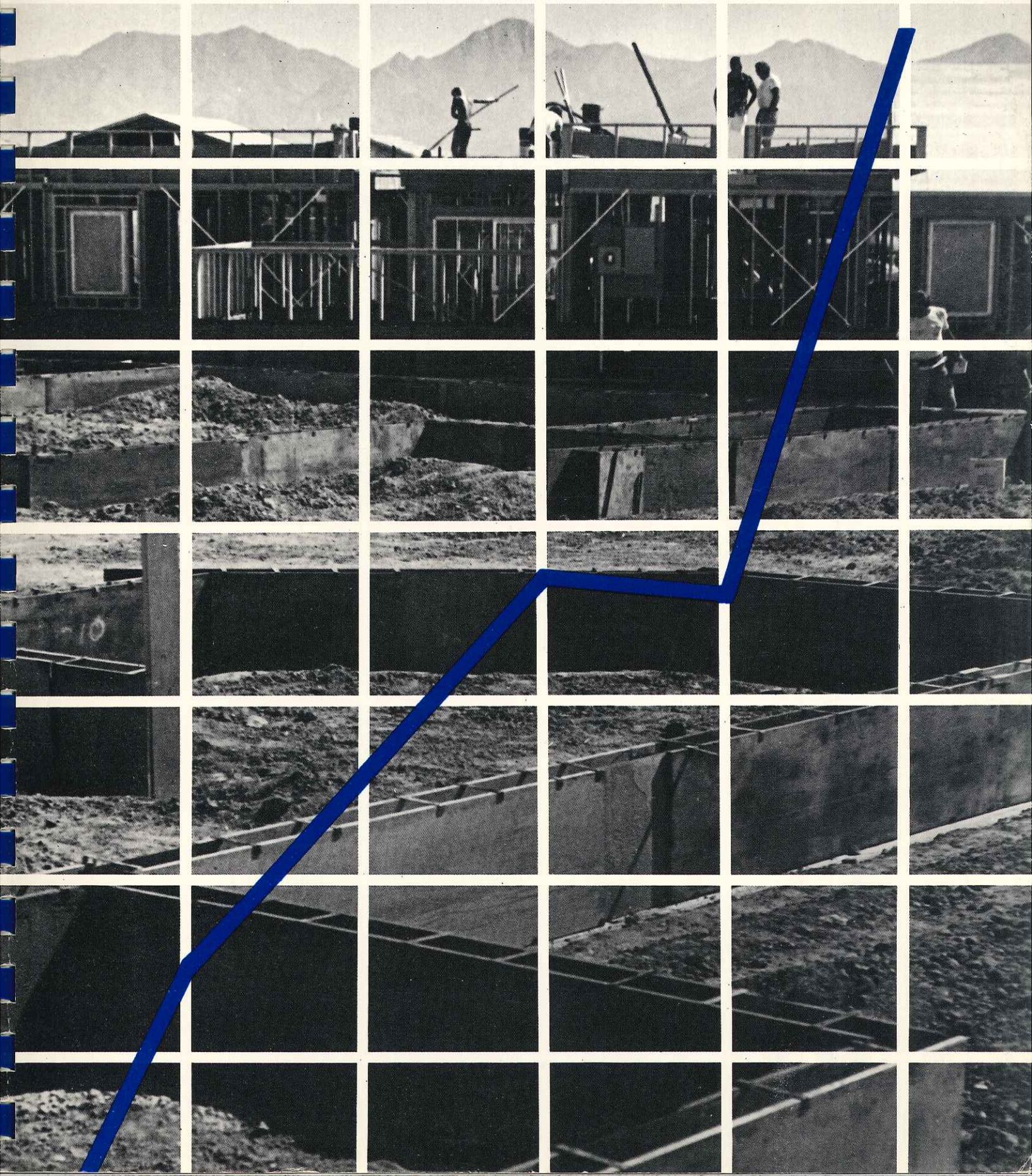


# FY 1978-79 FINANCIAL REPORT (ending 6-30-79)

## THE CITY OF SCOTTSDALE, ARIZONA



**AGRAPHIC INTERPRETATION OF THE CONSTRUCTION ACCELERATION EXPERIENCED IN SCOTTSDALE DURING FISCAL YEAR 1977-78 THE BENEFITS OF WHICH ARE REFLECTED IN THIS FINANCIAL REPORT OF FISCAL YEAR 1978-79. (Cover Design & Photography by David Matthews, Public Information Office)**



