

Monthly Financial Report

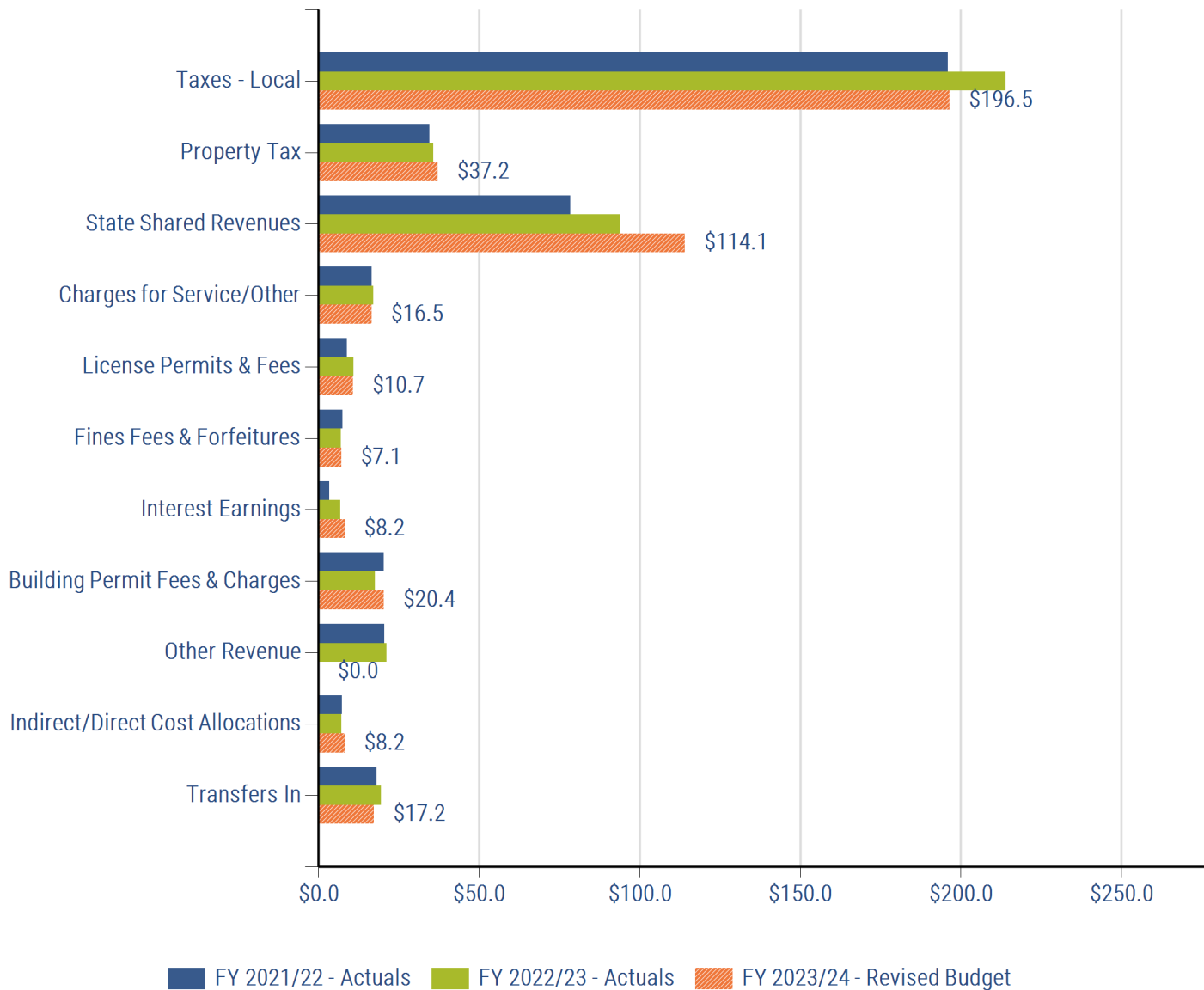
**Fiscal Year to Date as of
August 31, 2023**

