During the year, we received the first two allocations of Federal Revenue Sharing money, the unappropriated balance was \$490,686.

Treasury Management

Cash temporarily idle during the year was invested in time deposits ranging from 90 to 150 days to maturity. During the fiscal year ended June 30, 1973, all temporarily idle funds of the City, that is funds not needed to pay immediate expenses, were deposited in U. S. Treasury bills or time certificates of deposit. Our investment policy showed an average yield for the first half of the fiscal year of 5.359% on our investments. The last half of the year was a little better as the money market softened and our yield increased to 6.175% average. At the present time, our average yield is about 9.00%. This yield of temporarily idle funds provided \$557,541 in total investment income, \$205,908 of which was for general operations and was equivalent to a levy of 16.4¢ per hundred assessed valuation on property tax, had it been necessary to levy property tax to provide these funds.

Debt Administration

The ratio of net bonded debt to assessed valuation and the amount of bonded debt per capita are useful indicators of the City's debt position to municipal management, citizens and investors. These data for the City of Scottsdale at June 30, 1973 were as follows:

		<u>Ratio of Debt to Assessed Value (20% of Present Market)</u>	<u>Ratio of Debt to Present Market Value</u>	<u>Debt Per Capita</u>
Net Direct Bonded Debt	\$ 3,533,000	2.8%	.56%	\$ 52.09
Overlapping Debt	<u>13,432,336</u>	<u>10.7</u>	<u>2.14</u>	<u>198.05</u>
Net Direct & Overlapping Debt	\$16,965,336	13.5%	2.70%	\$250.14

Debt per capita has been calculated on the population of the city as computed by the 1970 census of 67,823. It is estimated, at the present time, that the population of the city is approaching 85,000 people. Outstanding general obligation bonds at June 30, 1973 totaled \$4,213,000 of which \$680,000, issued for sanitary sewer purposes, is considered to be self-supporting. The remainder of \$3,533,000 is considered to be net direct tax supported debt. More detailed information about the debt position of the City can be found on pages 9, 10, and 56. During the past year, \$174,000 of tax supported bonds were retired. The following tabulation compares general obligation bonds issued since July of 1966.

<u>Rate of Issues</u>	<u>Amount</u>	<u>Average Life in Years</u>	<u>Effective Interest Rate</u>	<u>Interest Cost Per Borrowed Dollars</u>
Oct. 1, 1971	\$ 738,000	3.5	3.9594	\$.138
Jan. 1, 1968	1,400,000	26.0	4.7585	1.235
Jan. 1, 1967	1,000,000	18.9	3.7550	.704
July 1, 1966	700,000	14.7	4.5334	.663

The City, during June 1973 and prior to the sale on July 17 of \$3,500,000 of general obligation bonds, and \$2,500,000 of Water and Sewer System Revenue Bonds, obtained a new rating for both general obligation and revenue bonds. These ratings were as follows. General obligation bonds; Moody's Investor Service A-1, Standard & Poor's AA, Water & Sewer Systems Revenue bonds; Moody's Investor Service A-1, Standard & Poor's A. The proceeds of general obligation bond issues are accounted for in bond construction funds until the improvement projects are completed. At the end of the fiscal year, the completed projects are transferred to general fixed assets. During 1972-73, projects financed by general obligation bonds from the parks improvement bond series were completed at a cost of \$666,592. There are \$10,000,000 of authorized but unissued bonds at June 30, 1973 for general obligation purposes. There are also authorized but unissued Water and Sewer System Revenue bonds in the amount of \$9,050,000. Bond construction project funds on hand at June 30, consisted of \$6 in cash, \$156,200 in time certificates of deposit and \$354,900 in advances to other funds.

General Fixed Assets

The general fixed assets of the City are those assets used in performance of general governmental functions and exclude the fixed assets of utilities and other enterprise activities. As of June 30, 1973, general fixed assets of the City amounted to \$98,089,964. This amount represents the original cost of assets or the appraised cost where the original cost was not calculable or where the

asset was contributed by a developer or other party to the City. The figure for land has been completely audited at the present time and represents the estimated or actual values at the time of acquisition. These values for land and for buildings and improvements are considerably less than their present value. Depreciation of general fixed assets is not recognized in the City's accounting system.

Water and Sewer System

The City's water and sewer utilities were merged during the year into one combined water and sewer system. This combination was made to improve our financial stability and to promote increased efficiency in the system. It was accomplished through the issuance of \$3,910,000 of Water and Sewer Systems Revenue refunding bonds which replaced \$4,220,000 of outstanding bonds consisting of \$1,500,000 of water revenue bonds and \$2,720,000 of sewer revenue bonds. This refunding created an extraordinary income of \$266,448 which represents the difference between the proceeds of the bond issue and cash used to purchase the securities necessary to retire the old bonds and the face value of the old bonds. This gain is of a nonrecurring nature.

The new combined system continued to grow during the current year. The water service charges increased by a \$119,000 indicating the steady growth of the system. Water connection fees increased by \$360,000. This increase was due to the passage of a water development fee ordinance. The money from this revenue is being held in a segregated fund until final settlement is reached on a court suit which has been filed against the City. Revenues from sewer service charges decreased by \$31,584. This decrease was due to a change from cash basis to accrual accounting in the prior year.

Other revenues increased proportionately to the activity that occurred. We have consolidated the 1971 - 72 water and sewer revenue and expense statements to give a comparison as to what we did last year as compared to 1972 - 73. Total operating revenues increased \$470,000 during the year. Operating expenses decreased by \$3,000 during the year, leaving an increase in net income before depreciation of \$473,000. Depreciation remained approximately constant.

Income from interest earnings increased from \$67,514 to \$105,230.

Bond interest expense decreased. Since the refunding bonds were issued in mid-year, only six months interest is reflected in the current year statements.

Airport

The City's airport made substantial improvements in its operation during the past year. The revenues increased to \$96,295 from \$61,247 and operating expense decreased to \$34,493 from \$66,118. This provided a net operating income before depreciation of \$61,802 compared to a net operating loss in the prior year of \$4,871. Depreciation increased slightly due to the addition of facilities and provided the airport with a net operating income of \$18,325 compared to a loss in 1972 of \$46,059. The net loss for the year was \$11,016 compared to \$69,469 in the prior year. Providing that revenues continue to increase and additional operating expenses are not incurred, the airport could be in a position to make a profit within the next two years.

Independent Audit

The City charter requires an annual audit to be made of the books of account, financial records and all transactions of the City by a certified public accountant selected by the City Council. This requirement has been complied with and the auditor's report has been included in this report.

Acknowledgement

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire staff of the finance department. I should like to express special appreciation to all members of the engineering department who, during the year, so graciously assisted us in locating, accounting for, and valuing the land of the City. Without their help, this great task and undertaking could never have been accomplished. This work, as anticipated, has resulted in an unqualified opinion being expressed by our auditors and with the City having complete accounting control maintained over all its fixed assets. I should also like to express my appreciation to all members of the finance department who assisted and contributed to the preparation of this report. I should also like to thank your office and members of the City Council for their interest and support in planning and conducting the financial affairs of the City in a responsible and progressive manner.

Respectfully submitted,



Chad J. Cowley
Director of Finance

CJC/mmp

ERNST & ERNST

100 W. WASHINGTON, SUITE 1500

PHOENIX, ARIZONA 85003

To the Honorable Mayor, City Manager,
and Members of the City Council
City of Scottsdale, Arizona

We have examined the financial statements of the respective funds, as listed in the table of contents of this report, under Financial Section - Exhibits I through X, of the City of Scottsdale, Arizona, as of June 30, 1973, and for the year then ended. Our examinations were made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the financial statements identified above present fairly the financial positions of the various funds and the balanced group of accounts of the City of Scottsdale, Arizona, at June 30, 1973, and the results of operations, changes in fund balances and financial positions, and cash receipts and disbursements for the year then ended, in conformity with generally accepted accounting principles, applied on a basis consistent with that of the preceding year.

Ernst & Ernst

Phoenix, Arizona
September 28, 1973

COMBINED STATEMENTS

The statements presented in Exhibit I are intended to provide a financial overview of municipal operations. These reports are at a summary level and include that data needed to control and analyze current operations to determine compliance with legal and budgetary limitations, and to assist in the financial planning process. The following combined statements are presented:

Combined Balance Sheet - All Funds

Combined Statement of Revenue - Estimated and Actual,
General and Special Revenue Funds

Combined Statement of General Governmental Expenditures and
Encumbrances Compared with Appropriations - General and
Special Revenue Funds

Combined State of Cash Receipts and Disbursements - All Funds

Combined Schedule of Bonds Payable - All Funds

CITY OF SCOTTSDALE

COMBINED BALANCE SHEET - ALL FUNDS

JUNE 30, 1973

<u>ASSETS AND OTHER DEBITS</u>	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUNDS</u>	<u>DEBT SERVICE FUNDS</u>
Cash	\$ 69,639	\$ 1,890	\$ 8
Cash with fiscal agents		255	319,064
Receivables			
Accounts receivable			
Grants receivable			
Special assessments			
From other governmental units			
Other receivables			
Investments			
Certificates of deposit	1,396,596	1,318,800	151,200
Municipal bonds			
Accrued interest			
Accumulated project cost			
Amount to be provided for retirement of debt			1,344,873
Other assets	119,749		
Due from other funds	1,376,050	41,612	83,247
Property and equipment			
Land			
Streets and storm drains			
Well site			
Sewer system			
Buildings			
Machinery and equipment			
Furniture, fixtures and equipment			
Construction in progress			
Utility plant acquisition adjustment			
Allowance for depreciation			
Restricted assets			
Restricted for contingency			
Restricted for bond redemption			
Reserve requirements - in trust			
Investments			
Restricted for acquisition and construction			
 Total Assets and Other Debits	 <u>\$2,962,034</u> Statement 6	 <u>\$1,362,557</u> Statement 10	 <u>\$1,898,392</u> Statement 14

STATEMENT I

CAPITAL PROJECTS FUNDS	ENTERPRISE FUNDS	TRUST AND AGENCY FUNDS	SPECIAL ASSESSMENTS FUND	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT
\$ 22	\$ 19,605 4,078	\$ 170,197	\$ 70,193	\$	\$
	168,976				
61,702		211,652			
354,900	80,291		2,901,670		
156,200	1,349,864	2,234,218	565,500		
323,000	10,639				
		3,835,536			4,966,414
3,162					
1,784	443	16,281	64,603		
	1,633,720			3,847,513	
				84,193,126	
	2,386,565				
	12,194,611				
	721,591			5,990,226	
				2,606,141	
	81,309				
	210,895			1,452,958	
	1,512,484				
	(2,926,523)				
	292,682				
	126,345				
	53,376				
	266,200				
<u>\$900,770</u>	<u>\$18,187,151</u>	<u>\$6,467,884</u>	<u>\$3,601,966</u>	<u>\$98,089,964</u>	<u>\$4,966,414</u>
Statement 16	Statement 20	Statement 26	Statement 29	Statement 32	Statement 33

CITY OF SCOTTSDALE

COMBINED BALANCE SHEET - ALL FUNDS

JUNE 30, 1973

<u>LIABILITIES, RESERVES AND FUND BALANCES/RETAINED EARNINGS</u>	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUNDS</u>	<u>DEBT SERVICE FUNDS</u>
Claims payable	\$ 664,530	\$ 52,606	\$
Contracts payable			1,344,873
Contract interest payable			
Bonds payable			224,000
Bond interest payable		255	95,064
Guaranty & other dep.			
Loan payable to bank			
Due to other funds	80,698	5,462	234,455
Advance from municipality			
Customer advances and deposits			
Other liabilities			
Long-term debt			
Bonds payable			
Contract payable			
Assessments payable on city property			
Total Liabilities	<u>745,228</u>	<u>58,323</u>	<u>1,898,392</u>
Reserves and fund balances/retained earnings			
Reserves for encumbrances	700,954	283,785	
Reserves for sewer replacement			
Contribution to capital			
From subdividers			
From municipality			
From assessment districts			
From Seventh-Day Adventist Church			
From federal government			
Fund balances			
Available for appropriation	1,515,852	1,020,449	
Restricted for bond interest & redemption			
Investment in property, plant, and equipment			
Retained earnings (deficit)	<u> </u>	<u> </u>	<u> </u>
Total Liabilities, Reserves and Fund Balance/Retained Earnings (Deficit)	<u>\$2,962,034</u> Statement 6	<u>\$1,362,557</u> Statement 10	<u>\$1,898,392</u> Statement 14

STATEMENT 1 (Cont'd.)

