CITY OF SCOTTSDALE

Monthly Financial Report

Fiscal Year to Date as of October 31, 2025

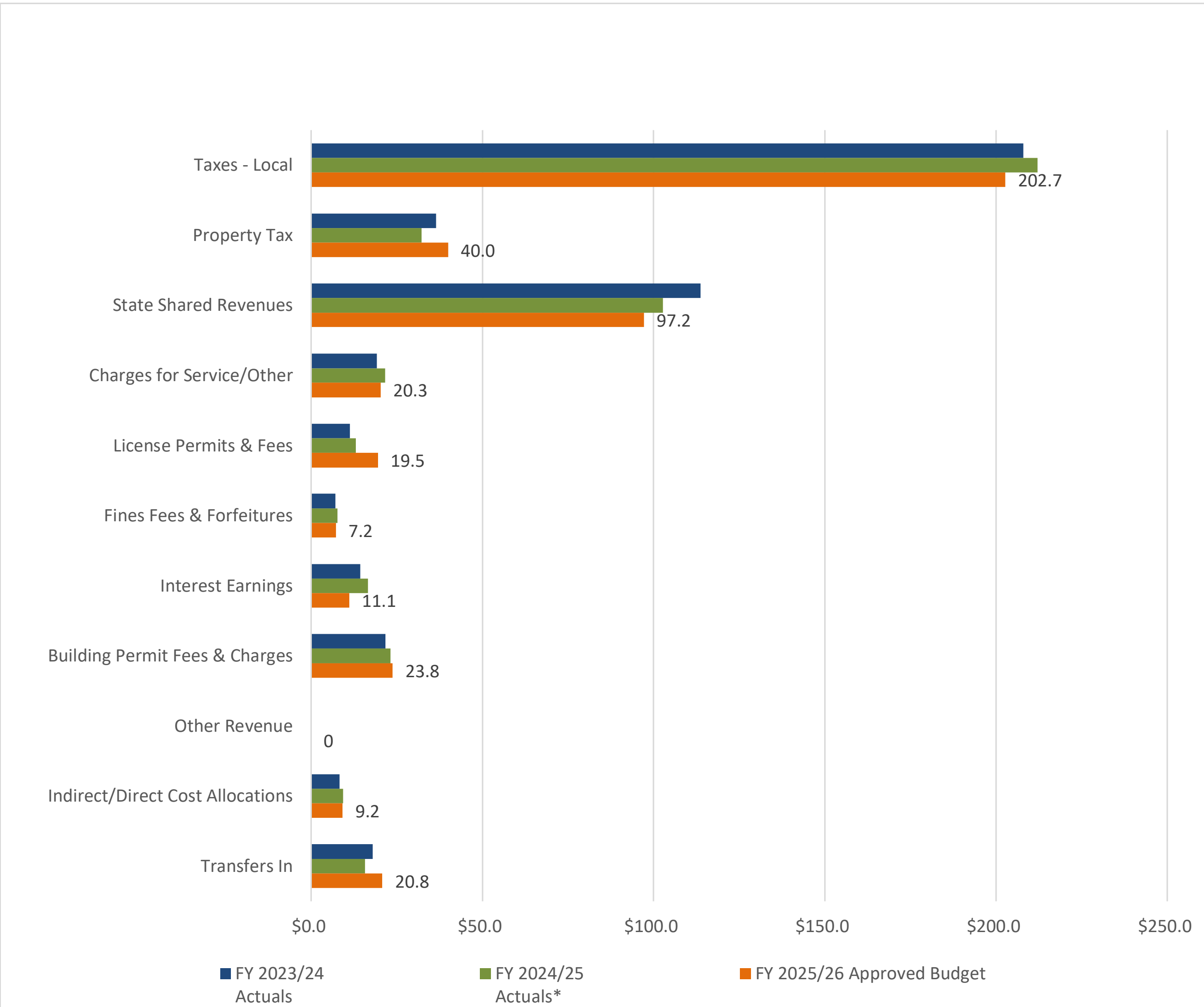
Report to the City Council

Prepared by the City Treasurer

January 13, 2026

Sources

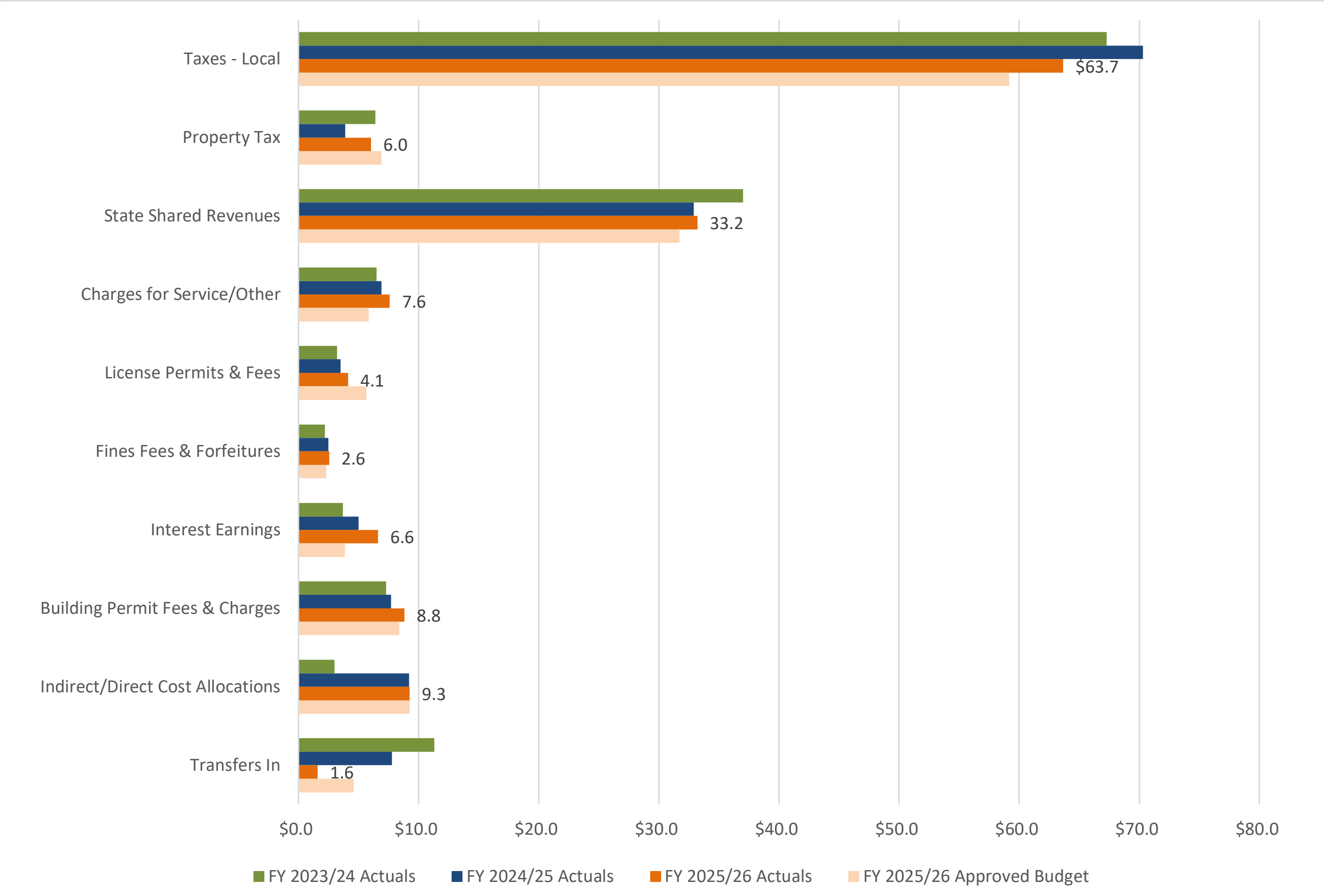
Twelve Months: Fiscal Year



	FY 2023/24 Actuals	FY 2024/25 Actuals*	FY 2025/26 Approved Budget
Taxes - Local	$208.0	$212.1	202.7
Property Tax	36.5	32.3	40.0
State Shared Revenues	113.7	102.7	97.2
Charges for Service/Other	19.2	21.6	20.3
License Permits & Fees	11.3	13.0	19.5
Fines Fees & Forfeitures	7.1	7.7	7.2
Interest Earnings	14.4	16.6	11.1
Building Permit Fees & Charges	21.7	23.2	23.8
Other Revenue	0.1	-	-
Indirect/Direct Cost Allocations	8.3	9.3	9.2
Transfers In	18.0	15.7	20.8
Total Sources	$458.3	$454.2	$451.9

Note: $ in millions/rounding differences and blank lines may occur.
*FY 2024/25 actuals are preliminary and pending year-end accrued adjustment and audit.