CITY OF SCOTTSDALE, ARIZONA  
ANNUAL  
FINANCIAL REPORT  
FISCAL YEAR ENDED  
JUNE 30, 1979

CITY COUNCIL

WILLIAM C. JENKINS, MAYOR

RICHARD V. CAMPANA

HEINZ R. HINK, PHD

DIANE D. CUSACK

JEFF SCHUBERT

BILLIE AXLINE GENTRY

CHARLIE SMITH

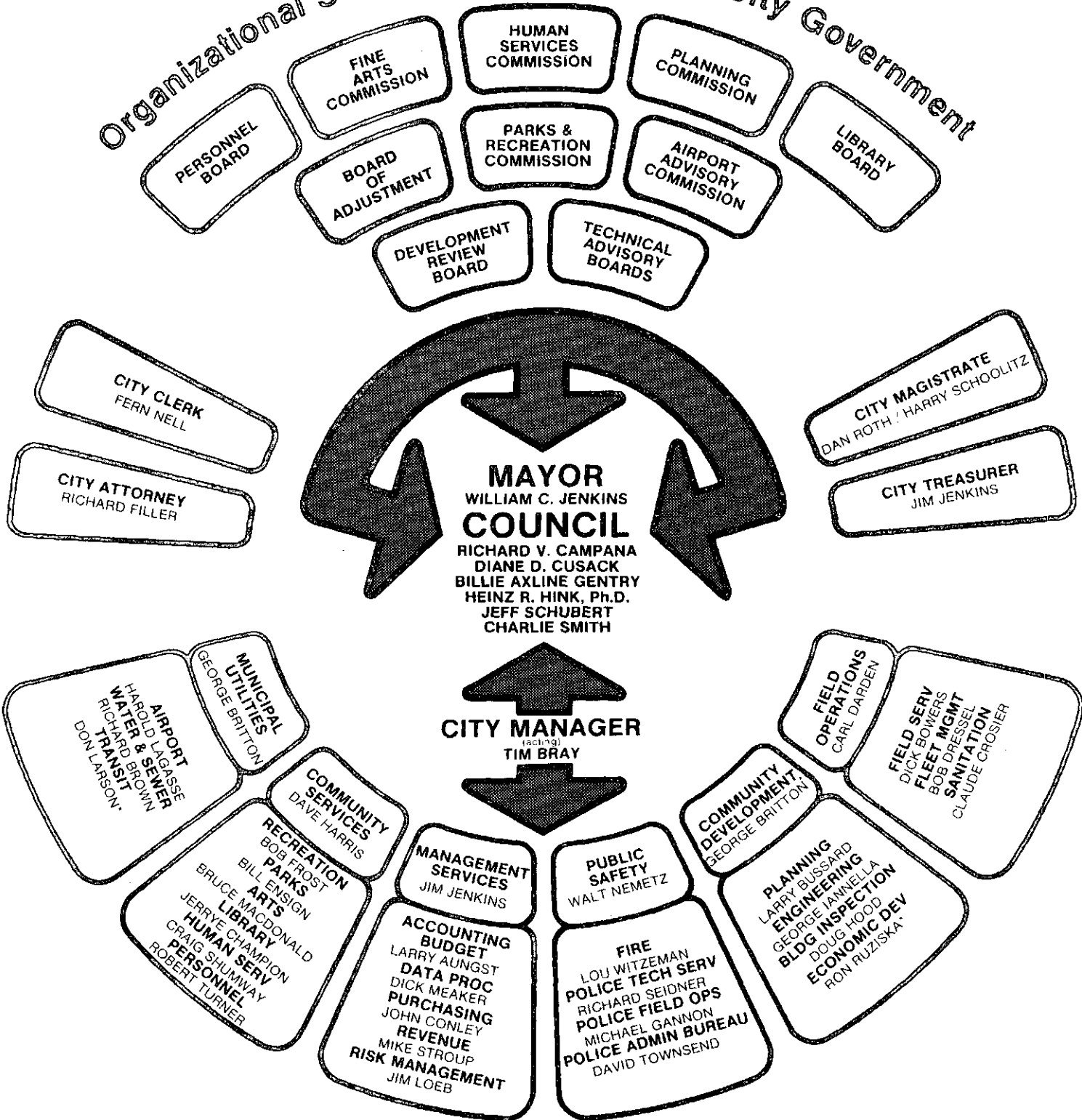
TIMOTHY R. BRAY  
ACTING CITY MANAGER

Prepared by

Management Services Department  
James A. Jenkins  
Management Services Dept. Head/City Treasurer



# Organizational Structure for Scottsdale City Government



City of Scottsdale  
ANNUAL FINANCIAL REPORT

JUNE 30, 1979

Table of Contents

	<u>Page</u>
<b>INTRODUCTORY SECTION - PART I</b>	
Letter of Transmittal - Management Services Department Head/City Treasurer	I - VII
Certificate of Conformance	VIII - IX
Report of Independent Public Accountants	X
 <b>FINANCIAL SECTION - PART II</b>	
<b>GENERAL PURPOSE FINANCIAL STATEMENTS</b>	
<b>COMBINED FINANCIAL STATEMENTS</b>	
Explanatory Comments	Exhibit I 1
Combined Balance Sheet - All Fund Types and Account Groups	Statement 1 2 - 3
Combined Statement of Revenue and Expenses	Statement 2 4
Combined Statement of Revenue, Expenditures and Contributions	Statement 3 5
Combined Statement of Changes in Fund Balances/Retained Earnings - All Funds	Statement 4 6 - 7
Combined Statement of Changes in Financial Position	Statement 5 8
Combined Statement of Revenue - Estimated and Actual - General, Special Revenue and Debt Service Funds	Statement 6 9
Combined Statement of Expenditures and Encumbrances Compared with Appropriations - General, Special Revenue and Debt Service Funds	Statement 7 10
 <b>FUND STATEMENTS AND SCHEDULES</b>	
<b>GENERAL FUND</b>	
Explanatory Comments	Exhibit II 11
Balance Sheet	Statement 8 12
Statement of Revenue - Estimated and Actual	Statement 9 13
Statement of Expenditures, Encumbrances and Contributions Compared with Appropriations	Statement 10 14
Statement of Expenditures and Encumbrances by Object	Statement 11 15
Analysis of Changes in Fund Balance	Statement 12 16
 <b>SPECIAL REVENUE FUNDS</b>	
Explanatory Comments	Exhibit III 17
Balance Sheet	Statement 13 18
Statement of Revenue and Contributions - Estimated and Actual	Statement 14 19 - 20
Statement of Expenditures and Encumbrances Compared with Appropriations	Statement 15 21 - 22
Statement of Expenditures and Encumbrances by Object	Statement 16 23
Analysis of Changes in Fund Balances	Statement 17 24