CAPITAL PROJECTS FUNDS	ENTERPRISE FUNDS	TRUST AND AGENCY FUNDS	SPECIAL ASSESSMENTS FUND	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT
\$ 38,483	\$ 35,853 131,924 4,025 17,320	\$ 213,813	\$ 218 2,852,525 645,733	\$	\$ 4,221,000*
303,907	732,883 680,000 102,701	126,481 5,845,000 226,615	61,702		
	3,910,000 2,046,915		9,086		
<u>342,390</u>	<u>7,661,622</u>	<u>6,411,909</u>	<u>3,569,264</u>		<u>745,414</u> <u>4,966,414</u>
57,945	86,287	19,987			
	3,088,736 5,358,769 501,076 700,000 793,784				
500,435		35,988	32,702	98,089,964	
	(3,122)				
<u>\$900,770</u>	<u>\$18,187,151</u>	<u>\$6,467,884</u>	<u>\$3,601,966</u>	<u>\$98,089,964</u>	<u>\$4,966,414</u>
Statement 16	Statement 20	Statement 26	Statement 29	Statement 32	Statement 33

* Included in the bonds payable figure are \$8,000 Motor Vehicle Fuel Tax Anticipation Bonds which have been included with General Long-Term Debt for presentation purposes.

CITY OF SCOTTSDALE

STATEMENT 2

GENERAL AND SPECIAL REVENUE FUNDS

COMBINED STATEMENT OF REVENUE - ESTIMATED & ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

<u>SOURCE</u>	<u>ESTIMATED</u>	<u>ACTUAL</u>	<u>ACTUAL OVER ESTIMATED</u>
Local taxes			
General (Statement 8)	<u>\$4,567,863</u>	<u>\$ 5,009,461</u>	<u>\$ 441,598</u>
Intergovernmental revenue			
General (Statement 8)	1,861,000	2,863,278	1,002,278
Special revenue (Statement 12)	<u>550,000</u>	<u>1,236,603</u>	<u>686,603</u>
	<u>2,411,000</u>	<u>4,099,881</u>	<u>1,688,881</u>
Licenses and permits			
General (Statement 8)	<u>545,300</u>	<u>565,811</u>	<u>20,511</u>
Charges for services			
General (Statement 8)	<u>218,800</u>	<u>240,847</u>	<u>22,047</u>
Fines and forfeitures			
General (Statement 8)	<u>175,000</u>	<u>239,166</u>	<u>64,166</u>
Revenue from use of money and property			
General (Statement 8)	41,500	122,835	81,335
Special revenue (Statement 12)	<u>12,900</u>	<u>58,744</u>	<u>45,844</u>
	<u>54,400</u>	<u>181,579</u>	<u>127,181</u>
Miscellaneous revenue			
General (Statement 8)	<u>30,000</u>	<u>75,153</u>	<u>45,153</u>
Total Revenue	<u>\$8,002,363</u>	<u>\$10,411,898</u>	<u>\$2,409,537</u>

CITY OF SCOTTSDALE
 COMBINED STATEMENT OF GENERAL GOVERNMENTAL EXPENDITURES AND ENCUMBRANCES
 COMPARED WITH APPROPRIATIONS - GENERAL AND SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 1973

STATEMENT 3

PROGRAM	RESERVES FOR ENCUMBRANCES JUNE 30, 1972	EXPENDITURES 1971-72	CREDIT TO FUND BALANCE	REVISED APPROPRIATIONS 1972-73	EXPENDITURES 1972-73	RESERVES FOR ENCUMBRANCES JUNE 30, 1973	UNENCUMBERED BALANCE JUNE 30, 1973
General government							
General (Statement 9)	<u>\$ 17,017</u>	<u>\$ 15,029</u>	<u>\$ 1,988</u>	<u>\$ 1,798,167</u>	<u>\$1,714,193</u>	<u>\$ 29,199</u>	<u>\$ 54,775</u>
Public safety							
General (Statement 9)	<u>3,682</u>	<u>3,589</u>	<u>93</u>	<u>2,289,715</u>	<u>2,281,617</u>	<u>8,075</u>	<u>23</u>
Public works							
General (Statement 9)	57,536	7,119	50,417	2,038,846	1,519,929	514,368	4,549
Special revenue (Statement 13)	<u>24,576</u>	<u>20,751</u>	<u>3,824</u>	<u>1,487,036</u>	<u>616,937</u>	<u>283,785</u>	<u>586,314</u>
Total public works	<u>82,112</u>	<u>27,870</u>	<u>54,241</u>	<u>3,525,882</u>	<u>2,136,866</u>	<u>798,153</u>	<u>590,863</u>
Health and sanitation							
General (Statement 9)	<u>130,709</u>	<u>49,702</u>	<u>81,007</u>	<u>1,768,812</u>	<u>1,631,185</u>	<u>133,973</u>	<u>3,654</u>
Culture and recreation							
General (Statement 9)	<u>26,080</u>	<u>17,590</u>	<u>8,490</u>	<u>1,373,581</u>	<u>1,358,228</u>	<u>15,339</u>	<u>14</u>
Debt service							
General (Statement 9)	---	---	---	9,000	8,912	---	88
Special revenue (Statement 13)	---	---	---	3,574	3,574	---	---
Total debt service	---	---	---	<u>12,574</u>	<u>12,486</u>	---	<u>88</u>
Total General and Special Revenue Funds	<u>\$259,600</u>	<u>\$113,780</u>	<u>\$145,819</u>	<u>\$10,768,731</u>	<u>\$9,134,575</u>	<u>\$984,739</u>	<u>\$649,417</u>

CITY OF SCOTTSDALE

COMBINED SCHEDULE OF BONDS PAYABLE - ALL FUNDS

JUNE 30, 1973

<u>BOND DESCRIPTION</u>	<u>INTEREST RATE</u>	<u>ISSUE DATE</u>	<u>FINAL MATURITY DATE</u>
<u>General Obligation Bonds:</u>			
1957 Sewer	3.7-4.0%	5/9/57	7/1/77
1961 Sewer	3.9-4.3%	6/27/61	7/1/85
1960 Municipal building & jail	4.0%	4/20/60	7/1/77
Town hall mortgage retirement	4.0%	4/20/60	7/1/75
Parks & recreation improvement	4.5-5.0%	9/20/66	7/1/86
Civic center improvement	3.7-5.0%	1/17/67	7/1/90
Civic center improvement	4.7-5.0%	1/16/68	7/1/96
Parks & recreation improvement	3.75-4.75%	9/14/71	7/1/77
Total General Obligation Bonds			

Revenue Bonds:

Motor vehicle fuel tax anticipation	4.25%	5/7/56	5/1/76
Utility revenue refunding issue	4.8-5.8%	6/9/73	7/1/95

Total Revenue Bonds

Total Bonds Payable

Bonds Fully Refunded In Trust:

1957 Sewer revenue	4.25%	4/15/57	7/1/77
1961 Sewer revenue	4.0-4.5%	6/1/61	7/1/86
1964 Sewer revenue	3.6-3.75%	6/30/64	7/1/93
1966 Sewer revenue	3.9-4.0%	5/3/66	7/1/96
1971 Water revenue	4.2-6.0%	4/22/71	7/1/96

Total Bonds In Trust

<u>ANNUAL SERIAL PAYMENTS</u>	<u>AUTHORIZED AND ISSUED</u>	<u>RETIRED</u>	<u>OUTSTANDING</u>
\$2,000/\$40,000	\$ 397,000	\$237,000	\$ 160,000
\$10,000/\$50,000	700,000	130,000	570,000
\$10,000	160,000	110,000	50,000
\$4,000	60,000	48,000	12,000
\$10,000/\$75,000	700,000	60,000	640,000
\$10,000/\$115,000	1,000,000	65,000	935,000
\$75,000/\$250,000	1,400,000	- 0 -	1,400,000
\$68,000/\$135,000	<u>738,000</u>	<u>68,000</u>	<u>670,000</u>
	<u>\$5,155,000</u>	<u>\$718,000</u>	<u>\$4,437,000</u>
\$1,500/\$3,000	\$ 46,000	\$ 38,000	\$ 8,000
\$50,000/\$285,000	<u>3,910,000</u>	<u>- 0 -</u>	<u>3,910,000</u>
	<u>\$3,956,000</u>	<u>\$ 38,000</u>	<u>\$3,918,000</u>
	<u>\$9,111,000</u>	<u>\$756,000</u>	<u>\$8,355,000</u>
\$1,000/\$20,000	\$ 221,000	\$126,000	\$ 95,000
\$15,000/\$50,000	700,000	145,000	555,000
\$25,000/\$90,000	1,750,000	230,000	1,520,000
\$20,000/\$180,000	1,200,000	- 0 -	1,200,000
\$25,000/\$110,000	<u>1,500,000</u>	<u>- 0 -</u>	<u>1,500,000</u>
	<u>\$5,371,000</u>	<u>\$501,000</u>	<u>\$4,870,000</u>

CITY OF SCOTTSDALE

STATEMENT 5

COMBINED STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS - ALL FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

	BALANCE JULY 1, 1972	RECEIPTS	DISBURSEMENTS	BALANCE JUNE 30, 1973
General fund	\$ 95,565	\$33,034,930	\$33,060,856	\$ 69,639
Special revenue funds				
Gas tax	257	669,943	669,596	604
Major streets gas tax	384	513,070	512,567	887
Federal revenue sharing	---	905,910	905,511	399
Debt service funds				
General debt service	366	1,483,599	1,483,957	8
Excise debt service	---	---	---	---
Capital projects funds				
Public works reserve	3,131	2,528,071	2,531,194	8
Parks bond construction	556	915,252	915,802	6
Storm sewer construction	---	48,655	48,647	8
Enterprise funds				
Water and Sewer Utility	11,747	5,802,659	5,794,811	19,595
Airport	120	191,188	191,298	10
Trust and agency funds (Statement 27)				
Neighborhood development project	150,642	11,073,341	11,075,427	148,556
Federal grants	322	1,006,787	1,002,246	4,863
Miscellaneous trust and agency	5,437	821,914	810,573	16,778
Special assessment fund (Statement 30)	3,135	1,361,609	1,364,744	- 0 -
Total All Funds	<u>\$271,662</u>	<u>\$60,356,928</u>	<u>\$60,367,229</u>	<u>\$261,361</u>

Investments and cost balances
classified by depository and type

	Investments*	Cash Balances
Change and petty cash funds	\$ - 0 -	\$ 1,969
Valley National Bank	1,059,195	216,522
First National Bank of Arizona	1,853,805	5,586
Arizona Bank	1,140,300	681
Great Western Bank	134,600	9,271
Continental Bank	1,668,000	(3,450)
United Bank	380,500	30,383
Southern Arizona Bank	1,076,300	399
U. S. Treasury Bills	238,595	- 0 -
	<u>\$7,551,295</u>	<u>\$261,361</u>

*In order to maintain the most effective investment program, all cash, except certain trust and agency cash, is pooled. Individual fund cash is controlled through the general ledger and investments are not made by fund. As a result, it is not possible to prepare a Combined Schedule of Investments - All Funds and hence, the presentation above is an analysis of the City's cash position.

GENERAL FUND

The General Fund is established to account for the revenues and expenditures necessary to carry out basic governmental activities of the City such as police protection, fire protection, recreation, planning, legal services, administrative services, etc. Appropriations are made from the fund annually. The fund will continue to exist indefinitely.

Revenues, for this and other funds, are recorded by source, i.e., taxes, licenses, service charges, etc. Expenditures are recorded first by program and then by object of the expenditure.

General Fund expenditures are made primarily for current day-to-day operating expenses and operating equipment. Capital expenditures for large-scale public improvements such as buildings, parks, or streets are accounted for elsewhere in the Capital Improvement Funds or Bond Construction Funds.