Report to the City Council
Prepared by the City Treasurer
October 24, 2023

Sources

General Fund

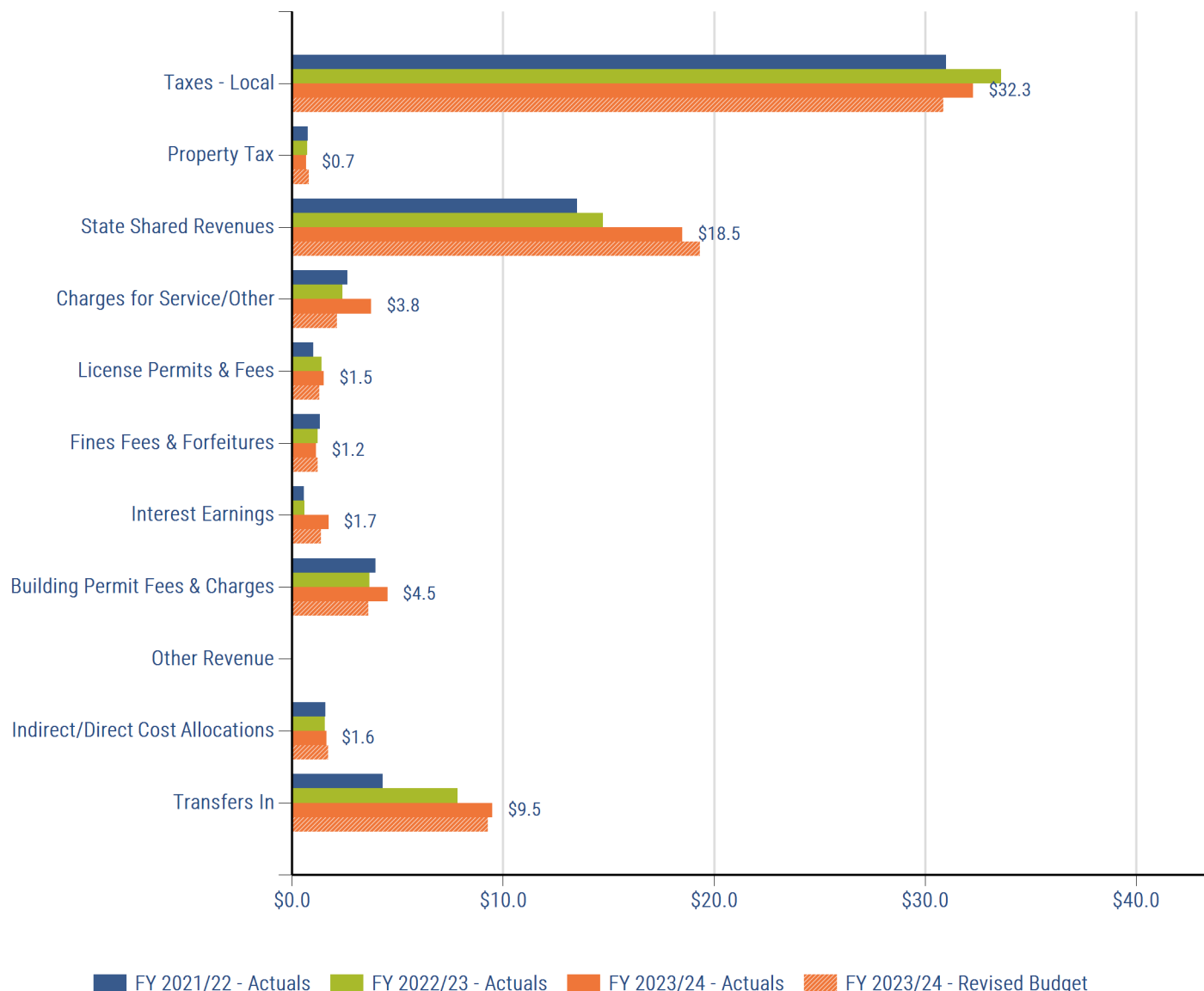
Twelve Months: Fiscal Year



	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Revised Budget
Taxes - Local	\$195.9	\$214.1	\$196.5
Property Tax	34.6	35.8	37.2
State Shared Revenues	78.5	94.0	114.1
Charges for Service/Other	16.6	17.0	16.5
License Permits & Fees	8.8	10.8	10.7
Fines Fees & Forfeitures	7.5	7.0	7.1
Interest Earnings	3.3	6.9	8.2
Building Permit Fees & Charges	20.3	17.6	20.4
Other Revenue	20.5	21.2	-
Indirect/Direct Cost Allocations	7.2	7.2	8.2
Transfers In	18.2	19.4	17.2
Total Sources	\$411.3	\$450.9	\$436.1

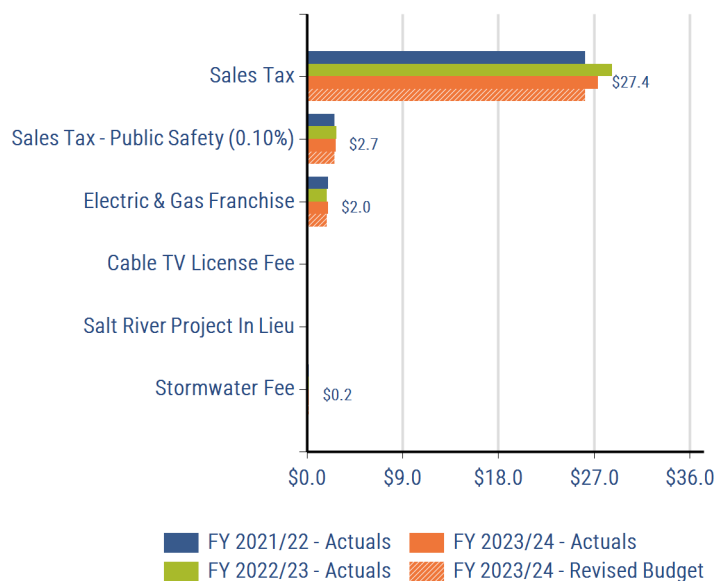
Note: FY 2022/23 twelve month actuals are preliminary at this time, pending year end closing and audit.

Sources (Fiscal Year to Date: August 2023)



	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Taxes - Local	\$31.0	\$33.6	\$32.3	\$30.9	\$1.4	5%
Property Tax	0.8	0.7	0.7	0.8	(0.1)	(14%)
State Shared Revenues	13.5	14.7	18.5	19.3	(0.8)	(4%)
Charges for Service/Other	2.6	2.4	3.8	2.1	1.6	75%
License Permits & Fees	1.0	1.4	1.5	1.3	0.2	16%
Fines Fees & Forfeitures	1.3	1.2	1.2	1.2	(0.1)	(5%)
Interest Earnings	0.6	0.6	1.7	1.4	0.4	27%
Building Permit Fees & Charges	4.0	3.7	4.5	3.6	0.9	25%
Other Revenue	-	-	-	-	-	n/a
Indirect/Direct Cost Allocations	1.6	1.6	1.6	1.7	(0.1)	(5%)
Transfers In	4.3	7.9	9.5	9.3	0.2	2%
Total Sources	\$60.6	\$67.8	\$75.3	\$71.6	\$3.6	5%

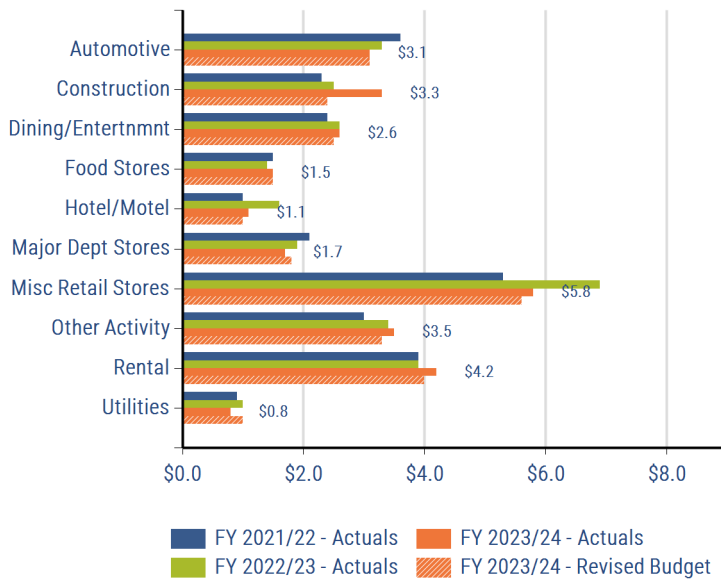
Taxes - Local (Fiscal Year to Date: August 2023)



Actual to Revised Budget variance of \$1.4 million or 5%:
 The favorable variance is primarily due to Sales Tax. See detailed Sales Tax information on page 5. Electric & Gas Franchise is favorable due to higher than expected franchise collections from APS resulting from unusually high temperatures that caused higher than anticipated electricity usage.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Sales Tax	\$26.2	\$28.7	\$27.4	\$26.2	\$1.2	5%
Sales Tax - Public Safety (0.10%)	2.6	2.8	2.7	2.6	0.1	5%
Electric & Gas Franchise	2.0	1.9	2.0	1.9	0.1	4%
Cable TV License Fee	-	-	-	-	-	-
Salt River Project In Lieu	0.1	-	-	-	-	-
Stormwater Fee	0.2	0.2	0.2	0.2	-	-
Taxes - Local Total	\$31.0	\$33.6	\$32.3	\$30.9	\$1.4	5%

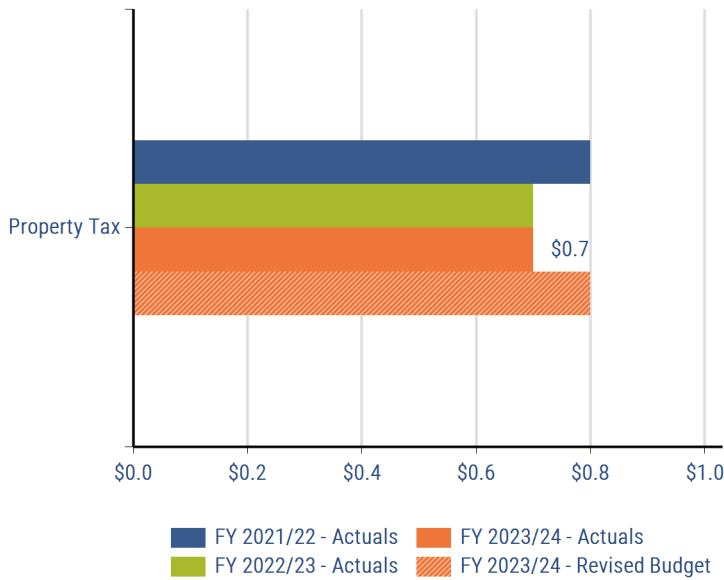
Sales Tax (Fiscal Year to Date: August 2023)