Sources (Fiscal Year to Date: October 2025)



	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Taxes - Local	$67.3	$70.3	$63.7	$59.2	$4.5	8%
Property Tax	6.4	3.9	6.0	6.9	(0.9)	(13%)
State Shared Revenues	37.0	32.9	33.2	31.7	1.5	5%
Charges for Service/Other	6.5	6.9	7.6	5.9	1.7	30%
License Permits & Fees	3.2	3.5	4.1	5.7	(1.5)	(27%)
Fines Fees & Forfeitures	2.2	2.5	2.6	2.3	0.2	10%
Interest Earnings	3.7	5.0	6.6	3.9	2.8	71%
Building Permit Fees & Charges	7.3	7.7	8.8	8.4	0.4	5%
Indirect/Direct Cost Allocations	3.0	9.2	9.3	9.3	-	-
Transfers In	11.3	7.8	1.6	4.6	(3.0)	(65%)
Total Sources	$147.9	$149.7	$143.5	$137.7	$5.7	4%

Note: $ in millions/rounding differences and blank lines may occur.

Taxes - Local (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Sales Tax 1.10%	$60.9	$63.3	$56.9	$52.9	$4.0	8%
Electric & Gas Franchise	5.4	5.8	5.7	5.2	0.5	10%
Cable TV License Fee	0.8	0.8	0.7	0.7	-	-
Salt River Project In Lieu	-	-	-	-	-	-
Stormwater Fee	0.3	0.3	0.3	0.3	-	-
Taxes - Local Total	$67.3	$70.3	$63.7	$59.2	$4.5	8%

Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of $4.5 million or 8%:

The favorable variance is primarily due to Sales Tax. See detailed information regarding Sales Tax in the Sales Tax 1.10% section. The favorable variance in Electric & Gas Franchises fees is due to higher than anticipated electricity usage.

Sales Tax 1.10% (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Automotive	$7.2	$7.9	$6.8	$7.2	($0.4)	(6%)
Construction	7.3	7.3	7.3	6.6	0.6	10%
Dining/Entertainment	5.6	5.3	4.9	4.3	0.6	15%
Food Stores	3.7	3.4	2.6	2.6	-	-
Hotel/Motel	2.3	2.4	2.1	2.1	-	-
Major Dept Stores	4.2	4.5	3.9	4.1	(0.2)	(4%)
Misc Retail Stores	12.7	14.4	13.1	12.3	0.8	7%
Other Activity*	7.3	7.8	8.9	6.4	2.5	38%
Rental	8.6	8.3	5.2	5.2	-	-
Utilities	2.1	2.3	2.2	2.1	0.1	6%
Sales Tax Total	$60.9	$63.3	$56.9	$52.9	$4.0	8%

Note: $ in millions/rounding differences and blank lines may occur.
*Other Activity includes Amusement, Manufacturing, Wholesale and Services with Retail.

Actual to Approved Budget variance of $4.0 million or 8%:

The favorable variance is primarily due to: 1) Construction - an increase in residential/commercial construction and one-time audit payments; 2) Dining/Entertainment - restaurants performing better than anticipated; 3) Misc Retail Stores - new retailers and increased sales; and 4) Other Activity - the businesses within this category are performing better than projected.

Property Tax (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Property Tax	$6.4	$3.9	$6.0	$6.9	($0.9)	(13%)
Property Tax Total	$6.4	$3.9	$6.0	$6.9	($0.9)	(13%)

Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of ($0.9) million or (13%):

The unfavorable variance is due to the County's disbursement schedule of property taxes differing from the adopted monthly amount. The property tax collections are still forecasted to match the adopted budget by year-end.

State Shared Revenues (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
State Shared Sales Tax	$11.5	$11.4	$12.9	$12.3	$0.6	5%
State Shared Income Tax	21.5	17.3	16.0	15.5	0.5	3%
Auto Lieu Tax	4.0	4.1	4.4	4.0	0.4	10%
State Shared Revenues Total	$37.0	$32.9	$33.2	$31.7	$1.5	5%

Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of $1.5 million or 5%:

The favorable variance is primarily due to: 1) State Shared Sales tax - higher than anticipated sales tax revenue collected by the state; and 2) State Shared Income Tax - the final calculation of State Shared Income Tax distribution resulted in revenues to Scottsdale being higher than originally budgeted by a total of $1.7 million during FY 2025/26.