CITY OF SCOTTSDALE

STATEMENT 6

GENERAL FUND

BALANCE SHEET

JUNE 30, 1973

ASSETS

Cash	\$ 69,639
Investments - Certificates of deposit	1,396,596
Other assets	119,749
Due from other funds	<u>1,376,050</u>
Total Assets	<u>\$2,962,034</u>

LIABILITIES, RESERVE AND FUND BALANCE

Claims payable	\$ 664,530
Due to other funds	<u>80,698</u>
Total liabilities	<u>745,228</u>
Reserve for encumbrances (Statement 9)	700,954
Fund balance (Statement 7)	<u>1,515,852</u>
Total Liabilities, Reserves and Fund Balance	<u>\$2,962,034</u>

Statement 1

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 7

GENERAL FUND

ANALYSIS OF CHANGES IN FUND BALANCE

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

Fund Balance, July 1, 1972			\$1,472,324
Add:			
1971-72 Reserve for encumbrances cancelled (Statement 9)			141,995
Excess of revenue over expenditures			
Revenue (Statement 8)	\$9,116,551		
Expenditures (Statement 9)	<u>8,514,064</u>		
			<u>602,487</u>
Total Balances and Additions			2,216,806
Deduct:			
Reserve for encumbrances June 30, 1973 (Statement 9)			<u>700,954</u>
Fund Balance, June 30, 1973 (Statement 6)			<u>\$1,515,852</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 8

GENERAL FUND

STATEMENT OF REVENUE - ESTIMATED AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

	<u>ESTIMATED</u>	<u>ACTUAL</u>	ACTUAL OVER/ (UNDER) <u>ESTIMATED</u>
Taxes			
Property tax	\$ 809,975	\$ 796,460	(\$ 13,515)
Transaction privilege tax	3,647,888	4,081,405	433,517
Utility franchise tax	<u>110,000</u>	<u>131,596</u>	<u>21,596</u>
	<u>4,567,863</u>	<u>5,009,461</u>	<u>441,598</u>
Intergovernmental revenue			
State-shared sales tax	1,586,000	1,810,403	224,403
Automobile in lieu	275,000	399,533	124,533
Utility fund assistance	---	<u>653,342</u>	<u>653,342</u>
	<u>1,861,000</u>	<u>2,863,278</u>	<u>1,002,278</u>
License and permits			
Business and liquor licenses	77,500	87,822	10,322
Building permits	202,000	193,574	(8,425)
Electrical permits	97,500	89,169	(8,331)
Plumbing permits	68,900	64,433	(4,467)
Mechanical permits	32,900	40,118	7,218
Other licenses & permits	<u>66,500</u>	<u>90,695</u>	<u>24,195</u>
	<u>545,300</u>	<u>565,811</u>	<u>20,511</u>
Charges for services			
Refuse collection	125,000	127,495	2,495
Plan check fees	24,000	29,207	5,207
Planning commission fees	47,600	44,949	(2,651)
Other charges	<u>22,200</u>	<u>39,196</u>	<u>16,996</u>
	<u>218,800</u>	<u>240,847</u>	<u>22,047</u>
Fines and forfeitures			
Court fines	157,000	215,523	58,523
Library fines	<u>18,000</u>	<u>23,643</u>	<u>5,643</u>
	<u>175,000</u>	<u>239,166</u>	<u>64,166</u>
Revenue from use of money and property			
Interest earnings	<u>41,500</u>	<u>122,835</u>	<u>81,335</u>
Miscellaneous revenue			
Rentals and royalties	30,000	43,255	13,255
Other revenue	---	<u>31,898</u>	<u>31,898</u>
	<u>30,000</u>	<u>75,153</u>	<u>45,153</u>
Total Revenue	<u>\$7,439,463</u>	<u>\$9,116,551</u>	<u>\$1,677,088</u>

Statement 7

See notes to financial statements.

CITY OF SCOTTSDALE
GENERAL FUND
STATEMENT OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS
FOR THE FISCAL YEAR ENDED JUNE 30, 1973

<u>PROGRAM</u>	<u>RESERVE FOR ENCUMBRANCES JUNE 30, 1972</u>	<u>EXPENDITURES 1971-72</u>	<u>CREDIT TO FUND BALANCE</u>	<u>REVISED APPROPRIATIONS 1972-73*</u>	<u>EXPENDITURES 1972-73</u>	<u>RESERVE FOR ENCUMBRANCES JUNE 30, 1973</u>	<u>UNENCUMBERED BALANCE JUNE 30, 1973</u>
General government	\$ 17,017	\$15,029	\$ 1,988	\$1,798,167	\$1,714,193	\$ 29,199	\$54,775
Public safety	3,682	3,589	93	2,289,715	2,281,617	8,075	23
Public works	57,536	7,119	50,417	2,038,846	1,519,929	514,368	4,549
Health and sanitation	130,709	49,702	81,007	1,768,812	1,631,185	133,973	3,654
Culture and recreation	26,080	17,590	8,490	1,373,581	1,358,228	15,339	14
Debt service	<u>- 0 -</u>	<u>- 0 -</u>	<u>- 0 -</u>	<u>9,000</u>	<u>8,912</u>	<u>- 0 -</u>	<u>88</u>
Total	<u>\$235,024</u>	<u>\$93,029</u>	<u>\$141,995</u>	<u>\$9,278,121</u>	<u>\$8,514,064</u>	<u>\$700,954</u>	<u>\$63,103</u>

Statement 7

Statement 7

Statements
6 & 7

* 1972-73 General fund appropriations were increased \$54,125 by Council action June 19, 1973, with a corresponding decrease in the Excise Debt Service fund appropriations. This action reflects the application of remaining bond proceeds for construction of the Public Services Building to current year excise debt service which allows an additional appropriation to the General fund.

See notes to financial statements.

SPECIAL REVENUE FUNDS

A special revenue fund is established to finance particular activities and is created out of receipts of specific taxes or other earmarked revenues. Such funds are authorized by statutory or charter provisions to pay for certain activities with some form of continuing revenues.

Gas Tax Fund

This fund was established to receive and expend the City's allocation of the 5¢/gallon State gasoline tax. The amount available to each city is allocated on a population basis which is determined by the latest federal census. Money allocated to this fund must be used for street construction, reconstruction and maintenance.

Major Streets Gas Tax Fund

This fund was established to receive and expend the City's allocation of the 2¢/gallon State gasoline tax. The amount available to each city is allocated on a population basis which is determined by the latest federal census. Money allocated to this fund must be used for arterial street construction and reconstruction.

Federal Revenue Sharing Fund

This fund was established to receive and expend the City's allocation of Federal Revenue Sharing money. The amount available to each city is allocated on the basis of a formula established by the Congress of the United States. Federal Revenue Sharing money must be used for the following expenditures:

- A. Ordinary and necessary maintenance and operating expenses for:
 - 1. Public safety including law enforcement, fire protection and building code enforcement.
 - 2. Environmental protection including sewage disposal, sanitation and pollution abatement.
 - 3. Public transportation including transit systems and streets and roads.
 - 4. Health
 - 5. Recreation
 - 6. Libraries
 - 7. Social Services for the poor or aged
 - 8. Financial administration

- B. Ordinary and necessary capital expenditures authorized by law.

CITY OF SCOTTSDALE
 SPECIAL REVENUE FUNDS
 BALANCE SHEET
 JUNE 30, 1973

STATEMENT 10

<u>ASSETS</u>	TOTAL ALL FUNDS	<u>GAS TAX</u>	MAJOR STREETS <u>GAS TAX</u>	FEDERAL REVENUE <u>SHARING</u>
Cash	\$ 1,890	\$ 604	\$ 887	\$ 399
Cash with fiscal agents	255	255	---	---
Investments - Certificates of deposit	1,318,800	11,000	837,400	470,400
Due from other funds	<u>41,612</u>	<u>5,818</u>	<u>---</u>	<u>35,794</u>
Total Assets	<u>\$1,362,557</u>	<u>\$17,677</u>	<u>\$838,287</u>	<u>\$506,593</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCES</u>				
Claims payable	\$ 52,606	\$ 5,965	\$ 32,730	\$ 13,911
Due to other funds	5,462	- 0 -	3,466	1,996
Bond interest payable	<u>255</u>	<u>255</u>	<u>---</u>	<u>---</u>
Total liabilities	<u>58,323</u>	<u>6,220</u>	<u>36,196</u>	<u>15,907</u>
Reserves for encumbrances (Statement 13)	283,785	7,382	276,403	---
Fund balances (Statement 11)	<u>1,020,449</u>	<u>4,075</u>	<u>525,688</u>	<u>490,686</u>
Total Liabilities, Reserves and Fund Balances (Statement 1)	<u>\$1,362,557</u>	<u>\$17,677</u>	<u>\$838,287</u>	<u>\$506,593</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 11

SPECIAL REVENUE FUNDS

ANALYSIS OF CHANGES IN FUND BALANCES

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

	TOTAL ALL FUNDS	GAS TAX	MAJOR STREETS GAS TAX	FEDERAL REVENUE SHARING
Fund Balances, July 1, 1972	\$ 625,574	\$ 43,790	\$581,784	\$ ---
Add:				
1971-72 Reserves for encumbrances cancelled (Statement 13)	3,824	1,318	2,506	---
Excess of revenue over expenditures:				
Revenue (Statement 12)	1,295,347	214,054	386,004	695,289
Expenditures (Statement 13)	<u>620,511</u>	<u>247,705</u>	<u>168,203</u>	<u>204,603</u>
	<u>674,836</u>	<u>(33,651)</u>	<u>217,801</u>	<u>490,686</u>
Total Balances and Additions	1,304,234	11,457	802,091	490,686
Deduct:				
Reserves for encumbrances June 30, 1973 (Statement 13)	<u>283,785</u>	<u>7,382</u>	<u>276,403</u>	<u>---</u>
Fund Balances, June 30, 1973 (Statement 10)	<u>\$1,020,449</u>	<u>\$ 4,075</u>	<u>\$525,688</u>	<u>\$490,686</u>

See notes to financial statements

CITY OF SCOTTSDALE

SPECIAL REVENUE FUNDS

STATEMENT OF REVENUE - ESTIMATED AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

<u>SOURCE AND FUND</u>	<u>ESTIMATED</u>	<u>ACTUAL</u>	<u>ACTUAL OVER/ (UNDER) ESTIMATED</u>
<u>Gas Tax Fund</u>			
Intergovernmental revenue			
Gasoline tax	<u>\$213,000</u>	<u>\$ 211,779</u>	<u>(\$ 1,221)</u>
Revenue from use of money and property			
Interest earnings	<u>2,600</u>	<u>2,275</u>	<u>(325)</u>
Total	<u>\$215,600</u>	<u>\$ 214,054</u>	<u>(\$ 1,546)</u>
<u>Major Streets Gas Tax Fund</u>			
Intergovernmental revenue			
Gasoline tax	<u>\$337,000</u>	<u>\$ 343,404</u>	<u>\$ 6,404</u>
Revenue from use of money and property			
Interest earnings	<u>10,300</u>	<u>42,600</u>	<u>32,300</u>
Total	<u>\$347,300</u>	<u>\$ 386,004</u>	<u>\$ 38,704</u>
<u>Federal Revenue Sharing Fund</u>			
Intergovernmental revenue			
Federal revenue sharing	<u>\$ ---</u>	<u>\$ 681,420</u>	<u>\$681,420</u>
Revenue from use of money and property			
Interest earnings	<u>---</u>	<u>13,869</u>	<u>13,869</u>
Total	<u>---</u>	<u>695,289</u>	<u>695,289</u>
Total Revenue	<u>\$562,900</u>	<u>\$1,295,347</u>	<u>\$732,447</u>
<u>Recapitulation by Source</u>			
Intergovernmental revenue (Statement 2)	\$550,000	\$1,236,603	\$686,603
Revenue from use of money and property (Statement 2)	<u>12,900</u>	<u>58,744</u>	<u>45,844</u>
Total Revenue	<u>\$562,900</u>	<u>\$1,295,347</u>	<u>\$732,447</u>
		Statement 11	

See notes to financial statements.