City of Scottsdale  
ANNUAL FINANCIAL REPORT

JUNE 30, 1979

Table of Contents

FINANCIAL SECTION - PART II

GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

		<u>Page</u>
<u>DEBT SERVICE FUNDS</u>		
Explanatory Comments	Exhibit IV	25
Balance Sheet	Statement 18	26
Statement of Revenue, Expenditures and Fund Balances	Statement 19	27
<u>CAPITAL PROJECTS FUNDS</u>		
Explanatory Comments	Exhibit V	28
Balance Sheet	Statement 20	29
Statement of Revenue, Expenditures and Fund Balances	Statement 21	30
Statement of Expenditures by Object	Statement 22	31
<u>SPECIAL ASSESSMENTS FUNDS</u>		
Explanatory Comments	Exhibit VI	32
Balance Sheet	Statement 23	33
Statement of Cash Receipts and Disbursements	Statement 24	34
Statement of Revenue, Expenditures and Fund Balances	Statement 25	35
<u>TRUST AND AGENCY FUND</u>		
Explanatory Comments	Exhibit VII	36
Balance Sheet	Statement 26	37
Statement of Cash Receipts and Disbursements	Statement 27	38
Statement of Revenue, Expenditures and Fund Balances	Statement 28	39
<u>ENTERPRISE FUNDS</u>		
Explanatory Comments	Exhibit VIII	40
Balance Sheet	Statement 29	41 - 42
Statement of Revenue and Expenses	Statement 30	43
Statement of Changes in Financial Position	Statement 31	44
Analysis of Changes in Contributions and Retained Earnings (Accumulated Deficit)	Statement 32	45
<u>INTERNAL SERVICE FUNDS</u>		
Explanatory Comments	Exhibit IX	46
Balance Sheet	Statement 33	47
Statement of Revenue and Expenses	Statement 34	48
Statement of Changes in Financial Position	Statement 35	49
Analysis of Changes in Contributions and Accumulated Deficit	Statement 36	50
<u>GENERAL FIXED ASSETS GROUP OF ACCOUNTS</u>		
Explanatory Comments	Exhibit X	51
Statement of General Fixed Assets	Statement 37	52

City of Scottsdale  
ANNUAL FINANCIAL REPORT

JUNE 30, 1979

Table of Contents

FINANCIAL SECTION - PART II

GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

GENERAL LONG-TERM DEBT GROUP OF ACCOUNTS

	<u>Page</u>
Explanatory Comments	Exhibit XI 53
Statement of General Long-Term Debt	Statement 38 54

NOTES TO FINANCIAL STATEMENTS

55 - 61

SUPPLEMENTARY FINANCIAL INFORMATION

Independent Public Accountant's Opinion of Supplementary Financial Information	62
Combined Schedule of Bonds Payable - All Funds	Schedule 1 63 - 64
Combined Schedule of Cash Receipts and Disbursements - All Funds	Schedule 2 65
Schedule of Changes in General Fixed Assets - by Source	Schedule 3 66

STATISTICAL SECTION - PART III

Independent Public Accountant's Disclaimer	67
General Governmental Expenditures by Department, General, Special Revenue and Debt Service Funds - Last Ten Fiscal Years	Table I 68
General Governmental Revenue by Source, General, Special Revenue and Debt Service Funds - Last Ten Fiscal Years	Table II 69
Tax Revenue by Source - Last Ten Fiscal Years	Table III 69
Property Tax Levies and Collections	Table IV 70
Assessed Valuation Classifications and Histories - Last Ten Fiscal Years	Table V 71
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Expenditures - Last Ten Fiscal Years	Table VI 72
Property Tax Rates and Tax Levies - All Overlapping Governments - Last Ten Fiscal Years	Table VII 73
Special Assessment Collections - Last Ten Fiscal Years	Table VIII 74
Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capita - Last Ten Fiscal Years	Table IX 75
Property Tax Rates - All Overlapping Governments	Table X 76
Computation of Direct and Overlapping Debt	Table XI 76
Computation of Legal Debt Margins	Table XII 77
Schedule of Water and Sewer Utility Revenue Bond Coverage	Table XIII 78
Debt Service Requirements to Maturity - General Obligation Bonds and Excise Debt, Revenue Bonds and Long-Term Contracts, and Special Assessment Bonds	Table XIV 79 - 82
Summary of Debt Service Requirements to Maturity	Table XV 83
Schedule of Insurance in Force	Table XVI 84 - 88
Salaries and Surety Bonds of Principal Officials	Table XVII 89
Miscellaneous Statistical Data	Table XVIII 90 - 91

**INTRODUCTORY  
SECTION**





August 31, 1979

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

Dear Mayor and City Council

The annual financial report of the City of Scottsdale, Arizona, for the fiscal year ended June 30, 1979, is submitted in accordance with Article 6, Section 14 of the City Charter.

This report consists of three sections. The Introductory Section contains this letter of transmittal which highlights the financial affairs of the City for the fiscal year, the supplemental Certificate of Conformance in Financial Reporting issued to the City for its June 30, 1976, annual financial report and the opinion of the independent certified public accountants based upon their audit as required by City Charter and State Law. The Financial Section has three distinct levels of financial reports. The combined financial statements (statements 1-7) provide an overview and broad perspective of the total financial position and results of operations. The second level provides detailed financial statements (statements 8-38) by generic fund type and account group. The supplementary financial information (schedules 1-3) completes the three level financial section with additional financial data not previously presented. The Statistical Section includes financial information for both prior and current periods of time and related non-financial data which provide insight into the financial basis of the City.

#### Financial Policies

The accounting policies of the City of Scottsdale, Arizona conform to generally accepted accounting principles as applicable to governmental units.

All funds of the City are maintained on the accrual basis of accounting, except for the budgetary funds (General, Special Revenue and Debt Service Funds) which are maintained on the modified accrual basis of accounting. The modified accrual basis of accounting recognizes revenue when cash is received, except for amounts, which, if determinable, are recognized as revenue when earned and available. Expenditures and encumbrances are recognized when liabilities and commitments, respectively, are incurred. The accrual basis of accounting recognizes revenues when earned and expenses when incurred.

Budgetary control is maintained by a monthly 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. This is in accordance with recommendations by the National Committee on Governmental Accounting and the Committee on Governmental Accounting and Auditing of the American Institute of Certified Public Accountants.

### Financial Overview

A comparison of Total Fund Balances for General Governmental Funds reveals a substantial improvement over last year.