Charges for Service/Other (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Westworld Equestrian Facility Fees	$1.5	$1.8	$2.2	$1.0	$1.2	>100%
Intergovernmental	1.4	2.2	1.9	2.3	(0.4)	-18%
Miscellaneous	1.6	0.8	0.6	0.4	0.3	80%
Property Rental	2.0	2.1	2.9	2.2	0.7	32%
Charges for Service/Other Total	$6.5	$6.9	$7.6	$5.9	$1.7	30%

Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of $1.7 million or 30%:

The favorable variance is primarily due to: 1) WestWorld Equestrian Facility Fees - revenues were recognized in a different period than originally budgeted; and 2) Property Rental - higher than anticipated cell tower lease and other property rental payments. The unfavorable variance in Intergovernmental is due to a delay in receiving a quarterly payment for services in the Police Department.

License Permits & Fees (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Business & Liquor Licenses	$0.4	$0.4	$0.5	$0.4	$0.1	18%
Fire Charges For Services	1.0	1.1	1.7	3.4	(1.7)	(51%)
Recreation Fees	1.8	2.0	2.0	1.9	0.1	6%
License Permits & Fees Total	$3.2	$3.5	$4.1	$5.7	($1.5)	(27%)

Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of ($1.5) million or (27%):

The unfavorable variance is due to Fire Charges for Services - Ambulances Services Program revenues have come in lower than budgeted, due to a delay between billing and cash receipts.

Fines Fees & Forfeitures (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Court Fines	$1.1	$1.4	$1.4	$1.4	$0.0	2%
Library	-	-	-	-	-	-
Parking Fines	0.1	0.1	-	0.1	(0.1)	>(100%)
Photo Radar	0.9	0.9	1.0	0.8	0.2	19%
Jail Dormitory	0.1	0.1	0.1	-	0.1	-
Fines Fees & Forfeitures Total	$2.2	$2.5	$2.6	$2.3	$0.2	10%

Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of $0.2 million or 10%:

The favorable variance is due to Photo Radar - higher than anticipated traffic ticket filings.

Interest Earnings (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Interest Earnings	$3.7	$5.0	$6.6	$3.9	$2.8	71%
Interest Earnings Total	$3.7	$5.0	$6.6	$3.9	$2.8	71%

Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of $2.8 million or 71%:

The favorable variance in Interest Earnings is due to the invested amount exceeding assumptions used during budget development.

Building Permit Fees & Charges (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Building Permit Fees & Charges	$7.3	$7.7	$8.8	$8.4	$0.4	5%
Building Permit Fees & Charges Total	$7.3	$7.7	$8.8	$8.4	$0.4	5%

Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of $0.4 million or 5%:

The favorable variance is due to higher than anticipated revenues in building permits and encroachment permits as a result of increased construction activities.

Indirect/Direct Cost Allocations (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Indirect Costs	$2.6	$8.8	$8.8	$8.8	$ -	-
Direct Cost Allocation (Fire)	0.4	0.4	0.5	0.5	-	-
Indirect/Direct Cost Allocations Total	$3.0	$9.2	$9.3	$9.3	$ -	-

Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of $0.0 million or 0%:

Indirect/Direct Cost Allocations are within budget.

Transfers In (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Operating	$7.7	$4.8	$0.5	$0.5	-	-
Enterprise Franchise Fees	3.6	3.0	1.1	4.1	(3.0)	(74%)
Transfers In Total	$11.3	$7.8	$1.6	$4.6	($3.0)	(65%)