CITY OF SCOTTSDALE
SPECIAL REVENUE FUNDS
STATEMENT OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS
FOR THE FISCAL YEAR ENDED JUNE 30, 1973

STATEMENT 13

	RESERVES FOR ENCUMBRANCES JUNE 30, 1972	EXPENDITURES 1971-72	CREDIT TO FUND BALANCE	REVISED APPROPRIATIONS 1972-73	EXPENDITURES 1972-73	RESERVES FOR ENCUMBRANCES JUNE 30, 1973	UNENCUMBERED BALANCE JUNE 30, 1973
Public Works							
Gas Tax Fund	\$22,070	\$20,752	\$1,318	\$ 310,755	\$244,131	\$ 7,382	\$ 59,242
Major Streets Gas Tax Fund	2,506	---	2,506	480,992	168,203	276,403	36,386
Federal Revenue Sharing	---	---	---	695,289	204,603	---	490,686
Total (Statement 3)	<u>24,576</u>	<u>20,752</u>	<u>3,824</u>	<u>1,487,036</u>	<u>616,937</u>	<u>283,785</u>	<u>586,314</u>
Debt Service							
Gas Tax Fund	---	---	---	3,574	3,574	---	---
Total	<u>\$24,576</u>	<u>\$20,752</u>	<u>\$3,824</u>	<u>\$1,490,610</u>	<u>\$620,511</u>	<u>\$283,785</u>	<u>\$586,314</u>
			Statement 11		Statement 11	Statement 10 & 11	

See notes to financial statements.

DEBT SERVICE FUNDS

These funds are established to account for the accumulation and disbursement of money needed to comply with the interest and principal redemption requirements of the general obligation bond issues. Provisions are made in the City's general property tax levy for money sufficient to meet these requirements.

General Obligation Bond Debt Service Funds presently established are as follows:

1960	P-3 Jail and Municipal Building
1960	P-1 Retire Mortgage on Town Hall
1966	Parks and Recreation Improvement Bonds
1967	Civic Center Improvement Bonds
1968	Civic Center Improvement Bonds
1971	Parks and Recreation Improvement Bonds

CITY OF SCOTTSDALE

STATEMENT 14

DEBT SERVICE FUNDS

BALANCE SHEET

JUNE 30, 1973

<u>ASSETS</u>	<u>TOTAL ALL FUNDS</u>	<u>GENERAL DEBT SERVICE</u>	<u>EXCISE DEBT SERVICE</u>
Cash	\$ 8	\$ 8	\$ ---
Cash with fiscal agents	319,064	319,064	---
Investments - Certificates of deposit	151,200	151,200	---
Due from other funds	83,247	83,247	---
Amount to be provided for retirement of debt	<u>1,344,873</u>	---	<u>1,344,873</u>
Total Assets	<u>\$1,898,392</u>	<u>\$553,519</u>	<u>\$1,344,873</u>
 <u>LIABILITIES AND FUND BALANCES</u>			
Contract payable - Note D	\$1,344,873	\$ ---	\$1,344,873
Due to other funds	234,455	234,455	---
Bonds payable	224,000	224,000	---
Bond interest payable	95,064	95,064	---
Fund balances	---	---	---
Total Liabilities and Fund Balances(Statement 1)	<u>\$1,898,392</u>	<u>\$553,519</u>	<u>\$1,344,873</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 15

DEBT SERVICE FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCES

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

	TOTAL ALL FUNDS	GENERAL DEBT SERVICE	EXCISE DEBT SERVICE
Revenue:			
Taxes			
Property tax	\$333,472	\$333,472	\$ ---
Transaction privilege tax	<u>73,211</u>	<u>---</u>	<u>73,211</u>
Total Revenue	<u>406,683</u>	<u>333,472</u>	<u>73,211</u>
Expenditures:			
Payment to fiscal agents			
Principal	232,950	174,000	58,950
Interest	173,124	158,863	14,261
Fiscal agent's fees	<u>609</u>	<u>609</u>	<u>---</u>
Total Expenditures	<u>406,683</u>	<u>333,472</u>	<u>73,211</u>
Fund Balances June 30, 1973	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>

See notes to financial statements.

CAPITAL PROJECTS FUNDS

Capital projects funds are established to account for the resources expended to acquire assets of a relatively permanent nature. (Special assessment and enterprise fund resources are not included in this category.) These funds evolved from the need for special accounting for bond proceeds, grants and contributions for the acquisition of capital assets.

Capital projects funds provide a formal mechanism which enables administrators to ensure that revenues dedicated for certain purpose are used only for that purpose and further enables them to report to creditors, and other grantors of capital projects fund revenue, that their requirements regarding the use of the revenue were fully satisfied.

Public Works Reserve Fund

The Public Works Reserve Fund is utilized for the accumulation and expending of general tax revenues specifically appropriated for major capital outlay projects by action of the City Council. Appropriations are made from the fund annually. The fund will continue to exist indefinitely.

Bond Construction Funds

Bond Construction Funds are utilized for the receiving and expending of the proceeds of bond sales. Bonds are authorized by the general electorate for specific capital project construction periods, rather than on an annual basis. Each bond construction fund is terminated upon the final completion of the construction of the project for which it was created. Those presently in existence are as follows:

Parks Bond Construction Fund
Storm Sewer Construction Fund

CITY OF SCOTTSDALE

STATEMENT 16

CAPITAL PROJECTS FUNDS

BALANCE SHEET

JUNE 30, 1973

<u>ASSETS</u>	<u>TOTAL ALL FUNDS</u>	<u>PUBLIC WORKS RESERVE</u>	<u>PARKS BOND CONSTRUCTION</u>	<u>STORM SEWER CONSTRUCTION</u>
Cash	\$ 22	\$ 8	\$ 6	\$ 8
Investments				
Certificates of deposit	156,200	---	156,200	---
Municipal bonds	323,000	323,000	---	---
Receivable from special assessments districts for construction costs	61,702	61,702	---	---
Other assets	3,162	3,162	---	---
Due from other funds	1,784	1,784	---	---
Receivable from other governmental units	<u>354,900</u>	<u>---</u>	<u>354,900</u>	<u>---</u>
Total Assets	<u>\$900,770</u>	<u>\$389,656</u>	<u>\$511,106</u>	<u>\$ 8</u>
<u>LIABILITIES, RESERVES AND FUND BALANCES</u>				
Claims payable	\$ 38,483	\$ 16,117	\$ 1,847	\$20,519
Due to other funds	<u>303,907</u>	<u>135,791</u>	<u>100,767</u>	<u>67,349</u>
Total Liabilities	<u>342,390</u>	<u>151,908</u>	<u>102,614</u>	<u>87,868</u>
Reserves for encumbrances	57,945	57,489	456	---
Fund balances(Statement 17)	<u>500,435</u>	<u>180,259</u>	<u>408,036</u>	<u>(87,860)</u>
Total Liabilities, Reserves and Fund Balances (Statement 1)	<u>\$900,770</u>	<u>\$389,656</u>	<u>\$511,106</u>	<u>\$ 8</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 17

CAPITAL PROJECTS FUNDS

ANALYSIS OF CHANGES IN FUND BALANCES

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

	<u>TOTAL ALL FUNDS</u>	<u>PUBLIC WORKS RESERVE</u>	<u>PARKS BOND CONSTRUCTION</u>	<u>STORM SEWER CONSTRUCTION</u>
Initial Project Authorization/ Appropriations	<u>\$5,202,568</u>	<u>\$325,768</u>	<u>\$1,376,800</u>	<u>\$3,500,000</u>
Fund balances, July 1, 1972	\$ 854,487	\$174,709	\$ 679,778	\$ ---
Add: 1971-72 Reserves for encumbrances cancelled (Statement 19)	<u>119,226</u>	<u>119,226</u>	<u>---</u>	<u>---</u>
Total Balances and Additions	973,713	293,935	679,778	---
Deduct:				
Excess of expenditures over revenues:				
Expenditures (Statement 19)	996,954	242,958	666,136	87,860
Revenue (Statement 18)	<u>581,621</u>	<u>186,771</u>	<u>394,850</u>	<u>---</u>
	<u>415,333</u>	<u>56,187</u>	<u>271,286</u>	<u>87,860</u>
Reserves for encumbrances June 30, 1973 (Statement 19)	<u>57,945</u>	<u>57,489</u>	<u>456</u>	<u>---</u>
Fund Balances, June 30, 1973 (Statement 16)	<u>\$ 500,435</u>	<u>\$180,259</u>	<u>\$ 408,036</u>	<u>(\$ 87,860)</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 18

CAPITAL PROJECTS FUNDS

STATEMENT OF REVENUE - ESTIMATED AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

	<u>ESTIMATED</u>	<u>ACTUAL</u>	<u>ACTUAL OVER/ (UNDER) ESTIMATED</u>
<u>Public Works Reserve Fund</u>			
Taxes			
Property	\$352,893	\$143,622	(\$209,271)
Transaction privilege tax	<u>20,776</u>	<u>18,820</u>	<u>(1,956)</u>
	<u>373,669</u>	<u>162,442</u>	<u>(211,227)</u>
Revenue from use of money and property			
Interest earnings	<u>18,800</u>	<u>24,329</u>	<u>5,529</u>
Total	<u>\$392,469</u>	<u>\$186,771</u>	<u>(\$205,698)</u>
<u>Park Bond Construction Fund</u>			
Revenue from use of money and property			
Interest earnings		\$ 34,311	
Other		<u>360,539</u>	
Total		<u>394,850</u>	
Total Revenue		<u>\$581,621</u>	

Statement 17

See notes to financial statements.

CITY OF SCOTTSDALE
CAPITAL PROJECTS FUNDS
STATEMENT OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATION
FOR FISCAL YEAR ENDED JUNE 30, 1973

STATEMENT 19

<u>FUND</u>	<u>RESERVE FOR ENCUMBRANCES JUNE 30, 1973</u>	<u>EXPENDITURES 1971-72</u>	<u>CREDIT TO FUND BALANCE</u>	<u>REVISED APPROPRIATION 1972-73</u>	<u>EXPENDITURES 1972-73</u>	<u>RESERVE FOR ENCUMBRANCES JUNE 30, 1973</u>	<u>UNENCUMBERED BALANCE JUNE 30, 1973</u>
Public works reserve	\$96,085	(\$23,141)	\$119,226	\$325,768	\$242,958	\$57,489	\$25,321
Parks bond construction	- 0 -	- 0 -	- 0 -	- 0 -	666,136	456	- 0 -
Storm sewer bond construction	<u>- 0 -</u>	<u>- 0 -</u>	<u>- 0 -</u>	<u>- 0 -</u>	<u>87,860</u>	<u>- 0 -</u>	<u>- 0 -</u>
Total	<u>\$96,085</u>	<u>(\$23,141)</u>	<u>\$119,226</u> Statement 17	<u>\$325,768</u>	<u>\$996,954</u> Statement 17	<u>\$57,945</u> Statement 17	<u>\$25,321</u>

- 28 -

This statement is presented in compliance with Arizona State Budget Law. The Public Works reserve fund expenditures are appropriated on an annual basis and therefore, must be compared with appropriations. The other capital projects funds, which are proceeds of bond issues, are not appropriated annually and do not require this comparison.

See notes to financial statements.

ENTERPRISE FUNDS

Enterprise funds are established to account for the financing of self-supporting activities of governmental units which render services on a user charge basis to the general public. The accounting for enterprise funds is on an accrual basis. Although both the Water and Sewer Utility and the Airport are operated as enterprise funds, their expenditures are controlled through budgetary accounting procedures similar to other city funds.

Water and Sewer Utility Fund

The Water and Sewer Utility Fund was established for control of the operating revenues and expenses of the City of Scottsdale Water and Sewer Utility. Although a program of the City government, the Utility is operated as a separate enterprise and the accounting records are maintained on an enterprise fund basis. Accordingly, the account classifications used are designed specifically for the water and sewer operations.

Airport Fund

The Airport Fund was established for control of the operating revenues and expenses of the City of Scottsdale Airport. Airport Fund accounts are maintained on an enterprise basis with account classifications designed specifically for airport operations.