Actual to Revised Budget variance of \$1.2 million or 5%:
 The favorable variance is primarily due to: 1) Construction Sales Tax - increases from residential and commercial construction and one-time audit payments; 2) Other Activity Sales Tax - timing differences of when taxpayers reported last year versus this year; and 3) Rental Sales Tax - one-time taxable speculative sale of an apartment complex.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Automotive	\$3.6	\$3.3	\$3.1	\$3.1	\$ -	-
Construction	2.3	2.5	3.3	2.4	0.9	39%
Dining/Entertainment	2.4	2.6	2.6	2.5	0.1	2%
Food Stores	1.5	1.4	1.5	1.5	-	-
Hotel/Motel	1.0	1.6	1.1	1.0	0.1	9%
Major Dept Stores	2.1	1.9	1.7	1.8	(0.2)	(10%)
Misc Retail Stores	5.3	6.9	5.8	5.6	0.2	3%
Other Activity	3.0	3.4	3.5	3.3	0.2	5%
Rental	3.9	3.9	4.2	4.0	0.1	3%
Utilities	0.9	1.0	0.8	1.0	(0.2)	(15%)
Sales Tax Total	\$26.2	\$28.7	\$27.4	\$26.2	\$1.2	5%

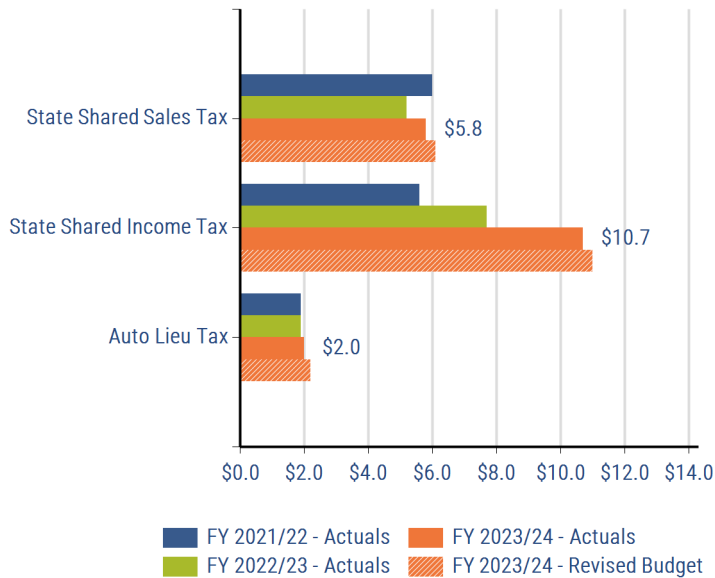
Property Tax (Fiscal Year to Date: August 2023)



Actual to Revised Budget variance of (\$0.1) million or (14%): The unfavorable variance is due to distribution timing. The budget is based on the way people paid on average over the last three years, and may vary year over year.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Property Tax	\$0.8	\$0.7	\$0.7	\$0.8	(\$0.1)	(14%)
Property Tax Total	\$0.8	\$0.7	\$0.7	\$0.8	(\$0.1)	(14%)

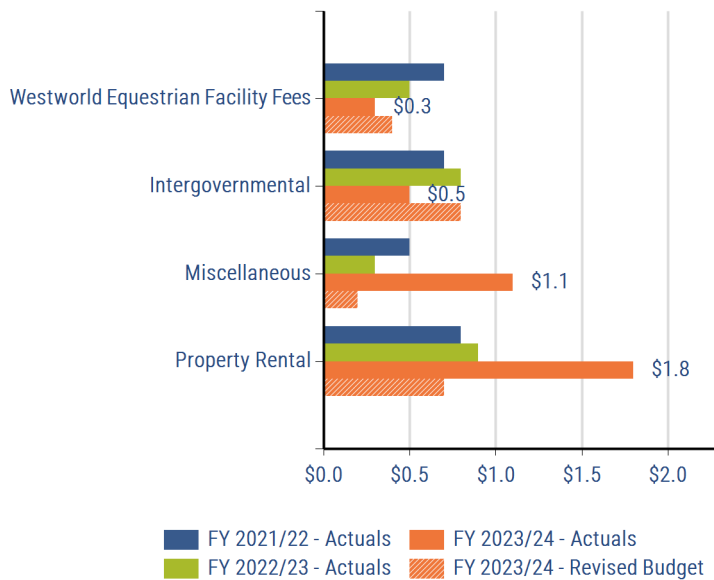
State Shared Revenues (Fiscal Year to Date: August 2023)



Actual to Revised Budget variance of (\$0.8) million or (4%):
 The unfavorable variance in State Shared Sales Tax and State Shared Income Tax is due to the actual payments being lower than budget, resulting from revised population count. The unfavorable variance in Auto Lieu Tax is due to timing of vehicle license renewals.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
State Shared Sales Tax	\$6.0	\$5.2	\$5.8	\$6.1	(\$0.3)	(5%)
State Shared Income Tax	5.6	7.7	10.7	11.0	(0.3)	(2%)
Auto Lieu Tax	1.9	1.9	2.0	2.2	(0.3)	(11%)
State Shared Revenues Total	\$13.5	\$14.7	\$18.5	\$19.3	(\$0.8)	(4%)

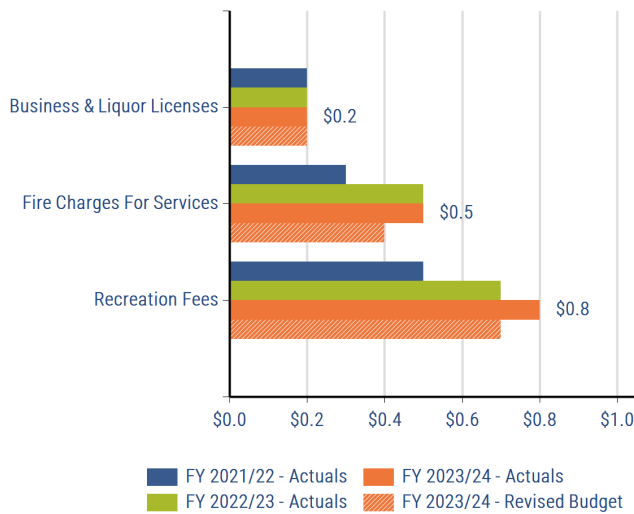
Charges for Service/Other (Fiscal Year to Date: August 2023)