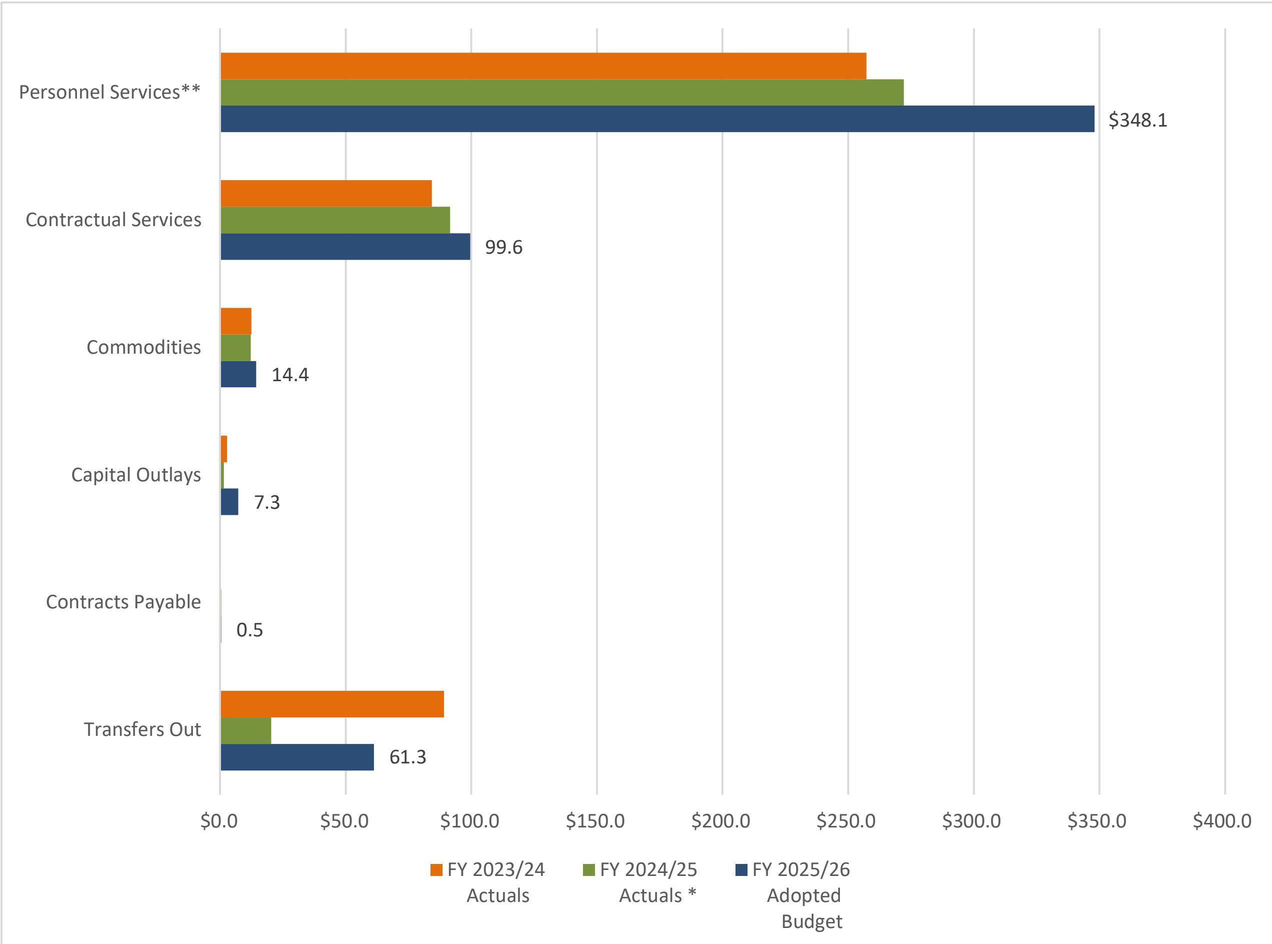
Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of ($3.0) million or (65%):

The unfavorable variance is due to delays in transferring Franchise Fees from the Enterprise Funds, resulting from system updates within the City. This significant variance has been resolved and will be reflected in the November Monthly Report.