CITY OF SCOTTSDALE

ENTERPRISE FUNDS

BALANCE SHEETS

JUNE 30, 1973

<u>ASSETS</u>	<u>TOTAL ALL FUNDS</u>	<u>WATER & SEWER UTILITY</u>	<u>AIRPORT</u>
Current Assets			
Cash (Statements 23 & 25)	\$ 19,605	\$ 19,595	\$ 10
Cash with fiscal agents	4,078	4,078	---
Investments - at cost, which approximates market	1,349,864	1,349,864	---
Accounts receivable	168,976	160,573	8,403
Other receivables	80,291	80,291	---
Accrued interest	10,639	10,639	---
Due from other funds	443	- 0 -	443
Total Current Assets	<u>1,633,896</u>	<u>1,625,040</u>	<u>8,856</u>
Property and Equipment - on the basis of cost			
Land	1,633,720	56,470	1,577,250
Well site	2,386,565	2,386,565	---
Sewer system	12,194,611	12,194,611	---
Buildings	721,591	---	721,591
Furniture, fixtures and equipment	81,309	75,520	5,789
Construction in progress (\$78,742 estimated cost to complete)	210,895	210,895	---
Utility plant acquisition adjustment	1,512,484	1,512,484	---
Allowance for depreciation	(2,926,523)	(2,719,366)	(207,157)
	<u>15,814,652</u>	<u>13,717,179</u>	<u>2,097,473</u>
Restricted Assets			
Water development fees	292,682	292,682	---
Restricted for bond redemption			
Reserve requirements in trust	126,345	126,345	---
Investments - certificates of deposit	53,376	53,376	---
Restricted for acquisition & construction			
Investments - certificates of deposit	266,200	266,200	---
	<u>738,603</u>	<u>738,603</u>	<u>---</u>
Total Assets (Statement 1)	<u>\$18,187,151</u>	<u>\$16,080,822</u>	<u>\$2,106,329</u>

<u>LIABILITIES AND RETAINED EARNINGS</u>	<u>TOTAL ALL FUNDS</u>	<u>WATER & SEWER UTILITY</u>	<u>AIRPORT</u>
Current Liabilities			
Claims payable	\$ 35,853	\$ 35,608	\$ 245
Bond interest payable	17,320	17,320	---
Contract interest payable	4,025	4,025	---
Current portion of contracts payable	131,924	94,429	37,495
Due to other funds	<u>732,883</u>	<u>732,883</u>	<u>---</u>
Total Current Liabilities	<u>922,005</u>	<u>884,265</u>	<u>37,740</u>
Long-Term Debt			
Bonds payable	3,910,000	3,910,000	---
Contracts payable - less portion classified as current liability	<u>2,046,915</u>	<u>1,431,339</u>	<u>615,576</u>
	<u>5,956,915</u>	<u>5,341,339</u>	<u>615,576</u>
Other Liabilities			
Customer advances and deposits	102,701	102,701	---
Advance from municipality	<u>680,000</u>	<u>680,000</u>	<u>---</u>
	<u>782,701</u>	<u>782,701</u>	<u>---</u>
Reserves			
Reserve for water & sewer replacement	<u>86,287</u>	<u>86,287</u>	<u>---</u>
	<u>86,287</u>	<u>86,287</u>	<u>---</u>
Contributions:			
Contributions from subdividers	3,088,736	3,088,736	---
Contributions from municipality	5,358,769	5,217,866	140,903
Contributions from improvement districts	501,076	501,076	---
Contributions from Seventh-Day Adventist Church	700,000	---	700,000
Contributions from federal government	<u>793,784</u>	<u>---</u>	<u>793,784</u>
	<u>10,442,365</u>	<u>8,807,678</u>	<u>1,634,687</u>
Retained earnings (deficit) (Statement 21)	(\$ <u>3,122</u>)	\$ <u>178,552</u>	(\$ <u>181,674</u>)
Total Liabilities & Retained Earnings (Statement 1)	<u>\$18,187,151</u>	<u>\$16,080,822</u>	<u>\$2,106,329</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 21

ENTERPRISE FUNDS

ANALYSIS OF CHANGES IN RETAINED EARNINGS

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

	TOTAL ALL FUNDS	WATER & SEWER UTILITY	AIRPORT
Retained Earnings Deficit, July 1, 1972	(\$ 478,914)	(\$ 308,256)	(\$170,658)
Add:			
Net income (loss) for the year (Statements 22 and 24)	<u>1,115,421</u>	<u>1,226,437</u>	<u>(11,016)</u>
Total Deficits and Additions	<u>736,507</u>	<u>918,181</u>	<u>(181,674)</u>
Deduct:			
Distribution of earnings to General Fund	653,342	653,342	---
Increase in reserve for replacement	<u>86,287</u>	<u>86,287</u>	<u>---</u>
Total Deductions	<u>739,629</u>	<u>739,629</u>	<u>---</u>
Retained Earnings (Deficit) June 30, 1973 (Statement 20)	(\$ 3,122)	\$ 178,552	(\$181,674)

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 22

WATER & SEWER UTILITY FUND

COMPARATIVE STATEMENT OF REVENUE AND EXPENSE

FOR THE FISCAL YEAR ENDED JUNE 30, 1972 AND 1973

	<u>FISCAL YEAR 1971-72</u>	<u>FISCAL YEAR 1972-73</u>
Operating Revenue:		
Water service charges	\$440,737	\$549,987
Water connection fees	51,499	381,548
Sewer service charges	851,817	820,233
Sewer connection fees	55,331	107,503
Other operating revenue	<u>3,875</u>	<u>13,716</u>
Total operating revenue	\$1,403,259	\$1,872,987
Operating Expenses (exclusive of depreciation):		
Water/source of supply	16,612	18,525
Water/pumping expenses	72,071	87,822
Water treatment expenses	251	40
Water transmission and distribution Expenses	19,152	17,666
Sewer treatment and disposal	124,434	94,721
Customer collection expenses	68,521	81,228
General and administrative expenses	<u>108,774</u>	<u>106,830</u>
	<u>409,815</u>	<u>406,832</u>
Net Operating Income Before Depreciation	993,444	1,466,155
Less depreciation and amortization	<u>401,706</u>	<u>396,114</u>
Net Operating Income	591,738	1,070,041
Non-Operating Income		
Interest earnings	67,514	105,230
Other *	<u>13,767</u>	<u>266,448</u>
Total Non-Operating Income	<u>81,281</u>	<u>371,678</u>
Total Income	673,019	1,441,719
Non-Operating Expense		
Bond interest	325,273	215,282
Other	<u>106,733</u>	<u>---</u>
Total Non-Operating Expense	<u>432,006</u>	<u>215,282</u>
Net Income	<u>\$ 241,013</u>	<u>\$1,226,437</u> (Statement 21)

For computation of debt service coverage, see Table XI.

See notes to financial statements.

* \$266,448 in 1972-73 is gain on refunding of debt, see Note C.

CITY OF SCOTTSDALE

STATEMENT 23

WATER AND SEWER UTILITY FUND

STATEMENT OF SOURCES AND APPLICATIONS OF CASH FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

Cash Funds Were Provided By:

Net operating income before depreciation	\$1,466,155
Non-operating interest earnings	105,230
Decrease in cash with fiscal agents	120,325
Decrease in receivables	224,596
Increase in payables	118,533
Proceeds from sale of refunding bonds	<u>3,913,311</u>
Total Cash Funds Provided	5,948,150

Cash Funds Were Applied To:

Non-operating interest expense	215,282
Decrease in customer deposits	16,509
Increase in investments	477,601
Increase in restricted assets	89,874
Purchases of plant and equipment	534,143
Return of contributions from municipality	653,342
Retirement of 1964 and 1966 sewer revenue and 1971 water revenue bonds	<u>3,953,551</u>
Total Cash Funds Applied	5,940,302

Increase in cash funds during 1972-1973	7,848
---	-------

Cash balance July 1, 1972	<u>11,747</u>
Cash Balance June 30, 1973 (Statement 20)	<u>\$ 19,595</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 24

AIRPORT FUND

COMPARATIVE STATEMENT OF REVENUE AND EXPENSE

FOR THE FISCAL YEAR ENDED JUNE 30, 1972 AND 1973

	<u>FISCAL YEAR 1971-72</u>	<u>FISCAL YEAR 1972-73</u>
Operating Revenue:		
Tie downs and rentals	\$44,179	\$76,032
Commissions on sales	<u>17,068</u>	<u>20,263</u>
Total Operating Revenue	\$61,247	\$96,295
Operating Expenses (exclusive of depreciation):		
Administration	55,674	17,780
Maintenance	6,161	4,490
Other	<u>4,283</u>	<u>12,223</u>
	<u>66,118</u>	<u>34,493</u>
Net Operating Income Before Depreciation	(4,871)	61,802
Less depreciation	<u>41,188</u>	<u>43,477</u>
Net Operating Income (Loss)	(46,059)	18,325
Non-Operating Income		
Interest earned	<u>641</u>	<u>29</u>
Total Income (Loss)	(45,418)	18,354
Non-Operating Expense		
Interest expense	<u>24,051</u>	<u>29,370</u>
Net (Loss)	<u>(\$69,469)</u>	<u>(\$11,016)</u>

(Statement 21)

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 25

AIRPORT FUND

STATEMENT OF SOURCES AND APPLICATIONS OF CASH FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30 , 1973

Cash Funds Were Provided By:

Net operating income before depreciation	\$61,802
Non-operating interest income	29
Decrease in receivables	<u>6,418</u>
Total Cash Funds Provided	\$68,249

Cash Funds Were Applied To:

Reduction of current liabilities	36,942
Purchase of equipment	2,047
Non-operating interest expense	<u>29,370</u>
Total Cash Funds Applied	68,359

Decrease in cash funds during 1972-1973	(110)
Cash balance July 1, 1972	<u>120</u>
Cash Balance June 30, 1973 (Statement 20)	<u>\$ 10</u>

See notes to financial statements.

TRUST AND AGENCY FUNDS

Trust and agency funds are established to administer resources received and held by a governmental unit as the trustee or as the agent for others. Use of these funds facilitates the discharge of responsibilities placed upon the governmental unit by virtue of law or other similar authority.

CITY OF SCOTTSDALE

STATEMENT 26

TRUST AND AGENCY FUNDS

BALANCE SHEET

JUNE 30, 1973

<u>ASSETS</u>	<u>TOTAL ALL FUNDS</u>	<u>NEIGHBORHOOD DEVELOPMENT PROJECT</u>	<u>FEDERAL GRANTS</u>	<u>MISCELLANEOUS TRUST AND AGENCY</u>
Cash (Statement 27)	\$ 170,197	\$ 148,556	\$ 4,863	\$ 16,778
Grants receivable	211,652	---	211,652	---
Investments -				
Certificates of deposit	2,234,218	2,050,000	---	184,218
Due from other funds	16,281	14,381	1,900	---
Accumulated project costs (Statement 28)-Note E	<u>3,835,536</u>	<u>3,835,536</u>	---	---
 Total Assets	 <u>\$6,467,884</u>	 <u>\$6,048,473</u>	 <u>\$218,415</u>	 <u>\$200,996</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCES</u>				
Claims payable	\$ 213,813	\$ 203,473	\$ 4,542	\$ 5,798
Guaranty & other deposits	126,481	---	---	126,481
Loan payable to bank	5,845,000	5,845,000	---	---
Due to other funds	<u>226,615</u>	<u>---</u>	<u>219,664</u>	<u>6,951</u>
	<u>\$6,411,909</u>	<u>\$6,048,473</u>	<u>\$224,206</u>	<u>\$139,230</u>
Reserves for encumbrances	\$ 19,987	\$ ---	\$ 12,609	\$ 7,378
Fund balances (Statement 28)	<u>35,988</u>	<u>---</u>	<u>(18,400)</u>	<u>54,388</u>
 Total Liabilities, Reserves and Fund Balances (Statement 1)	 <u>\$6,467,884</u>	 <u>\$6,048,473</u>	 <u>\$218,415</u>	 <u>\$200,996</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 27

TRUST AND AGENCY FUNDS

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

	TOTAL ALL FUNDS	NEIGHBORHOOD DEVELOPMENT PROJECT	FEDERAL GRANTS	MISCELLANEOUS TRUST AND AGENCY
Cash Balances July 1, 1972	\$ 156,401	\$ 150,642	\$ 322	\$ 5,437
Cash Receipts:				
Federal and state aid	487,572		487,572	
Investment maturities	10,865,634	10,685,000		180,634
Interest earned	166,972	166,972		
Operating revenue	41,895	41,895		
Security and other deposits	510,710			510,710
Donations	58,286			58,286
Transfers from other funds	770,973	179,474	519,215	72,284
Total Receipts	<u>12,902,042</u>	<u>11,073,341</u>	<u>1,006,787</u>	<u>821,914</u>
Cash Disbursements:				
Investments purchased	9,848,992	9,335,000		513,992
Deposit refunds	225,104			225,104
Operating expenses	1,793,648	1,478,685	292,500	22,463
Transfers to other funds	1,020,502	261,742	709,746	49,014
Total Disbursements	<u>12,888,246</u>	<u>11,075,427</u>	<u>1,002,246</u>	<u>810,573</u>
Cash Balances June 30, 1973 (Statement 26)	<u>\$ 170,197</u>	<u>\$ 148,556</u>	<u>\$ 4,863</u>	<u>\$ 16,778</u>
		Statement 5	Statement 5	Statement 5