Actual to Revised Budget variance of \$1.6 million or 75%:
 The favorable variance is primarily due to: 1) Miscellaneous - higher than expected salary reimbursements from Maricopa County for increased medical transport services and timing of receiving payment for police service; and 2) Property Rental - timing of receiving payment from Tournament Players Club, and the prepayment for outdoor dining leases. The favorable variance in Charges for Services/Other would have been higher, but it is offset by the unfavorable variances in Intergovernmental and WestWorld Equestrian Facility Fees due to timing of payment receipt for the School Resource Officer agreement with the Scottsdale Unified School District, and less facility rental fee collection in WestWorld due to timing of the activities.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable)	
					Amount	Percent
Westworld Equestrian Facility Fees	\$0.7	\$0.5	\$0.3	\$0.4	(\$0.1)	(17%)
Intergovernmental	0.7	0.8	0.5	0.8	(0.3)	(39%)
Miscellaneous	0.5	0.3	1.1	0.2	1.0	nm
Property Rental	0.8	0.9	1.8	0.7	1.0	nm
Charges for Service/Other Total	\$2.6	\$2.4	\$3.8	\$2.1	\$1.6	75%

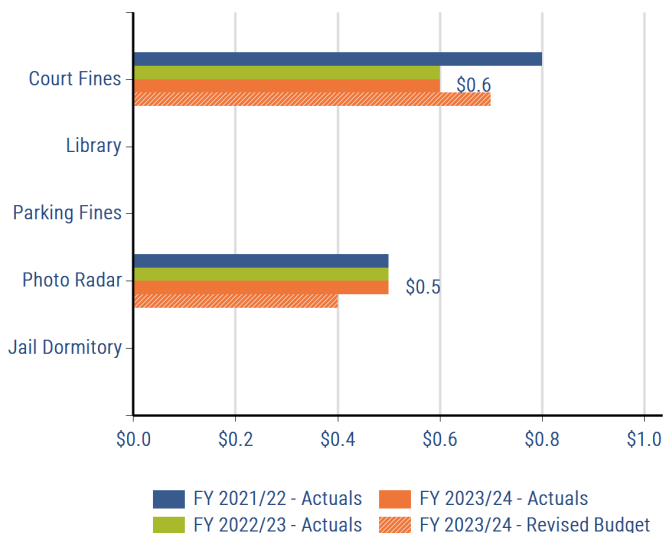
License Permits & Fees (Fiscal Year to Date: August 2023)



Actual to Revised Budget variance of \$0.2 million or 16%:
The favorable variance is due to: 1) Fire Charges for Services - timing in receiving payment for the Ambulance Contract; and 2) Recreation Fees - higher than expected registrations for summer programs.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Business & Liquor Licenses	\$0.2	\$0.2	\$0.2	\$0.2	\$ -	-
Fire Charges For Services	0.3	0.5	0.5	0.4	0.1	36%
Recreation Fees	0.5	0.7	0.8	0.7	0.1	11%
License Permits & Fees Total	\$1.0	\$1.4	\$1.5	\$1.3	\$0.2	16%

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

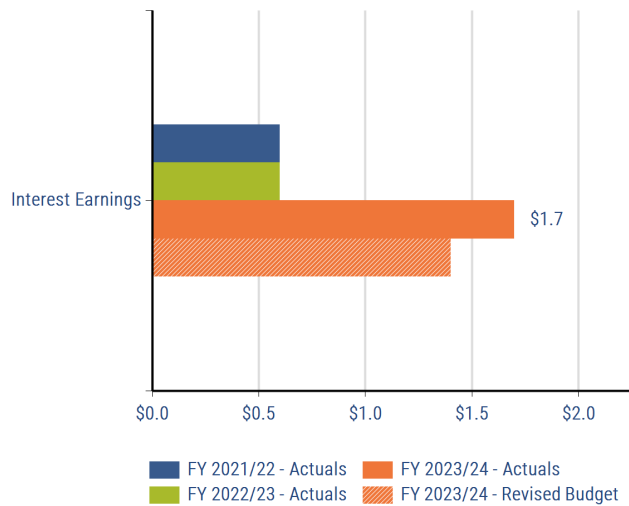


Actual to Revised Budget variance of (\$0.1) million or (5%):
The unfavorable variance is due to Court Fines - lower than anticipated civil non-photo enforcement case fillings.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Court Fines	\$0.8	\$0.6	\$0.6	\$0.7	(\$0.1)	(16%)
Library	-	-	-	-	-	-
Parking Fines	-	-	-	-	-	-
Photo Radar	0.5	0.5	0.5	0.4	-	-
Jail Dormitory	-	-	-	-	-	-
Fines Fees & Forfeitures Total	\$1.3	\$1.2	\$1.2	\$1.2	(\$0.1)	(5%)

Interest Earnings (Fiscal Year to Date: August 2023)

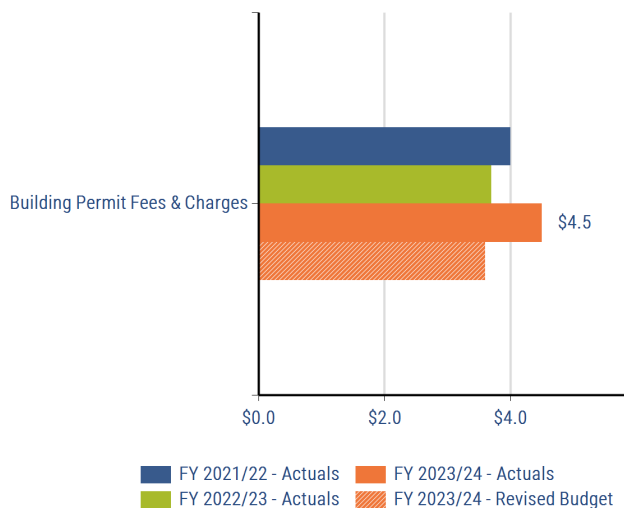
Actual to Revised Budget variance of \$0.4 million or 27%:
The favorable variance is due to the rate of return being higher than expected.



	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Interest Earnings	\$0.6	\$0.6	\$1.7	\$1.4	\$0.4	27%
Interest Earnings Total	\$0.6	\$0.6	\$1.7	\$1.4	\$0.4	27%

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

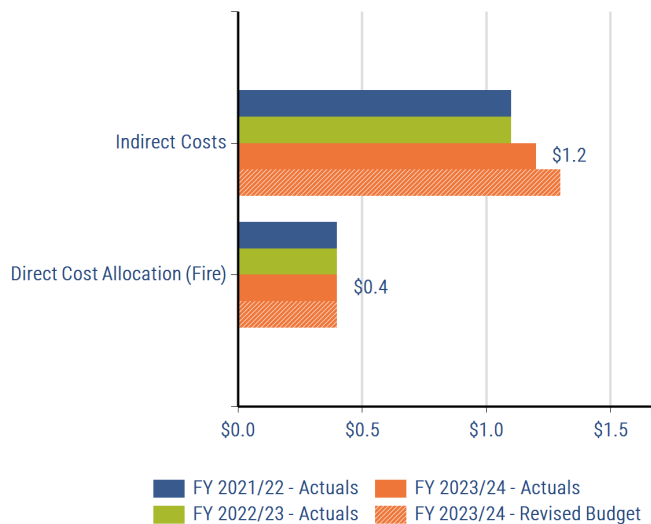
Actual to Revised Budget variance of \$0.9 million or 25%:
The favorable variance is due to higher than expected revenues from plan review fees related to new construction, and development permits and fees from general development activities.