Uses

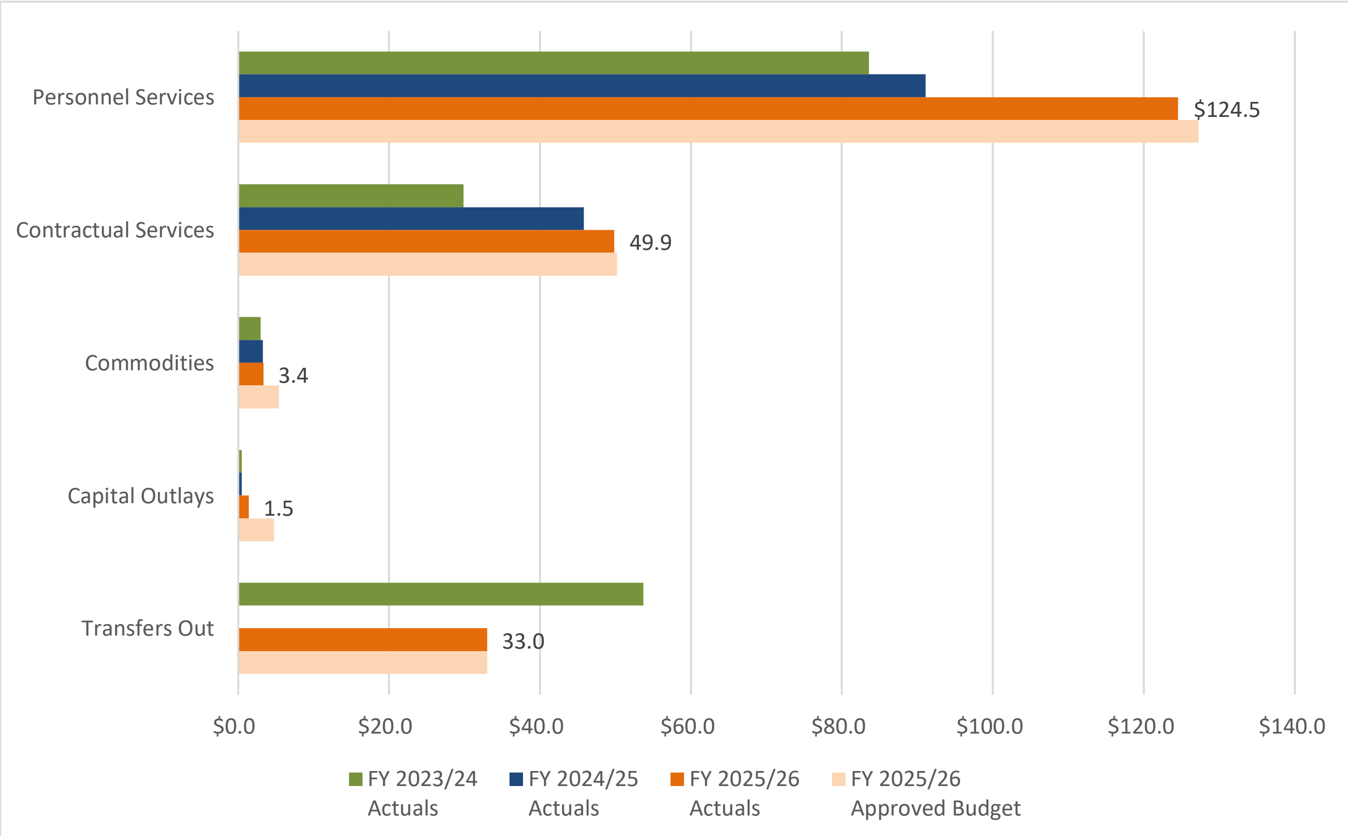
Twelve Months: Fiscal Year



	FY 2023/24 Actuals	FY 2024/25 Actuals *	FY 2025/26 Adopted Budget
Personnel Services**	$257.3	$272.2	$348.1
Contractual Services	84.4	91.6	99.6
Commodities	12.5	12.3	14.4
Capital Outlays	2.9	1.5	7.3
Contracts Payable	0.4	0.5	0.5
Transfers Out	89.1	20.4	61.3
Total Uses	$446.7	$398.5	$531.2

Note: $ in millions/rounding differences and blank lines may occur.
*FY 2024/25 actuals are preliminary and pending year-end accrued adjustment and audit.
** FY 2025/26 Adopted Personnel Services includes a one-time $50 million dollars PSPRS liability paydown.

Uses (Fiscal Year to Date: October 2025)



	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Personnel Services	$83.6	$91.1	$124.5	$127.3	$2.7	2%
Contractual Services	29.9	45.8	49.9	50.2	0.4	1%
Commodities	3.0	3.3	3.4	5.4	2.0	37%
Capital Outlays	0.5	0.5	1.5	4.8	3.3	74%
Transfers Out	53.7	-	33.0	33.0	-	-
Total Uses	$170.7	$140.7	$212.2	$220.7	$8.4	4%

Note: $ in millions/rounding differences and blank lines may occur.