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 28

TRUST AND AGENCY FUNDS

ANALYSIS OF CHANGES IN FUND BALANCES AND ACCUMULATED PROJECT COSTS

FOR THE FISCAL YEAR ENDING JUNE 30, 1973

	NEIGHBORHOOD DEVELOPMENT PROJECT	COMBINED FUNDS	FEDERAL GRANTS	MISCELLANEOUS TRUST AND AGENCY
Fund Balances July 1, 1972	---	\$ 59,200	\$ 51,226	\$ 7,974
Add:				
Revenues	\$ 193,852	463,078	401,794	61,284
Transfers from other funds		<u>18,202</u>		<u>18,202</u>
Total Balances and Additions	193,852	540,480	453,020	87,460
Deduct:				
Expenditures	1,623,798	466,303	440,609	25,694
Reserves for encumbrances	---	19,987	12,609	7,378
Transfers to other funds		<u>18,202</u>	<u>18,202</u>	
Fund Balances, June 30, 1973 (Statement 26)		<u>\$ 35,988</u>	<u>(\$ 18,400)</u>	<u>\$54,388</u>
Additions to project costs	1,429,945			
Accumulated project costs July 1, 1972	<u>2,405,591</u>			
Accumulated Project Costs June 30, 1973 (Statement 26)	<u>\$3,835,536</u>			

See notes to financial statements.

SPECIAL ASSESSMENT FUND

A special assessment fund is established to finance and account for the construction or purchase of improvements (or provision of services) which are to be paid for from special assessments levied against the benefitted properties.

Usually the total cost of a project to be financed by special assessments is so large that the fund cannot expect to collect in a single installment the entire amount of the needed contribution from each property owner benefitted. Accordingly, the option of paying the assessment in annual installments over a specified period is granted. Contractors and suppliers, who must be paid upon completion of the project, are issued improvement district serial bonds which are repaid from the annual installments paid by the property owners.

CITY OF SCOTTSDALE

STATEMENT 29

SPECIAL ASSESSMENTS FUND

BALANCE SHEET

JUNE 30, 1973

ASSETS

Cash with fiscal agents	\$ 70,193
Investments	
Certificates of deposit	565,500
Special assessments receivable - Note B	2,901,670
Due from other funds	<u>64,603</u>
Total Assets	<u>\$3,601,966</u>

LIABILITIES AND FUND BALANCE

Claims payable	\$ 218
Bonds payable - Note B	2,852,525
Bond interest payable	645,733
Other liabilities	9,086
Due to public works reserve for construction	61,702
Fund balance - restricted for bond interest and redemption (Statement 31)	<u>32,702</u>
Total Liabilities and Fund Balance (Statement 1)	<u>\$3,601,966</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 30

SPECIAL ASSESSMENTS FUNDS

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

FISCAL YEAR ENDED JUNE 30, 1973

Cash Balance July 1, 1972		\$	3,135
Cash Receipts			
Assessments receivable payments	\$673,929		
Penalties	3,515		
Over payments	9,039		
Street lighting tax revenues	10,594		
Investments - maturities	656,148		
Transfer from other funds	<u>8,384</u>		
Total Receipts			1,361,609
Cash Disbursements:			
Bond redemption	\$527,792		
Interest paid	137,641		
Over payments refunded	14,450		
Street lighting operating expense	11,978		
Investments purchased	659,949		
Transfers to other funds	<u>12,934</u>		
Total Disbursements			<u>1,364,744</u>
Cash Balance June 30, 1973			<u>- 0 -</u>
			Statement 5

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 31

SPECIAL ASSESSMENTS FUND

ANAYLSIS OF CHANGES IN FUND BALANCE

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

Fund Balance, July 1, 1972	\$33,664
Add:	
Revenues	<u>14,179</u>
Total Balance and Additions	\$47,843
Deduct:	
Expenditures	<u>15,141</u>
Fund Balance, June 30, 1973	<u>\$32,702</u>

Statement 29

See notes to financial statements.

GENERAL FIXED ASSETS GROUP OF ACCOUNTS

The General Fixed Assets Group of Accounts are established for controlling the City's sizeable investment in fixed assets which are tangible assets of significant value having a utility which extends beyond a year. No depreciation is provided for on such assets. Through this control, responsibility for the custody of these assets can be fixed as well.

The investment in fixed assets of enterprise operations are accounted for in their respective funds.

CITY OF SCOTTSDALE

STATEMENT 32

STATEMENT OF GENERAL FIXED ASSETS

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

General Fixed Assets - Note F

Land	\$ 3,847,513
Buildings and improvements	5,990,226
Streets and storm drains	84,193,126
Machinery and equipment	2,606,141
Construction in process (\$2,517,605 estimated cost to complete)	<u>1,452,958</u>

Total General Fixed Assets \$98,089,964

Investment in General Fixed Assets*

Investment in Property, Plant, and Equipment \$98,089,964

*The sources of funds invested in general fixed assets and classifications by functions and activity are unavailable at June 30, 1973.

See notes to financial statements.

GENERAL LONG-TERM DEBT GROUP OF ACCOUNTS

The accounts in the General Long-Term Debt Group of Accounts represent the long-term debt liability of the City.

CITY OF SCOTTSDALE

STATEMENT 33

STATEMENT OF GENERAL LONG-TERM DEBT

FOR THE FISCAL YEAR ENDED JUNE 30, 1973

Amount to Be Provided For Retirement of General Long-Term Debt	<u>\$4,966,414</u>
General long-term bonded debt payable	\$4,221,000
Special assessments payable on City-owned property	<u>745,414</u>
Total General Long-Term Debt (Statement 1)	<u>\$4,966,414</u>

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

CITY OF SCOTTSDALE, ARIZONA

JUNE 30, 1973

NOTE A - PRINCIPLES OF ACCOUNTING

The City of Scottsdale maintains its accounts on a modified accrual basis under which revenues are recorded only when received, and expenditures are recorded when the liability has been incurred. Encumbrances are accounted for through a segregation of fund balances.

The Water and Sewer Utility, and Municipal Airport Funds are accounted for as enterprise funds under which revenue is recorded when earned, expenditures are recorded when the liability has been incurred, and depreciation is recorded for property and equipment. The water system property, plant and equipment acquired from the Indian Bend Water Company and the Ocotillo Water Company were recorded at net book value. The excess of purchase price over the net book value of assets acquired has been recorded as a "utility plant acquisition adjustment" and is being amortized on a straight-line basis over a 25-year period.

NOTE B - SPECIAL ASSESSMENTS RECEIVABLE

The City acts as trustee for special assessments on improvement districts, whereby it collects the assessments levied against the owners of property within the improvement district and disburses these amounts to retire the bonds issued to finance the improvements.

NOTE C - REDEMPTION OF SEWER AND WATER REVENUE BONDS

The City issued 1957 and 1961 Sewer Revenue Bonds for the planned construction of a sewer treatment plant. Proceeds from these bonds became unexpendable when the plan was abandoned and it was necessary to refund the bonds to remove their lien on future sewer revenues and to provide for the issuance of additional bonds for construction of joint sewer facilities under a five-city plan. On July 9, 1964, the City executed an irrevocable trust agreement with a bank, whereby the City deposited funds in the trust account for the purpose of servicing and redeeming the 1957 and 1961 Sewer Revenue Bonds. The interest earnings on the funds deposited in trust together with such funds are sufficient for the redemption of principal and the payment of interest on the bonds. At June 30, 1973, the principal amounts outstanding were \$ 95,000 on the 1957 Sewer Revenue Bonds and \$555,000 on the 1961 Sewer Revenue Bonds. A January 1, 1975, call provision is included in each indenture and will be exercised on all bonds outstanding as of that date.

During 1973, the City issued Utility Revenue Refunding Bonds to refund Sewer Revenue Series of 1964 and 1966 and Water Revenue Series of 1971. In conjunction with the issuance of these bonds, the City purchased securities of various U. S. Government agencies which were placed in irrevocable trusts. The interest earnings on the securities held by the trust, together with the principal of such securities, are sufficient for the redemption of principal and the payment of interest on the bonds refunded. At June 30, 1973, the principal amounts outstanding were \$1,500,000 on the 1971 Water Bonds and \$1,520,000 and \$1,200,000 respectively on the 1964 and 1966 Sewer Revenue Bonds.

NOTES TO FINANCIAL STATEMENTS (Cont'd.)

CITY OF SCOTTSDALE, ARIZONA

JUNE 30, 1973

NOTE D - CONTRACTS PAYABLE

Under contracts payable to the City of Scottsdale Municipal Property Corporation, the City has agreed to purchase various facilities constructed by the Corporation on City land. The contracts are for an amount sufficient to pay principal, interest, and other costs relating to bonds and notes issued by the Corporation to finance the construction and are payable as follows:

	<u>Total</u>	<u>Excise Debt Service Fund</u>	<u>Airport Fund</u>
Original agreement dated January 8, 1968: \$450,000, payable in monthly installments of \$3,050 through April 1989. (\$15,000 due within one year.)	\$ 383,352	\$ 123,591	\$259,761
Supplemental agreement dated March 2, 1971: \$1,485,000, payable in monthly install- ments ranging from \$10,825 to a final payment of \$8,236 in June 1989. (\$55,000 due within one year.)	1,380,000	1,221,282	158,718
Original agreement dated April 18, 1972: \$250,000, payable in monthly installments of \$2,561 through September 1, 1982. (\$21,170 due within one year.)	<u>234,592</u>		<u>234,592</u>
	<u>\$1,997,944</u>	<u>\$1,344,873</u>	<u>\$653,071</u>

Legal title to the constructed facilities is retained by the Corporation until the full purchase price is paid. The City has sole right to the use of the facilities and is responsible for all operating and maintenance costs.

The City, in accordance with the contract agreement, has collateralized the debt issued by the Corporation by (1) a first lien pledge of all excise, transaction, privilege, franchise, and lieu taxes collected by the City, and (2) a pledge of all net revenues derived from operations of the constructed facilities.

As of June 30, 1973, construction under the 1968, 1971, and 1972 Agreements has been completed.

The purchase contract entered into with the former stockholders of Indian Bend Water Company, amounting to \$1,629,625, is payable in annual installments ranging from \$84,000 in July 1972, to \$132,000 in July 1986, plus 6% interest. The contract is to be paid from operating revenues of the Utility Fund and places no lien on other City revenues.

The agreement also provides that the contract principal may be adjusted by the City for any unrecorded liabilities of Indian Bend Water Company which are discovered on or prior to March 31, 1978, and paid by the City.

NOTES TO FINANCIAL STATEMENTS (Cont'd.)

CITY OF SCOTTSDALE, ARIZONA

JUNE 30, 1973

NOTE D - CONTRACTS PAYABLE (Cont'd.)

The City entered into an agreement with Indian Bend Associates for the purchase of Ocotillo Water Company. The purchase contract, amounting to \$105,000, is payable in annual installments ranging from \$10,000 in October 1973 to \$28,000 in October 1977, plus 5 3/4% interest. The contract is to be paid from operating revenues of the Utility Fund and places no lien on other City revenues.

NOTE E - NEIGHBORHOOD DEVELOPMENT PROJECT

In 1970, the City of Scottsdale entered into a contract with the Department of Housing and Urban Development for a neighborhood development project, whereby certain substandard housing within the City would be brought up to current housing standards. The City's contributions to this project are improvements made in the vicinity of the project area which had previously been funded through City Capital Improvements Project money and through the sale of bonds, therefore, the project costs are totally funded by the Federal Government. The accumulated project costs are net of Federal Grants received and sales of cleared land. Costs of \$3,835,536 represent the cumulative costs incurred through June 30, 1973.