<u>Fund</u>	<u>FY 1978-79</u>	<u>FY 1977-78</u>	<u>Increase (Decrease)</u>
Community Development	\$ 55,659	\$ 61,469	\$ (5,810)
Grants	79,122	215,600	(136,478)
General	3,270,070	3,553,709	(283,639)
Highway User	90,651	134,777	(44,126)
Public Works Reserve	2,293,346	39,178	2,254,168
Federal Revenue Sharing	103,319	130,504	(27,185)
Debt Service	-0-	-0-	
<b>Total Fund Balances</b>	<b><u>\$5,892,167</u></b>	<b><u>\$4,135,237</u></b>	<b><u>\$1,756,930</u></b>

This improvement is also reflected in the Total Retained Earnings of the Enterprise and Internal Service Funds.

<u>Fund</u>	<u>FY 1978-79</u>	<u>FY 1977-78</u>	<u>Increase (Decrease)</u>
Water and Sewer	\$7,934,493	\$4,470,709	\$3,463,784
Airport	(408,598)	(363,078)	(45,520)
Motor Pool	(1,364)	(407,784)	406,420
Public Housing	(110,692)	(96,908)	(13,784)
Self Insurance	300,252	-0-	300,252
<b>Total Retained Earnings</b>	<b><u>\$7,714,091</u></b>	<b><u>\$3,602,939</u></b>	<b><u>\$4,111,152</u></b>

The remaining funds reflect a decrease in Total Fund Balances over the prior year.

<u>Fund</u>	<u>FY 1978-79</u>	<u>FY 1977-78</u>	<u>Increase (Decrease)</u>
Capital Projects	\$3,233,420	\$4,438,763	\$(1,205,343)
Trust and Agency	102,403	72,398	30,005
Special Assessments	97,581	84,396	13,185
<b>Total Fund Balances</b>	<b><u>\$3,433,404</u></b>	<b><u>\$4,595,557</u></b>	<b><u>\$(1,162,153)</u></b>

### General Governmental Revenue

Revenue for general governmental functions totaled \$31,720,927 in 1979, an increase of 11.1% over 1978. The amount of revenue from various sources and the increase or decrease over last year is shown in the following tabulation.

<u>Revenue Source</u>	<u>FY 1978-79</u>	<u>FY 1977-78</u>	<u>Increase (Decrease)</u>	<u>%</u>
Property Taxes	\$ 3,171,299	\$ 3,412,532	\$ (241,233)	(7.1)%
Privilege Taxes	10,589,679	8,210,529	2,379,150	29.0
Licenses and Permits	1,747,776	1,318,170	429,606	32.6
Fines and Forfeitures	528,652	485,337	43,315	8.9
State Shared Revenues	7,396,811	6,346,874	1,049,937	16.5
Federal Shared Revenues	883,170	833,028	50,142	6.0
Charges for Services	1,799,987	1,812,947	(12,960)	(0.7)
Use of Money and Property	1,132,908	731,343	401,565	54.9
Miscellaneous	628,893	618,412	10,481	1.7
Grants	<u>3,841,752</u>	<u>4,792,538</u>	<u>(950,786)</u>	<u>(19.9)</u>
Total	<u>\$31,720,927</u>	<u>\$28,561,710</u>	<u>\$3,159,217</u>	<u>11.1%</u>

Another interesting comparison is that of percentage contribution by revenue source.

	<u>FY 1978-79</u>	<u>FY 1977-78</u>	<u>Increase (Decrease)</u>
Property Taxes	10.0%	12.0%	(2.0)%
Privilege Taxes	33.3	28.7	4.6
Licenses and Permits	5.5	4.6	.9
Fines and Forfeitures	1.7	1.7	-0-
State Shared Revenues	23.3	22.2	1.1
Federal Shared Revenues	2.8	2.9	(.1)
Charges for Services	5.7	6.3	(.6)
Use of Money and Property	3.6	2.6	1.0
Miscellaneous	2.0	2.2	(.2)
Grants	<u>12.1</u>	<u>16.8</u>	<u>(4.7)</u>
	<u>100.0%</u>	<u>100.0%</u>	<u>-0-</u>

This comparison shows the change occurring in the contribution percentage from last year. This is consistent with expectations in that privilege taxes, licenses and permits, use of money and property, and state shared revenues which are closely related to the high level of economic prosperity provide for the largest increases in the current year revenues. Property taxes and grants both show significant decreases in contribution to total revenue.

### General Governmental Expenditures

Expenditures for general governmental purposes increased by 39% or \$8,524,666 over the 1977-78 fiscal year. A comparison by municipal department is shown in the following schedule.

<u>Department</u>	<u>FY 1978-79</u>	<u>FY 1977-78</u>	<u>Increase (Decrease)</u>
General Government	\$ 1,304,630	\$ 1,568,749	\$ (264,119)
Public Safety	6,161,448	4,703,394	1,458,054
Management Services	2,260,310	1,816,144	444,166
Field Operations	5,660,651	4,578,124	1,082,527
Community Services	6,765,247	3,598,038	3,167,209
Community Development	3,929,206	1,633,725	2,295,481
Debt Service	2,131,927	2,170,692	(38,765)
Municipal Utilities	285,847	38,852	246,995
Capital Improvements	<u>1,711,241</u>	<u>1,578,123</u>	<u>133,118</u>
Total	<u>\$30,210,507</u>	<u>\$21,685,841</u>	<u>\$8,524,666</u>

#### Treasury Management

Temporarily idle cash was invested during the year in time certificates of deposit, treasury bills, savings accounts, and government agency securities. These investments yielded 8.8% on an average daily invested balance of \$21,200,000. Total interest earned on all funds provided \$2,363,121 in investment income. Interest earnings on general governmental funds was \$911,888 and was equivalent to a property tax levy of 34.5¢ per hundred dollars of assessed valuation, had it been necessary to levy property tax to provide these funds.

#### Debt Administration

The ratio of annual debt service for general bonded debt to total general expenditures provides an indication of a municipality's ability to meet debt service requirements. This percentage is 4.9% for 1978-79 down from last year's 6.8%, and up from a low of 2.6% in 1970-71. More detailed information about bonded debt can be found on pages 63 and 64.