	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Building Permit Fees & Charges	\$4.0	\$3.7	\$4.5	\$3.6	\$0.9	25%
Building Permit Fees & Charges Total	\$4.0	\$3.7	\$4.5	\$3.6	\$0.9	25%

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

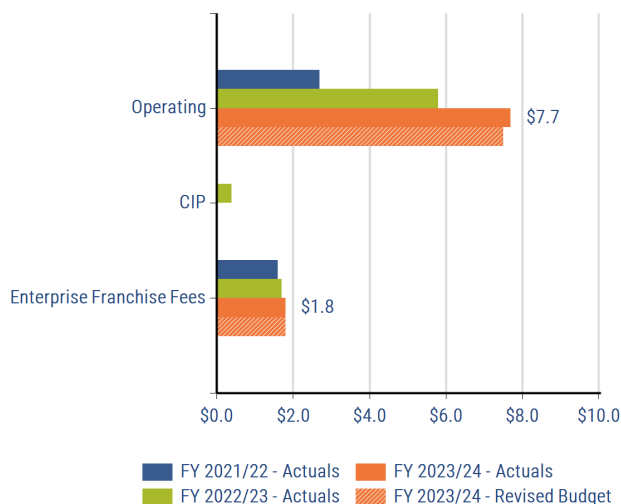
Actual to Revised Budget variance of (\$0.1) million or (5%):
No explanation necessary.



	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Indirect Costs	\$1.1	\$1.1	\$1.2	\$1.3	(\$0.1)	(7%)
Direct Cost Allocation (Fire)	0.4	0.4	0.4	0.4	-	-
Indirect/Direct Cost Allocations Total	\$1.6	\$1.6	\$1.6	\$1.7	(\$0.1)	(5%)

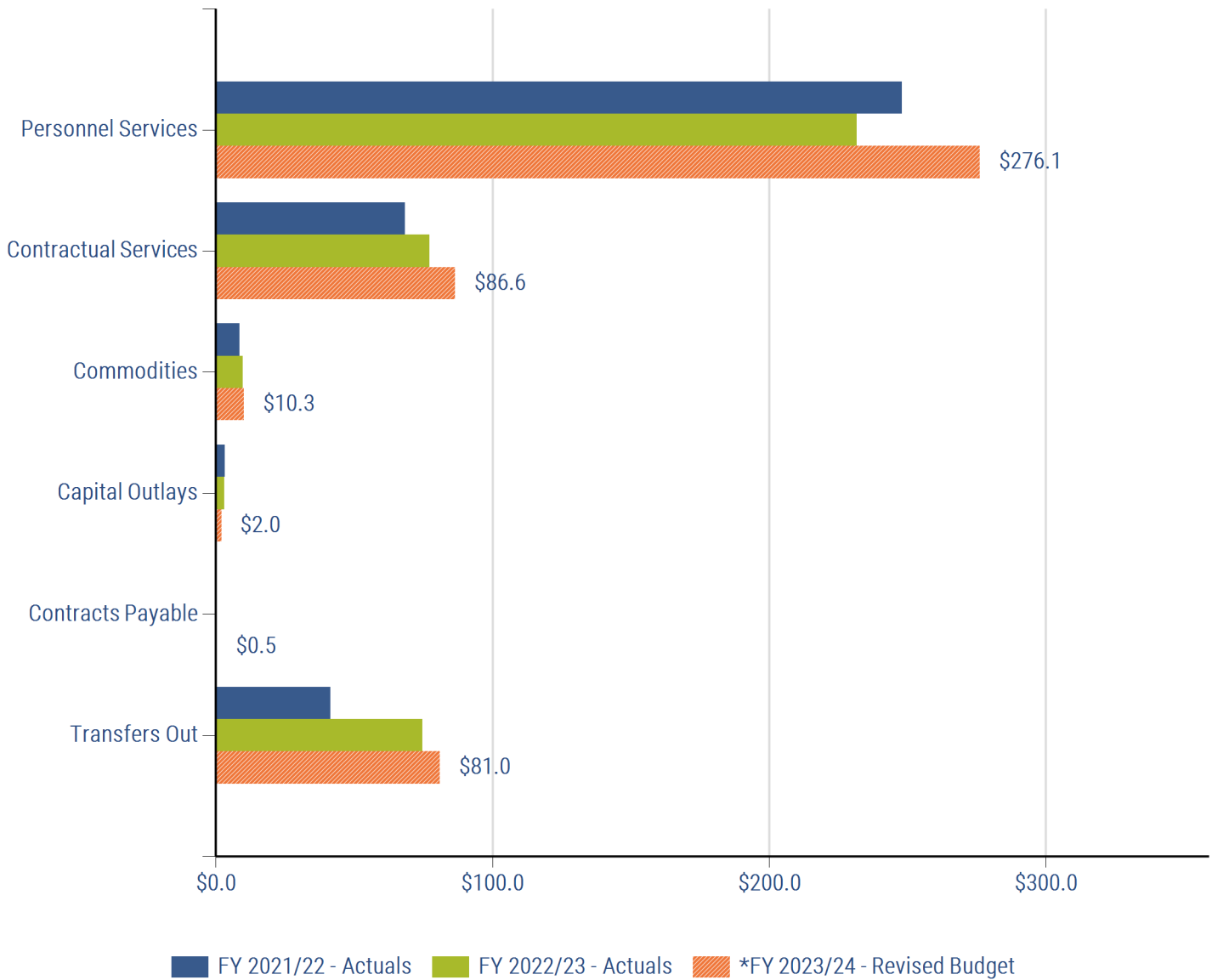
Transfers In (Fiscal Year to Date: August 2023)

Actual to Revised Budget variance of \$0.2 million or 2%:
The favorable variance is due to Operating - timing of a transfer from the Tourism Development Fund to cover two Code Inspector positions for the Short Term Rental Program.