The current action year for the project ends October 30, 1973, at which time the City will prepare an application to the Department of Housing and Urban Development for reimbursement of that portion of the costs which will not be recovered through the resale of land purchased during this period.

NOTE F - FIXED ASSETS

During the last fiscal year, the City completed a project of establishing cost data and subsidiary record control for fixed assets, and adjustments were made to the carrying values as accurate cost data was established. Historical costs were not available for certain fixed assets and these items were recorded in the accounts based on the City Engineer's estimates of their cost. Engineer's estimates were used for the following items:

General Fixed Assets -	
Streets and storm drains	\$84,193,126
Traffic signal equipment	605,640
Land	3,847,513
Utility Fixed Assets -	
Sewer system	12,194,611
All other fixed assets are recorded at cost.	

Depreciation and the related allowance for depreciation is recorded for the Municipal Utility and Municipal Airport Funds using a straight-line method over useful lives of 3 to 50 years. As is customary with general municipal fixed assets, no provision for depreciation of such assets has been made.

CITY OF SCOTTSDALE
GENERAL GOVERNMENTAL EXPENDITURES BY MAJOR PROGRAM
LAST TEN FISCAL YEARS

TABLE 1

<u>Fiscal Year</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Public Works</u>	<u>Health & Sanitation</u>	<u>Culture & Recreation</u>	<u>Debt Service</u>
1973	\$1,743,392	\$2,289,692	\$3,212,325	\$1,765,158	\$1,373,567	\$419,169
1972	1,036,203	1,806,833	2,328,832	1,318,726	785,430	398,189
1971	1,030,698	1,544,895	2,016,027	1,010,599	1,053,202	238,862
1970	920,490	1,306,030	2,201,330	856,446	756,228	185,472
1969	747,714	1,198,636	1,439,749	584,698	611,857	181,969
1968	579,885	1,074,288	1,351,864	627,984	623,326	263,944
1967	438,478	784,305	1,073,747	620,930	290,314	101,926
1966	392,296	721,342	987,422	410,607	244,862	98,539
1965	430,228	651,601	600,623	460,805	361,881	105,771
1964	330,425	628,266	456,064	575,596	191,463	168,839

GENERAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS

TABLE II

<u>Fiscal Year</u>	<u>Taxes</u>	<u>Licenses & Permits</u>	<u>Inter-Government Revenue</u>	<u>Charges For Services</u>	<u>Fines & Forfeits</u>	<u>Uses of Money & Property</u>	<u>Misc.</u>
1973	\$5,578,586	\$565,811	\$3,446,539	\$240,847	\$239,166	\$205,908	\$728,495
1972	4,552,900	147,086	2,373,264	613,816	197,333	130,473	218,983
1971	3,814,291	138,875	2,039,197	355,242	163,765	202,319	673,158
1970	3,413,956	378,123	1,796,624	291,416	178,143		33,830
1969	2,797,311	282,418	1,534,980	245,241	174,537		
1968	2,490,332	210,905	1,320,915	189,743	137,717		
1967	2,220,043	200,429	1,213,038	118,161	103,480		
1966	1,701,530	165,216	682,987	120,630	122,196		5,000
1965	1,571,625	165,708	686,502	110,976	122,544		
1964	1,413,439	27,483	665,233	131,139	121,872	1,723	34,655

TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS

TABLE III

<u>Fiscal Year</u>	<u>Total Taxes</u>	<u>Privilege Taxes</u>	<u>General Property Tax</u>	<u>Franchise</u>	<u>In-Lieu Property</u>
1973	\$5,578,586	\$4,173,436	\$1,273,554	\$102,023	\$29,573
1972	4,552,900	3,380,861	1,064,754	78,930	28,355
1971	3,814,291	2,754,597	968,298	69,031	22,365
1970	3,413,956	2,462,561	868,750	59,676	22,969
1969	2,797,311	1,891,095	843,830	54,854	7,532
1968	2,490,332	1,546,490	882,018	61,824	
1967	2,220,043	1,328,021	837,728	54,294	
1966	1,701,530	874,006	781,323	46,201	
1965	1,571,625	789,777	740,063	41,785	
1964	1,413,439	715,403	666,341	31,695	

CITY OF SCOTTSDALE
PROPERTY TAX RATES AND TAX LEVIES - ALL OVERLAPPING GOVERNMENTS
CURRENT YEAR

TABLE IV

OVERLAPPING MUNICIPALITY	1972-73 ASSESSED VALUATION	PORTION APPLICABLE TO THE CITY OF SCOTTSDALE		1972-73 TAX RATE PER \$100 A.V.
		APPROX. %	AMOUNT	
State of Arizona	\$3,634,625,364	3.45%	\$125,380,953	\$1.55
Maricopa County	1,644,191,013	7.63	125,380,953	2.10
Maricopa County J.C.District	1,644,191,013	7.63	125,380,953	0.62
Phoenix, Union H.S.D.	719,215,861	0.33	2,373,412	2.74
School District No. 31 (Balsz)	39,007,205	6.09	2,375,539	3.47
Scottsdale H.S.D.	215,567,817	56.21	121,170,670	3.01
School Dist. #48 (Scottsdale)	215,567,817	56.21	121,170,670	3.93
Paradise Valley H.S.D.	53,304,303	3.27	1,743,051	3.53
S.D. No. 69 (Paradise Valley)	53,304,303	3.27	1,743,051	5.89
City of Scottsdale	125,380,953	100.00	125,380,953	1.03
Total Direct and Overlapping Tax Rate Per \$100 Assessed Valuation				
Inside School District No. 31 (Balsz)			\$11.51	
Inside School District No. 48 (Scottsdale)			12.24	
Inside School District No. 69 (Paradise Valley)			14.72	

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
AS OF JUNE 30, 1973

TABLE V

NAME OF GOVERNMENTAL UNIT	NET DEBT OUTSTANDING	% APPLICABLE TO THIS MUNICIPALITY	CITY OF SCOTTSDALE SHARE OF DEBT
City of Scottsdale	\$ 4,213,000	100.00%	\$ 4,213,000
State of Arizona	NONE	3.45	---
Maricopa County	23,750,000	7.63	1,812,125
Maricopa County Junior College District	12,180,000	7.63	929,334
Phoenix Union H.S. District	16,050,000	0.33	52,965
School District No. 31 (Balsz)	566,000	6.09	34,469
Scottsdale H. S. District	9,854,000	56.21	5,538,933
School District No. 48 (Scottsdale)	8,449,000	56.21	4,749,183
Paradise Valley H. S. District	5,175,000	3.27	169,223
School District No. 69 (Paradise Valley)	4,468,000	3.27	146,104
Total Direct and Overlapping Debt			<u>\$17,645,336</u>

CITY OF SCOTTSDALE
PROPERTY TAX LEVIES AND COLLECTIONS

TABLE VI

<u>FISCAL YEAR</u>	<u>TOTAL TAX LEVY</u>	<u>CURRENT TAX COLLECTIONS</u>	<u>% OF LEVY COLLECTIONS</u>	<u>DELINQUENT TAX COLLECTIONS</u>	<u>FUTURE YEAR TAX COLLECTIONS</u>	<u>TOTAL TAX COLLECTIONS</u>	<u>TOTAL COLLECTIONS % OF CURRENT LEVY</u>	<u>OUTSTANDING DELINQUENT TAXES</u>	<u>OUTSTANDING DELINQUENT TAXES AS A % OF CURRENT LEVY</u>
1973	\$1,291,567	\$1,223,459	94.73%	\$26,271	\$23,824	\$1,273,554	98.61%	\$71,905	5.57%
1972	1,062,379	1,033,373	97.27%	16,385	14,996	1,064,754	100.22	30,068	2.83
1971	966,172	943,559	97.66%	14,376	10,363	968,298	100.22	19,340	2.00
1970	852,987	835,520	97.95%	25,168	8,062	868,750	101.85	25,150	2.95
1969	848,486					843,830	99.45	30,454	3.59
1968	882,108					882,018	99.99	13,624	1.54
1967	824,683					837,728	101.58		
1966	779,647					781,323	100.21		
1965	739,079					740,063	100.13		
1964	672,332					666,341	99.11		

CITY OF SCOTTSDALE
 ASSESSED VALUATION CLASSIFICATION AND HISTORIES
 THE LAST FOUR YEARS AND THE LAST TEN YEARS

TABLE VII

COMPARATIVE ASSESSED VALUATION CLASSIFICATION

Classification	Year	Year	Year	Year
	1972-73	1971-72	1970-71	1969-70
Real Estate	\$ 31,571,935	\$ 26,360,355	\$25,272,765	\$21,824,585
Improvements	77,515,955	62,206,065	55,303,340	50,659,640
Secured Personal	1,054,588	1,041,960	993,420	1,790,380
Unsecured Personal	5,733,750	5,118,130	4,597,300	1,983,285
Wires and Rails	10,283,575	9,487,252	8,922,302	7,906,798
Gross Valuation	\$126,159,803	\$104,213,762	\$95,089,127	\$84,164,688
Less Exemptions	778,850	1,070,145	1,286,325	1,349,985
Net Taxable Valuation	<u>\$125,380,953</u>	<u>\$103,143,617</u>	<u>\$93,802,802</u>	<u>\$82,814,703</u>

ASSESSED VALUATION HISTORIES

Year	City of Scottsdale	Maricopa County	State of Arizona
1972-73	\$125,380,953	\$1,644,191,013	\$3,634,000,000
1971-72	103,143,617	1,385,223,610	3,165,849,984
1970-71	93,802,802	1,249,273,171	2,877,440,831
1969-70	82,814,703	1,146,470,649	2,656,536,168
1968-69	82,377,245	1,137,884,187	2,599,066,421
1967-68	82,440,045	1,074,313,660	2,351,583,270
1966-67	77,073,244	1,025,285,286	2,238,806,714
1965-66	72,864,228	987,624,424	2,129,219,709
1964-65	69,072,782	968,411,520	2,073,510,461
1963-64	62,834,786	899,727,907	1,959,687,550

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
 FOR GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES
 LAST TEN FISCAL YEARS

TABLE VIII

Fiscal Year	Principal	Interest	Total Debt Services	Total General Expenditures	Ratio of Debt Service to General Expenditures
1973	\$174,000	\$158,863	\$333,472	\$10,803,303	3.09%
1972	110,000	158,602	268,602	7,794,711	3.45
1971	42,000	138,027	180,027	6,894,283	2.61
1970	42,000	139,776	181,776	6,036,354	3.01
1969	36,500	141,536	178,036	4,764,623	3.74
1968	91,500	150,092	241,592	4,521,291	5.34
1967	51,500	49,570	101,070	3,309,700	3.05
1966	51,500	46,599	98,099	2,855,068	3.44
1965	56,000	48,908	104,908	2,610,909	4.02
1964	66,000	90,565	156,565	2,350,653	6.66

CITY OF SCOTTSDALE
COMPUTATION OF LEGAL DEBT MARGINS
June 30, 1973

TABLE IX

Assessed Value		<u>\$125,380,953</u>
Debt Limit 4% of Assessed Value		\$ 5,015,238
Amount of Debt Applicable to Debt Limit		
Total Bonded Debt	\$ 8,355,000	
Other Debt		
Excise Tax Debt	\$1,999,592	
Water Purchase Debt	<u>1,525,768</u>	<u>3,525,360</u>
		\$11,880,360
Less:		
Cash in Debt Service Funds	\$ 174,000	
Motor Vehicle Tax Anticipation Bonds	8,000	
Revenue Bonds	3,910,000	
Excise Tax Debt	1,999,592	
Water Purchase Debt	1,525,768	
15% General Obligation Bonds	<u>730,000</u>	<u>8,347,360</u>
Total Debt Applicable to Debt Limit		<u>3,533,000</u>
Legal Debt Margin		<u>\$ 1,482,238</u>
Debt Limit 15% of Assessed Value		\$ 18,807,143
Amount of Debt Applicable to Debt Limit		
Total Bonded Debt	\$ 8,355,000	
Other Debt		
Excise Tax Debt	\$1,999,592	
Water Purchase Contract	<u>1,525,768</u>	<u>3,525,360</u>
		\$11,880,360
Less:		
Cash in Debt Service Funds	\$ 50,000	
Motor Vehicle Tax Anticipation Bonds	8,000	
Revenue Bonds	3,910,000	
Excise Tax Debt	1,999,592	
Water Purchase Debt	1,525,768	
4% General Obligation Bonds	<u>3,707,000</u>	<u>11,200,360</u>
Total Debt Applicable to Debt Limit		<u>\$ 680,000</u>
Legal Debt Margin		<u>\$ 18,127,143</u>