The City of Scottsdale presently has the following bond ratings. General Obligation Bonds - Moody's Investor Service Aa, Standard and Poor's AA; Water and Sewer Revenue Bonds - Moody's Investor Service A-1, Standard and Poor's A. Additionally, the City has legal debt margin of \$8,372,468 for 4% General Obligation Bonds and \$35,116,371 for 15% General Obligation Bonds. There is no legal limit on Revenue Bonds.

#### General Fixed Assets

The general fixed assets of the City are those assets used in the performance of general governmental functions and exclude the fixed assets of utilities and other enterprise activities. As of June 30, 1979, the general fixed assets of the City amounted to \$197,750,181. This amount represents the original cost of assets or the appraised original cost where the original cost was not calculable or where the asset was contributed by a developer or other party to the City. The values for land and for buildings and improvements for statement purposes 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 net income for the water and sewer system totaled \$3,463,784, up from \$2,455,149 last year. The primary reason for the increase was the increase of \$960,000 in water development fees collected during the year. Water and sewer system revenues totaled \$6,899,446 for fiscal year 1978-79 up \$1,822,545 or 36% over last year.

Expenses have also increased. Fiscal year 1978-79 expenses totaled \$3,435,662 up \$813,910 or 31% over last year. The largest increases were for electricity necessary for pumping water, sewage treatment plant expenses and additional staff members added during the year.

### Airport

The net loss for the Airport decreased from \$57,024 last year to \$45,520 for fiscal year 1978-79. Operating revenues increased \$30,875 or 19% over last year, primarily from airplane hangar and tie down space rentals. Operating expenses increased \$42,956 or 34% with the largest increases for personnel costs, materials and supplies.

### Public Housing Fund

The Public Housing Fund is operated in conjunction with the Neighborhood Development Project. It was designed to provide low-cost, subsidized housing for those families that were displaced by the project. The net loss for the Public Housing Fund for fiscal year 1978-79 was \$13,784 compared to a loss of \$28,989 for last year. Rental income decreased \$5,179 from the prior year, due in part to an increase in the number of uncollected rents. Operating costs were reduced by \$9,482 with all the reductions occurring in maintenance expense.

### Significant Events and Accomplishments - 1978-79

- o Booming construction activity, vigorous retail trade, an enviable tourist and resort business, and expanding industrial and commercial opportunities combined to boost our local economy to record levels.
- o The Planning staff estimates that our population increased by 9,000 residents during 1978-79 for an unofficial total population of 97,900.
- o We added 37 miles of water lines and 26 miles of sewer lines to serve our expanding population.
- o Ten million dollars worth of capital improvements were completed during the year.

Flood control projects	\$ 3.2 million
Water and sewer	3.7
Improvement districts	2.2
All other	<u>.9</u>
	\$10.0 million

- o To keep pace with our growth, the Municipal Utilities Department was established. Its service areas are: transit, airport and the water and sewer system. A pressing need is to insure adequate water production and sewage treatment facilities to accommodate our rapidly growing community.
- o The federally funded employment subsidy program, CETA, will be eliminated as a City program effective September 30, 1979.
- o The value of new building construction for the 1978-79 fiscal year was \$178 million, a 23% increase over the previous year. New housing starts totaled 4,543, a 30% increase over last year.
- o The property tax rate was decreased from \$1.39 in 1977-78 to \$1.18 per hundred dollars assessed valuation in 1978-79. The total tax levy value was accordingly reduced from \$3,395,000 to \$3,119,000. For the coming year, 1979-80, the tax rate is further reduced to \$1.03 producing a tax levy amount of \$2,942,000, a reduction of \$177,000.
- o During the 1978-79 fiscal year there were no increases in user fees charged to the public.
- o For the 1979-80 fiscal year the commercial refuse rate schedule was the only user fee increase approved and implemented during our budget process.
- o The City has complied with the President's Wage and Price Guidelines during the first program year, which ends September 30, 1979.
- o A Self Insurance Fund was established to improve control and reduce our expenditures for insurance. During the prior two years our insurance costs were increasing about 22% per year. During this year our costs increased only 4%. A synopsis of the program follows:

The Self Insurance Fund is responsible for the budgeting, investigation and payment of claims that are incurred by the City of Scottsdale. The Self Insurance Fund is protected by excess insurance designed to limit the exposure to loss for any single loss occurrence. The Self Insurance Fund responsibility for any single loss and excess insurance coverage is shown in the table below:

<u>Type of Coverage</u>	<u>Per Occurrence Loss Limitation</u>	<u>Excess Insurance</u>
Vehicles & Property	\$ 50,000	\$20,000,000
Workers Compensation	250,000	2,000,000
Liability	250,000	10,000,000
Bonds	25,000	1,000,000
Unemployment Compensation	2,340	-0-
Airport Liability	-0-	10,000,000
Fine Arts	-0-	300,000

The Self Insurance Fund revenue sources are from user programs for unemployment and workers compensation claims and from the Risk Management program for all other claims covered by the Self Insurance Fund. The workers compensation charges are

based on the rates published by the Mountain States Rating Bureau for Arizona and are discounted 20%. The unemployment charges are based on the estimated reimbursement payments to the Arizona Department of Economic Security and is .0146 of the first \$6,000 of each employee's salary.

The Self Insurance Fund establishes a liability for pending claims based on the estimated probable loss. The Fund has current assets available in excess of the full amount of the liability established.

#### Future Outlook

The 1979-80 budget provides for an operating expenditure level of 33 million dollars up 9% from last year. In addition, capital improvements are planned in the amount of 18 million dollars, up 158% from last year.

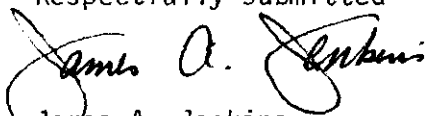
Our budget assumes a high level of economic activity during the new year. The extraordinary economic growth we experienced during the past two years will diminish to a more moderate increase of 8% in total revenues as contrasted with 19% for 1978-79.