	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Operating	\$2.7	\$5.8	\$7.7	\$7.5	\$0.2	3%
CIP	-	0.4	-	-	-	-
Enterprise Franchise Fees	1.6	1.7	1.8	1.8	-	-
Transfers In Total	\$4.3	\$7.9	\$9.5	\$9.3	\$0.2	2%

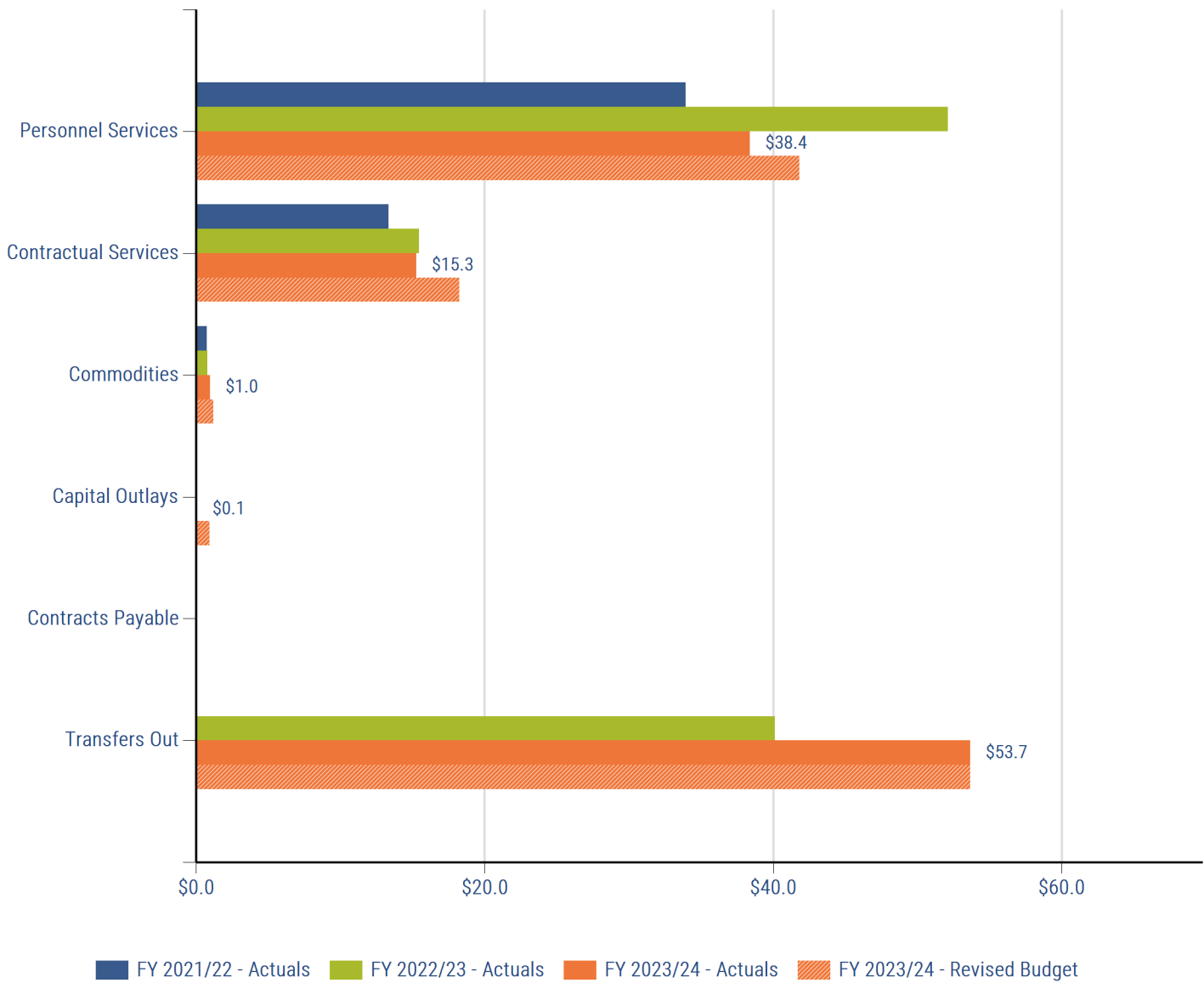
Twelve Months: Fiscal Year



	FY 2021/22 <u>Actuals</u>	FY 2022/23 <u>Actuals</u>	FY 2023/24 <u>Revised Budget</u>
Personnel Services	\$247.9	\$231.7	\$276.1
Contractual Services	68.4	77.3	86.6
Commodities	8.7	9.9	10.3
Capital Outlays	3.4	3.2	2.0
Contracts Payable	0.4	0.4	0.5
Transfers Out	41.4	74.6	81.0
Total Uses	\$370.2	\$397.0	\$456.4

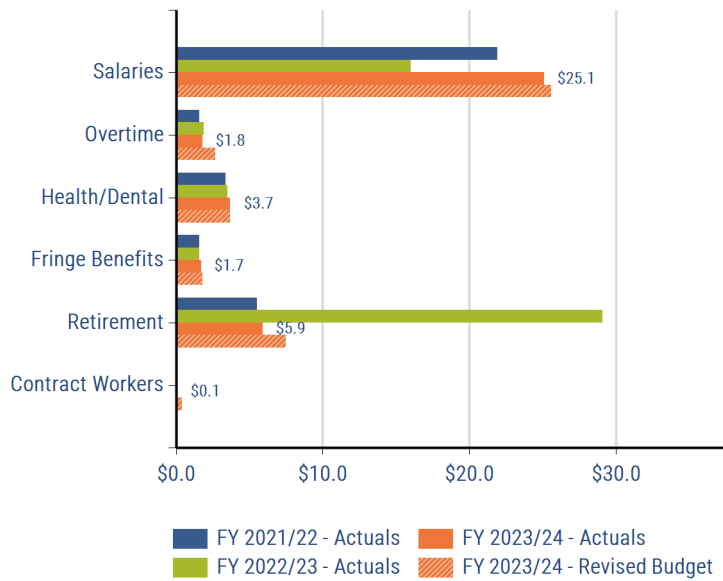
Note: FY 2022/23 twelve month actuals are preliminary at this time, pending year end closing and audit.

Uses (Fiscal Year to Date: August 2023)



	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Personnel Services	\$33.9	\$52.1	\$38.4	\$41.8	\$3.4	8%
Contractual Services	13.3	15.5	15.3	18.3	3.0	16%
Commodities	0.7	0.8	1.0	1.2	0.2	20%
Capital Outlays	-	-	0.1	0.9	0.8	91%
Contracts Payable	-	-	-	-	-	-
Transfers Out	-	40.1	53.7	53.7	-	-
Total Uses	\$48.1	\$108.6	\$108.4	\$115.9	\$7.5	6%

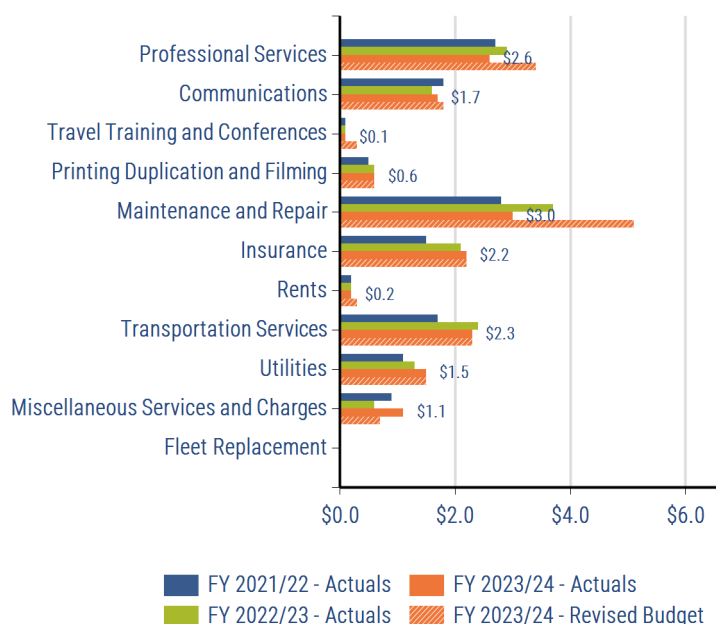
Personnel Services (Fiscal Year to Date: August 2023)