CITY OF SCOTTSDALE, ARIZONA
SUMMARY OF GENERAL OBLIGATION BONDED DEBT SERVICE REQUIREMENTS
AS OF JUNE 30, 1973

TABLE X

Fiscal Year	General Purpose 4% Limitation		Utility Purpose 15% Limitation		Total Debt Service Requirements		
	Principal	Interest	Principal	Interest	Total Principal	Interest	Total Principal & Interest
1972-73	\$ 174,000	\$160,622	\$ 50,000	\$27,800	\$224,000	\$188,422	\$412,422
1973-74	169,000	152,388	60,000	25,925	229,000	178,313	407,313
1974-75	169,000	145,563	65,000	23,675	224,000	169,238	393,238
1975-76	170,000	139,040	70,000	21,237	240,000	160,277	400,277
1976-77	160,000	132,585	85,000	18,613	245,000	150,838	395,838
1977-78	65,000	125,910	50,000	15,425	115,000	141,335	256,335
1978-79	70,000	123,060	50,000	13,550	120,000	136,610	256,610
1979-80	75,000	119,985	50,000	11,650	125,000	131,635	256,635
1980-81	80,000	116,685	50,000	9,750	130,000	126,435	256,435
1981-82	85,000	113,160	50,000	7,800	135,000	120,960	255,960
1982-83	90,000	109,435	50,000	5,850	140,000	115,285	255,285
1983-84	100,000	105,485	50,000	3,900	150,000	109,385	259,385
1984-85	105,000	101,225	50,000	1,950	155,000	103,175	258,175
1985-86	160,000	96,740			160,000	96,740	256,740
1986-87	165,000	90,220			165,000	90,220	255,220
1987-88	175,000	84,115			175,000	84,115	259,115
1988-89	180,000	77,640			180,000	77,640	257,640
1989-90	190,000	70,980			190,000	70,980	260,980
1990-91	200,000	62,975			200,000	62,975	262,975
1991-92	200,000	52,975			200,000	52,975	252,975
1992-93	200,000	43,475			200,000	43,475	243,475
1993-94	225,000	34,075			225,000	34,075	259,075
1994-95	250,000	23,500			250,000	23,500	273,500
1995-96	250,000	11,750			250,000	11,750	261,750
	<u>\$3,707,000</u>		<u>\$730,000</u>				

CITY OF SCOTTSDALE
SCHEDULE OF WATER AND SEWER UTILITY REVENUE BOND COVERAGE

TABLE XI

<u>Fiscal Year</u>	<u>Gross Revenue</u>	<u>Operating & Maintenance Expenses</u>	<u>Net Revenue Available for Debt Services</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Coverage</u>	<u>Required Coverage</u>
1973	\$1,978,216	\$406,832	\$1,571,384	---	---	---	---	1.20 Times

The 1964 and 1966 Sewer Revenue Bonds and the 1971 Water Revenue Bonds were refunded in 1973 by a \$3,910,000 Refunding Issue. Principal and interest on the 1973 refunding bonds is payable from the now combined operation of the City of Scottsdale Water and Sewer Utility System after providing sufficient funds for the current expenses of the system. In addition to the refunding issue, the City of Scottsdale has outstanding \$650,000 principal amount of bonds remaining of the Sewer Revenue Issues of 1957 and 1961. Principal and interest on these bonds is secured by monies and investments held in an irrevocable trust at the Arizona Bank.

CITY OF SCOTTSDALE
SCHEDULE OF INSURANCE IN FORCE
End of Fiscal Year 6/30/73

TABLE XII

Carrier	Policy Description	Amt. of Coverage
Central Mutual Policy Period 7/1/72 to 7/1/75	Package policy -- all city property including motor vehicles (specific property excluded -- traffic signals, refuse containers and fire hydrants). Real property covered for replacement cost, no allowance for depreciation. Specific limits are as follows:	
	a. Real Property	\$3,767,650
	b. General Liability	
	(1) Per person	300,000
	(2) Per occurrence	300,000
	c. Riot and Civil Disorder	
	(1) Per person	25,000
	(2) Per occurrence	100,000
	d. Mercantile Robbery & Safe Burglary	
	(1) Outside robbery	3,000
	(2) Safe burglary	3,000
	(3) Cash registers & cash drawers	1,000
	e. Automotive	
	(1) Liability (per person)	300,000
	(2) Liability (per occurrence)	300,000
	(3) Property damage (per occurrence)	300,000
	(4) Comprehensive (\$250 deductible)	---
	(5) Collision (\$250 deductible)	---
Central Mutual 7/1/72 to 7/1/75	Excess blanket catastrophe liability (excludes airport operations) Retained limit - underlying insurance (\$300,000)	
USAIG 7/1/72 to 7/1/75	Airport - single limit bodily injury and property damage liability (each occurrence or accident and aggregate products) Hangarkeeper's liability (\$500 deductible)	
American Home Assurance Co. 3/5/73 to 3/5/74	Police Professional Liability - Personal or bodily injury, includes sworn police officers and specified city officers while acting within scope of their authority.	

CITY OF SCOTTSDALE
GENERAL INSURANCE

TABLE XIIa

Real Property Liability Exposures

<u>Description</u>	<u>Type Const.</u>	<u>Square Feet</u>	<u>Acquired</u>	<u>Original Cost</u>	<u>Replacement Cost (7/1/73)</u>
Fire Station 12 13655 N. Scottsdale	Conc/blk	2,120	12/71	\$ 70,429	\$ 51,113
Fire Station 2857 N. Miller	Conc/blk	8,424	8/68	140,907	203,102
Fire Station II 7339 E. McDonald	Conc/blk	4,023	12/71	90,136	106,270
Fire Truck Shelter	Met/Lbr		3/67	3,002	5,400
<u>McCormick Park</u> SE Ind. Bend, Sctsdl.	Adobe/Wd	3,108	12/67	0	52,836
<u>McCormick Park Stg.</u> SE Ind. Bend, Sctsdl.	Adobe/Wd	616	12/67		10,472
<u>RR Train Shed</u> McCormick Park	Stl/Wd	6,400	12/71	34,175	83,200
<u>Agua Linda Pk. Bldg.</u> Pima, McDonald	Adobe/Wd	350	8/60	3,150	5,950
<u>Chesnutt Pk. Bldg.</u> 4565 N. Granite Rf.	Adobe	950	8/65	8,550	16,150
<u>Chesnutt Pk. Ramadas</u> 4565 N. Granite Reef	Conc/blk	231	7/69	28,599	39,238
<u>Public Services</u> 3739 Civic Center Pl.	Conc/blk	23,260	4/72	799,302	867,365
<u>City Hall</u> 3939 Civic Center Pl.	Conc/blk	36,000	10/68	547,000	1,342,440
<u>Library</u> 3839 Civic Center Pl.	Conc/blk	39,000	10/68	625,919	1,454,310
<u>Com. Ctr. Pool/Bldg.</u>	Conc/blk	1,200	6/66	51,942	21,948
<u>Eldorado Rec. Ctr.</u> 2311 Miller Rd.	Conc/blk	10,000	10/68	146,288	206,700
<u>Eldorado Bathhouse</u> 2311 Miller Rd.	Conc/blk	3,515	6/68	63,917	66,504

CITY OF SCOTTSDALE
GENERAL INSURANCE

TABLE XIIa Cont'd.

	Type Const.	Square Feet	Acquired	Original Cost	Replacement Cost (7/1/73)
<u>Eldorado Restrooms</u> 2311 Miller Rd.	Conc/blk	350	7/70	\$ 4,625	\$ 6,622
<u>Eldorado Cntrl. Bldg.</u> 2311 Miller Rd.	Conc/blk	1,944	7/70	43,362	40,812
<u>Street Mtce. Bldg.</u> Miller, McKellips	Conc/blk	8,479	8/71	123,340	135,664
<u>St. Mtce. Stge.</u> Miller, McKellips	Met/Lbr	600	7/66	2,000	7,200
<u>Refuse Ctr. Bldg.</u> Miller, McKellips	Conc/blk	3,640	7/66	72,433	75,238
<u>Equip. Mtce. Bldg.</u> Miller, McKellips	Conc/blk	15,716	11/64	97,328	251,456
<u>Pks. Rec. Repair Ctr.</u> Miller, McKellips	Conc/blk	1,600	2/69	25,149	25,600
<u>Refuse Shelter</u> Miller, McKellips	Conc/blk	780	9/67	6,240	12,480
<u>Cholla Pk. Bldg.</u> 14501 N. Hayden	Conc/blk	1,904	12/71	44,740	39,356
<u>Warehouse</u> 7501 E. 2nd	Conc/mtl	17,200	72	115,000	275,200

SCOTTSDALE MUNICIPAL AIRPORT COMPREHENSIVE INSURANCE

Terminal Bldg.	Conc/blk	4,240	1/68	\$ 85,000	\$115,838
Hangar	Conc/blk	15,714	1/68	195,000	286,260
Tee-Hangars, Shelter	Conc/blk/st	228	11/71	148,000	177,304
Fuel Dispensing	Conc/blk	576	6/68	60,000	88,080
FAA Bldg.	Conc/blk	5,930	7/72	200,000	220,200

PUBLIC FACILITIES EXPOSURES

Fire Hydrants	937	
Gas Lights	81	
Parks (developed)	347 acres	
Streets	362 miles	
Sewers	222 miles	
Building Permits (1972 valuation)	\$67,606,320	
Traffic Signals	55	
Parking Lots	25 (approx. 888,537 sq. ft.)	
Swimming Pools	3	
Water Mains	60 miles	
Baseball Stadium	4,200 capacity	100,000

CITY OF SCOTTSDALE
MISCELLANEOUS STATISTICAL DATA
JUNE 30, 1973

TABLE XIII

Population	<u>1951 Census</u> 2032 Persons	<u>1960 Census</u> 10,026 Persons	<u>Special 1965 Census</u> 54,504 Persons	<u>1970 Census</u> 67,823 Persons
Miles of Streets and Alleys				
Streets			287	
Alleys			142	
Miles of Sewers				
Storm			8.2	
Sanitary			213.8	
Fire Protection				
Number of Stations			3	
The City of Scottsdale has no fire employees but contracts with Rural Fire Protection Co. to provide fire services to all residents.				
Police Protection				
Number of Employees			116	
Number of Law Violations (excluding parking)			14,450	
The City jail is a holding facility.				
All long term prisoners are incarcerated in the County jail.				
Vehicular Patrol Units			33	
3 of these units are assigned to police assistants who take reports and investigate auto accidents.				
Recreation				
Parks-Number of acres.			347	
Number of swimming pools			3	
Number of other recreation facilities			12	
These consist of schools and school playgrounds in cooperation with Scottsdale School District.				
Water Enterprise				
Number of Users			5,347	
Annual Consumption			1,280,345,000	
Plant Capacity			9,400 G.P.M.	
Miles of Distribution Lines			60	
Number of Street Lights			2,341	
Employees as of June 30, 1973				
Merit System			768	
Unclassified (exempt)			<u>32</u>	
Total			<u>800</u>	
Elections				
Number of Registered Voters			32,661	
Number Voting in Last Municipal Election			8,343	
% Voting in Last Municipal Election			25.5%	
Population				
Median Age of Residents			27.9 Years	
Median Household Incomes			\$14,079	
Median Home Value			\$24,575	

CITY OF SCOTTSDALE

TABLE XIII Cont'd.

MISCELLANEOUS STATISTICAL DATA

June 30, 1973

<u>Building Permits</u> <u>Fiscal Year</u>	<u>No. Permits</u>	<u>Valuation</u>
1973	3869	\$67,606,320
1972	3918	56,873,192
1971	3030	41,523,463
1970	3422	40,221,405
1969	2559	29,965,232
1968	2535	18,974,032
1967	2300	16,923,114
1966	1832	17,015,635
1965	1130	14,480,179
1964	1439	16,533,590