Nationally, the economy appears to be weakening. Economists generally agree that a recession is taking place with only the length and severity of the recession in question. The local economists are confident that the local economy will not be as deeply affected by the recession as the balance of the nation. They predict our economic growth will continue but at a reduced rate, because of the significant in-migration of people and businesses to this area of the nation.

#### Acknowledgement

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the accounting program, who assisted and contributed in its preparation. 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



James A. Jenkins  
Management Services Department Head  
and City Treasurer

JAJ:mg

SUPPLEMENTAL  
Certificate  
of  
Conformance  
in Financial  
Reporting

---

Presented to

City of Scottsdale, Arizona

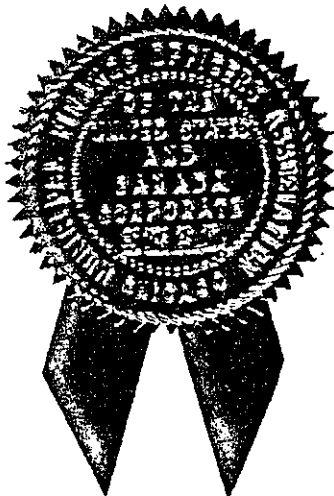
For its Annual Financial Report  
for the Fiscal Year Ended

June 30, 1976

---

A Certificate of Conformance in Financial Reporting is presented  
by the Municipal Finance Officers Association of the United States and Canada  
to governmental units whose annual financial reports are judged to  
substantially conform to the financial reporting principles and  
standards promulgated by the National Council on Governmental Accounting.

---



*Lenna L. Moore*  
President

*Charles W. Hart*  
Executive Director

Date March 24, 1977



"The Municipal Finance Officers Association of the United States and Canada (MFOA) awarded a Certificate of Conformance in Financial Reporting to the City of Scottsdale for our Annual Financial Report for the fiscal year ended June 30, 1976.

In order to be awarded a Certificate of Conformance, a governmental unit must publish an easily readable and efficiently organized comprehensive Annual Financial Report, whose contents conform to industry standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Conformance is valid for a period of three years subject to two Annual Reviews. Our Annual Financial Reports for the fiscal years ended June 30, 1977 and June 30, 1978 successfully passed their required Annual Reviews. We believe our current report continues to conform to Certificate of Conformance Program requirements, and we are submitting it to MFOA for a supplemental certificate."

*Touche Ross & Co.*

August 31, 1979

The Honorable Mayor and  
Members of the City Council  
City of Scottsdale, Arizona

We have examined the financial statements of the various funds and account groups, appearing on pages 1 through 61, of the City of Scottsdale, Arizona for the fiscal year ended June 30, 1979. Our examination was 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 appearing on pages 1 through 61 present fairly the financial position of the various funds and account groups of the City of Scottsdale, Arizona at June 30, 1979, and the results of operations of such funds and the changes in financial position of the Enterprise Funds and Internal Service Funds for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

*Touche Ross & Co.*

**FINANCIAL  
SECTION**

## EXHIBIT I

## COMBINED FINANCIAL STATEMENTS

The combined statements 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 Fund Types and Account Groups

Combined Statement of Revenue and Expenses

Combined Statement of Revenue and Expenditures

Combined Statement of Changes in Fund Balances/  
Retained Earnings - All Funds

Combined Statement of Changes in Financial Position

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

Combined Statement of Expenditures and Encumbrances  
Compared with Appropriations - General, Special  
Revenue and Debt Service Funds

## CITY OF SCOTTSDALE

## COMBINED BALANCE SHEET

## ALL FUND TYPES AND ACCOUNT GROUPS

JUNE 30, 1979

<u>ASSETS</u>	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUNDS</u>	<u>DEBT SERVICE FUNDS</u>	<u>CAPITAL PROJECTS FUNDS</u>	<u>SPECIAL ASSESSMENTS FUNDS</u>
Cash, investments and receivables	\$5,256,590	\$4,303,860	\$4,013,347	\$3,247,246	\$3,960,389
Amount to be provided for retirement of debt					
Property and equipment - less applicable accumu- lated depreciation and amortization					
Excess purchase price over fair market value of water system assets acquired					
Restricted cash & investments					
Assets held in trust for retirement of refunded debt					
<b>Total Assets</b>	<u>\$5,256,590</u>	<u>\$4,303,860</u>	<u>\$4,013,347</u>	<u>\$3,247,246</u>	<u>\$3,960,389</u>
<b>LIABILITIES, RESERVES, AND FUND BALANCES/RETAINED EARNINGS</b>					
Current Liabilities	\$1,281,780	\$ 416,130	\$ 831,231	\$ 13,826	\$ 111,968
Long-term debt					3,750,840
Other liabilities					
Refunded debt to be retired by assets held in trust					
Reserves	270,119				
Encumbrances outstanding	434,621	1,265,633			
Contributions to capital					
Investment in general fixed assets					
Fund balances - restricted and unrestricted	3,270,070	2,622,097	3,182,116	3,233,420	97,581
Retained earnings (accumu- lated deficits) - restricted & unrestricted					
<b>Total Liabilities, Reserves, and Fund Balances/Retained Earnings</b>	<u>\$5,256,590</u>	<u>\$4,303,860</u>	<u>\$4,013,347</u>	<u>\$3,247,246</u>	<u>\$3,960,389</u>

See notes to financial statements.