Personnel Services (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Salaries	$55.1	$59.7	$66.0	$68.4	$2.4	4%
Overtime	3.9	4.6	4.9	4.4	(0.5)	(11%)
Health/Dental	7.4	8.0	8.9	9.1	0.2	2%
Fringe Benefits	3.7	4.1	4.4	4.5	0.1	3%
Retirement	13.2	14.3	40.0	40.6	0.6	2%
Contract Workers	0.3	0.2	0.3	0.1	(0.2)	(119%)
Personnel Services Total	$83.6	$91.1	$124.5	$127.3	$2.7	2%

Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of $2.7 million or 2%:

The favorable variance is primarily in the Salaries and Retirement categories due to vacancy savings across city departments, mostly in the Police Department. The favorable variance is partially offset by higher than anticipated overtime that occurred during this period in the Police and Fire Departments.

Contractual Services (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Professional Services	$5.9	$6.0	$7.0	$6.4	($0.5)	(9%)
Communications	2.0	2.2	2.3	2.5	0.3	11%
Travel Training and Conferences	0.3	0.4	0.4	0.8	0.4	53%
Printing Duplication and Filming	0.6	0.5	0.6	0.6	-	-
Maintenance and Repair	7.0	6.5	7.0	7.4	0.4	6%
Insurance	4.4	14.7	15.6	15.6	-	-
Rents	0.4	0.5	0.7	0.6	-	-
Transportation Services	4.8	9.8	11.2	10.6	(0.6)	(5%)
Utilities	3.4	3.7	3.8	4.1	0.3	6%
Miscellaneous Services and Charges	1.1	1.3	1.5	1.6	0.1	8%
Fleet Replacement	-	-	-	-	-	-
Contractual Services Total	$29.9	$45.8	$49.9	$50.2	$0.4	1%

Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of $0.4 million or 1%:

The favorable variance is primarily due to: 1) Travel Training and Conferences - timing differences for professional training in the Ambulance and paramedic programs, which are set to start later than anticipated; and 2) Maintenance and Repair - vendor invoices for software licensing fees arrived later than originally anticipated in the Police Department and Information Technology Department. The favorable variance is offset by Transportation Services - higher than anticipated expenses in fleet maintenance and repairs in Police and Fire Departments.

Commodities (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Operating Supplies	$2.0	$2.1	$2.3	$3.7	$1.4	38%
Purchased for Resale	0.1	0.2	0.2	0.2	-	-
Library Materials	0.1	0.2	0.1	0.1	-	-
Maintenance and Repair Supplies	0.8	0.8	0.8	1.5	0.7	44%
Commodities Total	$3.0	$3.3	$3.4	$5.4	$2.0	37%

Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of $2.0 million or 37%:

The favorable variance is due to Operating Supplies and Maintenance and Repair Supplies - delays in purchasing and receiving operating equipment and supplies in the Fire Department. This variance has decreased over the past month and should continue to decrease over upcoming months.

Capital Outlays (Fiscal Year to Date: October 2025)

	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Buildings and Improvements	$0.2	$ -	$ -	$ -	$ -	-
Machinery and Equipment	0.4	0.5	1.5	4.8	3.3	70%
Capital Outlays Total	$0.5	$0.5	$1.5	$4.8	$3.3	70%

Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of $3.3 million or 70%:

The favorable variance is due to Machinery and Equipment - delays in receiving operating equipment for law enforcement communication and the crime lab in the Police Department. This significant variance should decrease in future months as purchased items are received and payments are issued.

Transfers Out (Fiscal Year to Date: October 2025)