Actual to Revised Budget variance of \$3.4 million or 8%: The favorable variance is due to: 1) Overtime and Retirement - timing of budget allocation; and 2) Contract Workers - timing of implementing an ADA (Americans with Disabilities Act) transition plan in the Office of Diversity.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Salaries	\$21.9	\$16.0	\$25.1	\$25.6	\$0.5	2%
Overtime	1.6	1.9	1.8	2.7	0.9	32%
Health/Dental	3.4	3.5	3.7	3.7	-	-
Fringe Benefits	1.6	1.6	1.7	1.8	0.1	8%
Retirement	5.5	29.1	5.9	7.5	1.5	21%
Contract Workers	-	0.1	0.1	0.4	0.4	85%
Personnel Services Total	\$33.9	\$52.1	\$38.4	\$41.8	\$3.4	8%

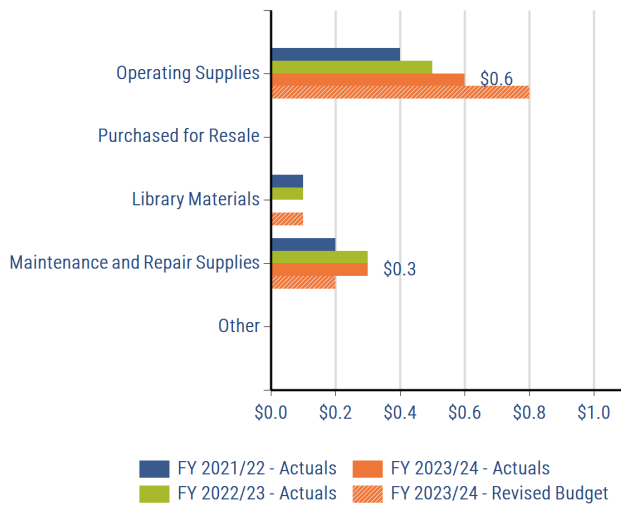
Contractual Services (Fiscal Year to Date: August 2023)



- Actual to Revised Budget variance of \$3.0 million or 16%: The favorable variance is due to: 1) Professional Services - timing of art restoration projects which will happen later in the year, as well as timing of implementation of a citywide citizen engagement platform and hiring professionals for leisure education classes and events; 2) Travel Training and Conferences - timing of receiving invoice for firefighters to attend paramedic school; 3) Maintenance and Repair - timing for the implementation of new electronic citation and electronic collision platforms, mowing services for parks and sport fields, and various citywide software licenses renewals; and 4) Rents - timing in receiving invoices for vehicle leases for the Public Safety - Police Division, and the timing of payment to lease space as part of the Data Center Resiliency Plan. The favorable variance would be greater, but is being offset by the unfavorable variance in Miscellaneous Services and Charges due to an unexpected payment.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Professional Services	\$2.7	\$2.9	\$2.6	\$3.4	\$0.9	26%
Communications	1.8	1.6	1.7	1.8	0.1	3%
Travel Training and Conferences	0.1	0.1	0.1	0.3	0.2	59%
Printing Duplication and Filming	0.5	0.6	0.6	0.6	-	-
Maintenance and Repair	2.8	3.7	3.0	5.1	2.1	41%
Insurance	1.5	2.1	2.2	2.2	-	-
Rents	0.2	0.2	0.2	0.3	0.2	50%
Transportation Services	1.7	2.4	2.3	2.3	-	-
Utilities	1.1	1.3	1.5	1.5	-	-
Miscellaneous Services and Charges	0.9	0.6	1.1	0.7	(0.4)	(61%)
Fleet Replacement	-	-	-	-	-	-
Contractual Services Total	\$13.3	\$15.5	\$15.3	\$18.3	\$3.0	16%

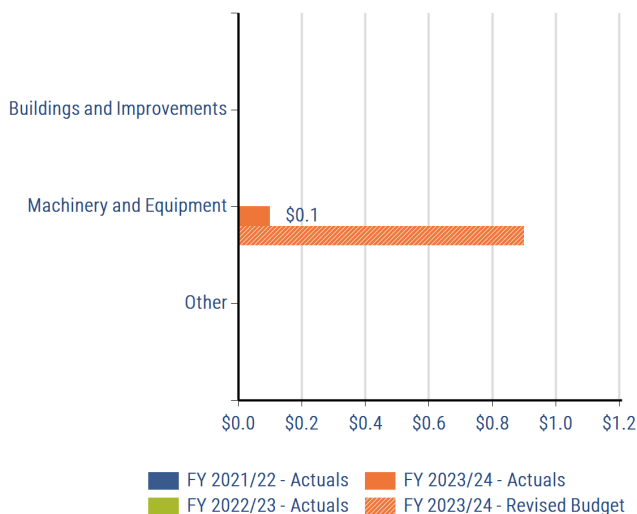
Commodities (Fiscal Year to Date: August 2023)



Actual to Revised Budget variance of \$0.2 million or 20%:
 The favorable variance is due to: 1) Operating Supplies - timing of purchasing furniture, minor equipment, ammunition and weapons, and agriculture and horticulture, educational and recreation, and chemicals and laboratory supplies; and 2) Library Materials - timing of payment for E-library subscriptions and physical book purchases.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Operating Supplies	\$0.4	\$0.5	\$0.6	\$0.8	\$0.2	25%
Purchased for Resale	-	-	-	-	-	n/a
Library Materials	0.1	0.1	-	0.1	0.1	70%
Maintenance and Repair Supplies	0.2	0.3	0.3	0.2	(0.1)	(22%)
Other	-	-	-	-	-	-
Commodities Total	\$0.7	\$0.8	\$1.0	\$1.2	\$0.2	20%

Capital Outlays (Fiscal Year to Date: August 2023)

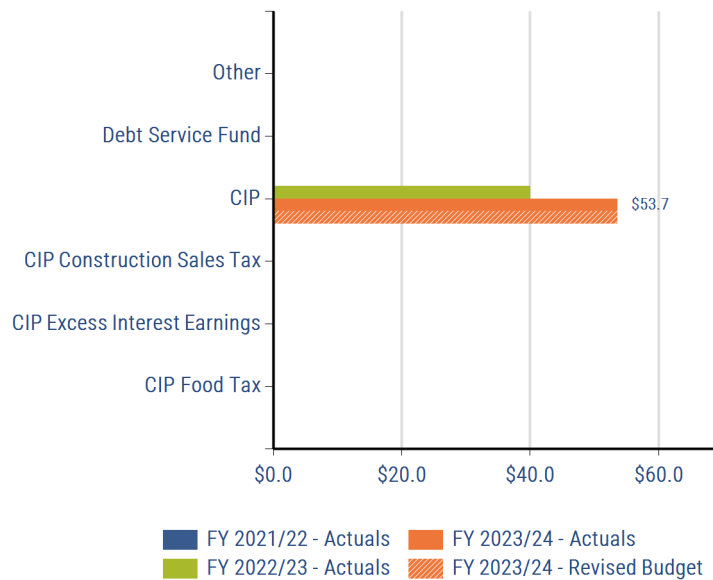


Actual to Revised Budget variance of \$0.8 million or 91%:
 The favorable variance is due to: timing in the purchase of vehicles for the new Short-Term Rental Code Inspector positions, the purchase of an extrication tool for the Public Safety - Fire Division, and delays in the implementation of 80 new horse stalls at WestWorld.