## STATEMENT 1

TRUST AND AGENCY FUND	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT	TOTAL (MEMORANDUM ONLY) (NOTE A)	
					JUNE 30, 1979	JUNE 30, 1978
\$773,172	\$ 7,170,956	\$1,192,749	\$	\$	\$ 29,918,309	\$ 24,061,594
				19,902,231	19,902,231	20,467,328
	31,706,801	1,648,117	197,750,181		231,105,099	182,728,568
	1,396,860				1,396,860	1,549,098
	5,002,488				5,002,488	6,571,762
	3,390,009				3,390,009	3,444,503
<u>\$773,172</u>	<u>\$48,667,114</u>	<u>\$2,840,866</u>	<u>\$197,750,181</u>	<u>\$19,902,231</u>	<u>\$290,714,996</u>	<u>\$238,822,853</u>
\$670,769	\$ 1,383,153	\$ 182,838	\$	\$	\$ 4,891,695	\$ 4,062,839
	10,326,709			19,902,231	33,979,780	35,344,832
	384,165				384,165	439,506
	3,874,115				3,874,115	3,965,853
					270,119	195,261
	25,283,769	2,359,140			1,700,254	1,220,831
					27,642,909	23,489,200
			197,750,181		197,750,181	155,155,954
102,403					12,507,687	11,345,638
	7,415,203	298,888			7,714,091	3,602,939
<u>\$773,172</u>	<u>\$48,667,114</u>	<u>\$2,840,866</u>	<u>\$197,750,181</u>	<u>\$19,902,231</u>	<u>\$290,714,996</u>	<u>\$238,822,853</u>

CITY OF SCOTTSDALE

STATEMENT 2

COMBINED STATEMENT OF REVENUE AND EXPENSES

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS	TOTAL (MEMORANDUM ONLY) (NOTE A)	
			JUNE 30, 1979	JUNE 30, 1978
Operating Revenue	\$6,035,566	\$3,606,509	\$9,642,075	\$6,385,826
Operating Expenses, exclusive of depreciation	<u>2,080,674</u>	<u>2,472,206</u>	<u>4,552,880</u>	<u>3,004,435</u>
Net Operating Income before depreciation and amortization	3,954,892	1,134,303	5,089,195	3,381,391
Depreciation and amortization	<u>922,092</u>	<u>427,631</u>	<u>1,349,723</u>	<u>1,257,319</u>
Net Operating Income	<u>3,032,800</u>	<u>706,672</u>	<u>3,739,472</u>	<u>2,124,072</u>
Non-Operating Income	1,114,605		1,114,605	756,436
Non-Operating Expenses	<u>742,925</u>		<u>742,925</u>	<u>758,925</u>
Net Income	<u>\$3,404,480</u>	<u>\$ 706,672</u>	<u>\$4,111,152</u>	<u>\$2,121,583</u>

See notes to financial statements.

CITY OF SCOTTSDALE  
 COMBINED STATEMENT OF REVENUE, EXPENDITURES AND CONTRIBUTIONS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1979

STATEMENT 3

	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	SPECIAL ASSESSMENTS FUNDS	TRUST AND AGENCY FUND	TOTAL (MEMORANDUM ONLY) (NOTE A)	
							JUNE 30, 1979	JUNE 30, 1978
Revenues and contributions	\$19,180,836	\$11,760,860	\$1,779,231	\$ 814,940	\$114,678	\$105,066	\$33,755,611	\$31,760,738
Expenditures and contributions	19,272,773	8,698,352	1,779,231	2,020,283	101,493	75,061	31,947,193	29,371,860
Encumbrances	279,724	1,180,427					1,460,151	931,953
Encumbrances cancelled	(88,022)	(158,488)					(246,510)	(32,219)
Total Expenditures and Encumbrances	<u>19,464,475</u>	<u>9,720,291</u>	<u>1,779,231</u>	<u>2,020,283</u>	<u>101,493</u>	<u>75,061</u>	<u>33,160,834</u>	<u>30,271,594</u>
Net Addition (Deduction) to Fund Balance	<u>\$ (283,639)</u>	<u>\$ 2,040,569</u>	<u>\$ -0-</u>	<u>\$(1,205,343)</u>	<u>\$ 13,185</u>	<u>\$ 30,005</u>	<u>\$ 594,777</u>	<u>\$ 1,489,144</u>

See notes to financial statements.



## CITY OF SCOTTSDALE

COMBINED STATEMENT OF CHANGES IN FUND BALANCES/  
RETAINED EARNINGS - ALL FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUNDS</u>	<u>DEBT SERVICE FUNDS</u>	<u>CAPITAL PROJECTS FUNDS</u>
Balances, July 1,	\$3,553,709	\$ 581,528	\$2,614,844	\$4,438,763
Add				
Excess of revenues over expenditures, encumbrances, encumbrances cancelled, and contributions		2,040,569		
Net income				
Deposit to sinking fund			767,272	
Deduct				
Excess of expenditures, encum- brances, and encumbrances cancelled over revenues and contributions	283,639			1,205,343
Net loss				
Principal retired from sinking fund			200,000	
Balances, June 30,	<u>\$3,270,070</u>	<u>\$2,622,097</u>	<u>\$3,182,116</u>	<u>\$3,233,420</u>

See notes to financial statements.

## STATEMENT 4

SPECIAL ASSESSMENTS FUNDS	TRUST AND AGENCY FUND	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS	TOTAL (MEMORANDUM ONLY) (NOTE A)	
				JUNE 30, 1979	JUNE 30, 1978
\$84,396	\$ 72,398	\$4,010,723	\$(407,784)	\$14,948,577	\$10,746,362
13,185	30,005	3,404,480	706,672	2,083,759 4,111,152 767,272	1,528,625 2,369,136 791,488
				1,488,982	39,481 247,553
				200,000	200,000
<u>\$97,581</u>	<u>\$102,403</u>	<u>\$7,415,203</u>	<u>\$ 298,888</u>	<u>\$20,221,778</u>	<u>\$14,948,577</u>