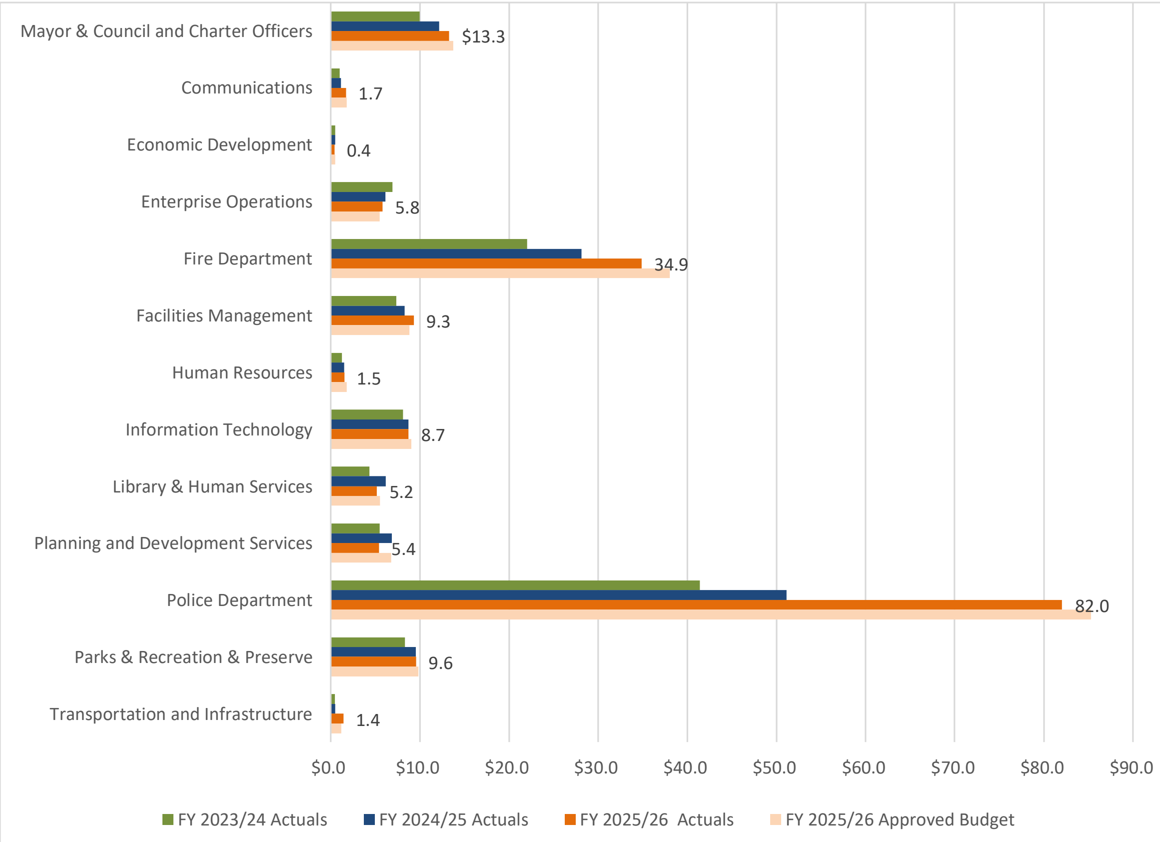
	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Other	$ -	$ -	$ -	$ -	$ -	-
Debt Service Fund	-	-	-	-	-	-
CIP	53.7	-	33.0	33.0	-	-
CIP Construction Sales Tax	-	-	-	-	-	-
CIP Excess Interest Earnings	-	-	-	-	-	-
Transfers Out Total	$53.7	-	$33.0	$33.0	$ -	-

Note: $ in millions/rounding differences and blank lines may occur.

Actual to Approved Budget variance of $0.0 million or 0%:

Transfers out expenditure activity is within budget.

Department Expenditures (Fiscal Year to Date: October 2025)



	FY 2023/24 Actuals	FY 2024/25 Actuals	FY 2025/26 Actuals	FY 2025/26 Approved Budget	Variance Amount	Variance Percent
Mayor & Council and Charter Officers	$10.0	$12.2	$13.3	$13.7	$0.5	3%
Communications	1.0	1.1	1.7	1.8	0.1	3%
Economic Development	0.5	0.5	0.4	0.5	0.1	18%
Enterprise Operations	6.9	6.1	5.8	5.5	(0.4)	(6%)
Fire Department	22.0	28.1	34.9	38.0	3.1	8%
Facilities Management	7.3	8.3	9.3	8.8	(0.5)	(6%)
Human Resources	1.3	1.5	1.5	1.8	0.3	15%
Information Technology	8.1	8.7	8.7	9.0	0.3	3%
Library & Human Services	4.3	6.2	5.2	5.5	0.3	6%
Planning and Development Services	5.5	6.8	5.4	6.8	1.3	20%
Police Department	41.4	51.1	82.0	85.3	3.3	4%
Parks & Recreation & Preserve	8.3	9.5	9.6	9.8	0.3	3%
Transportation and Infrastructure	0.4	0.5	1.4	1.2	(0.2)	(21%)
Total	$117.1	$140.6	$179.3	$187.7	$8.4	4%

Note: $ in millions/rounding differences and blank lines may occur.
*Includes the portion of Tourism and Events, WestWorld, professional baseball, and the Enterprise Operations department administration funded by the General Fund. Does not include Enterprise Funds (Water and Water Reclamation Funds, Solid Waste Fund and Aviation Fund)

Actual to Approved Budget variance of $8.4 million or 4%.