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Buildings and Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	n/a
Machinery and Equipment	-	-	0.1	0.9	0.9	93%
Other	-	-	-	-	-	-
Capital Outlays Total	\$0.0	\$0.0	\$0.1	\$0.9	\$0.8	91%

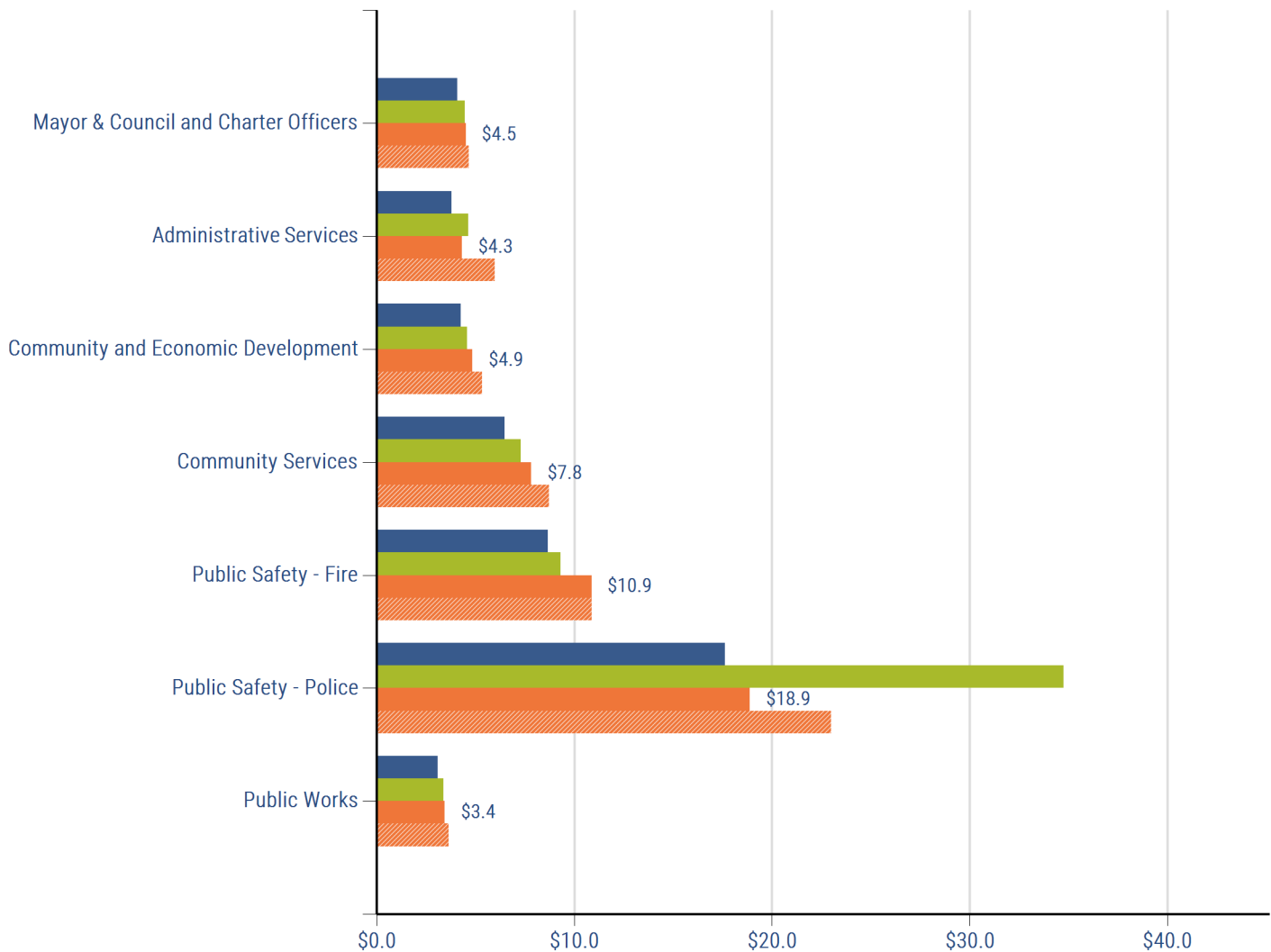
Transfers Out (Fiscal Year to Date: August 2023)

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



	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual vs. Budget Favorable / (Unfavorable) Amount	Percent
Other	\$ -	\$ -	\$ -	\$ -	\$ -	-
Debt Service Fund	-	-	-	-	-	-
CIP	-	40.1	53.7	53.7	-	-
CIP Construction Sales Tax	-	-	-	-	-	-
CIP Excess Interest Earnings	-	-	-	-	-	-
CIP Food Tax	-	-	-	-	-	-
Transfers Out Total	\$0.0	\$40.1	\$53.7	\$53.7	\$ -	-

Division Expenditures (Fiscal Year to Date: August 2023)



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

	FY 2021/22 Actuals	FY 2022/23 Actuals	FY 2023/24 Actuals	FY 2023/24 Revised Budget	Actual Favorable / (Unfavorable) Amount	vs. Budget (Favorable / Unfavorable) Percent
Mayor & Council and Charter Officers	\$4.1	\$4.5	\$4.5	\$4.7	\$0.2	4%
Administrative Services	3.8	4.6	4.3	6.0	1.6	28%
Community and Economic Development	4.3	4.6	4.9	5.4	0.5	9%
Community Services	6.5	7.3	7.8	8.7	0.9	10%
Public Safety - Fire	8.7	9.3	10.9	10.9	-	-
Public Safety - Police	17.6	34.7	18.9	23.0	4.1	18%
Public Works	3.1	3.4	3.4	3.7	0.2	6%
Total	\$48.0	\$68.4	\$54.7	\$62.2	\$7.5	12%

Actual to Revised Budget variance of \$7.5 million or 12%:

Administrative Services is favorable due to :1) timing of implementing an ADA (Americans with Disabilities Act) Transition Plan, and a citywide citizen engagement platform; 2) timing of payments for software maintenance and licensing memberships; and 3) timing of payment to lease space as part of the Data Center Resiliency Plan.

Community and Economic Development is favorable due to: 1) timing of art restoration projects which will happen later in the year; and 2) timing of purchasing vehicles for the new Short-Term Rental Code Inspector positions.

Community Services is favorable due to: 1) timing of purchasing agriculture and horticulture, educational and recreation, and chemicals and laboratory supplies based on inventory; 2) timing of hiring professionals for leisure education classes and events; 3) timing of mowing services for parks and sports fields; 4) timing of payment for E-library subscriptions and physical book purchases; and 5) the implementation of 80 new horse stalls at WestWorld.

Public Safety - Police is favorable due to: 1) timing of budget allocation for overtime and retirement ; 2) timing of payments for software licenses; and 3) timing of receiving invoices for vehicle leases.