## CITY OF SCOTTSDALE

## STATEMENT 5

## COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS	TOTAL (MEMORANDUM ONLY) (NOTE A)	
			JUNE 30, 1979	JUNE 30, 1978
Source of Funds				
From operations				
Net income	\$ 3,404,480	\$ 706,672	\$ 4,111,152	\$2,121,583
Noncash charge - depreciation and amortization	<u>922,092</u>	<u>427,631</u>	<u>1,349,723</u>	<u>1,257,319</u>
Total from operations	4,326,572	1,134,303	5,460,875	3,378,902
Cash, property, and equipment contributed by subdividers	3,425,485		3,425,485	2,232,160
Decrease in restricted cash and investments	1,569,274		1,569,274	186,733
Increase in contributions to capital	720,860	28,070	748,930	2,523,430
Increase in current liabilities	435,986	136,730	572,716	128,160
Decrease in current assets	293,251	16,636	309,887	88,954
Sale of property and decrease in construction in process	20,706	249,160	269,866	
Decrease in assets held for refunded debt	<u>54,494</u>		<u>54,494</u>	<u>17,735</u>
	<u>10,846,628</u>	<u>1,564,899</u>	<u>12,411,527</u>	<u>8,556,074</u>
Uses of Funds				
Purchase of equipment and construction in process	3,090,933	733,237	3,824,170	3,278,550
Assets contributed by subdividers	3,425,485		3,425,485	2,232,160
Payments on long-term debt	619,467		619,467	628,272
Increase in current assets	415,310		415,310	64,540
Decrease in refunded debt	91,738		91,738	
Decrease in other liabilities	55,341		55,341	57,361
Transfer sale of property proceeds to another fund	20,706		20,706	
Decrease in current liabilities	<u>2,962</u>		<u>2,962</u>	<u>48,400</u>
	<u>7,721,942</u>	<u>733,237</u>	<u>8,455,179</u>	<u>6,309,283</u>
Increase in Cash and Short-term Investments	3,124,686	831,662	3,956,348	2,246,791
Cash and Short-term Investments July 1,	<u>3,116,823</u>	<u>360,992</u>	<u>3,477,815</u>	<u>1,231,024</u>
June 30,	<u>\$ 6,241,509</u>	<u>\$1,192,654</u>	<u>\$ 7,434,163</u>	<u>\$3,477,815</u>

See notes to financial statements.

## CITY OF SCOTTSDALE

## STATEMENT 6

## COMBINED STATEMENT OF REVENUE - ESTIMATED AND ACTUAL

## GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	<u>ESTIMATED</u>	<u>ACTUAL</u>	<u>ACTUAL OVER/(UNDER) ESTIMATED</u>
Taxes - Local			
General	\$ 6,914,638	\$ 8,045,471	\$1,130,833
Special Revenue	3,571,944	4,143,548	571,604
Debt Service	1,642,418	1,571,959	(70,459)
	<u>12,129,000</u>	<u>13,760,978</u>	<u>1,631,978</u>
Taxes - Intergovernmental			
General	5,406,000	5,918,053	512,053
Special Revenue	2,280,000	2,361,928	81,928
	<u>7,686,000</u>	<u>8,279,981</u>	<u>593,981</u>
Licenses			
General	<u>254,000</u>	<u>275,779</u>	<u>21,779</u>
Charges for Current Services			
General	<u>2,630,000</u>	<u>3,271,984</u>	<u>641,984</u>
Fines and Forfeitures			
General	<u>462,000</u>	<u>528,652</u>	<u>66,652</u>
Use of Money and Property			
General	405,000	846,595	441,595
Special Revenue	205,000	79,041	(125,959)
Debt Service		207,272	207,272
	<u>610,000</u>	<u>1,132,908</u>	<u>522,908</u>
Miscellaneous Revenue			
General	276,000	294,302	18,302
Special Revenue		186,430	186,430
	<u>276,000</u>	<u>480,732</u>	<u>204,732</u>
Total Revenue - Budgeted Funds	<u>\$24,047,000</u>	<u>\$27,731,014</u>	<u>\$3,684,014</u>
Federal Grants			
Special Revenue		<u>\$ 3,432,375</u>	
State Grants			
Special Revenue		<u>409,377</u>	
Miscellaneous Revenue			
Special Revenue		<u>148,161</u>	
Total Revenue - Non-Budgeted Funds		<u>\$ 3,989,913</u>	

See notes to financial statements.

CITY OF SCOTTSDALE  
 COMBINED STATEMENT OF EXPENDITURES AND ENCUMBRANCES  
 COMPARED WITH APPROPRIATIONS - GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUNDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1979

STATEMENT 7

	ENCUMBRANCES JULY 1, 1978	EXPENDITURES 1977-1978	NON-BUDGETED FUNDS							
			1977-1978 ENCUMBRANCES CANCELLED	PRIOR YEAR ENCUMBRANCES JUNE 30, 1979	BUDGET APPROPRIATIONS 1978-1979	EXPENDITURES 1978-1979	CURRENT YEAR ENCUMBRANCES JUNE 30, 1979	UNENCUMBERED APPROPRIATIONS 1978-1979	EXPENDITURES 1978-1979	CURRENT YEAR ENCUMBRANCES JUNE 30, 1979
General Government										
General	\$ 23,999	\$ 9,977	\$ 10,437	\$ 3,585	\$ 1,424,717	\$ 1,293,815	\$ 10,815	\$ 120,087	\$	\$
Public Safety										
General	15,849	15,801	48		5,216,866	5,046,679	8,256	161,931		
Special Revenue	14,186	15,801	14,186		946,000	934,460		11,540	172,053	
	<u>30,035</u>	<u>15,801</u>	<u>14,234</u>		<u>6,162,866</u>	<u>5,981,139</u>	<u>8,256</u>	<u>173,471</u>	<u>172,053</u>	
Management Services										
General	31,324	28,187	3,137		2,314,523	2,177,025	83,285	54,213		
Field Operations										
General	54,335	34,837	19,498		3,646,012	3,524,765	60,682	60,565		
Special Revenue	21,706	17,444	4,262		2,117,241	2,050,838	24,366	42,037		
	<u>76,041</u>	<u>52,281</u>	<u>23,760</u>		<u>5,763,253</u>	<u>5,575,603</u>	<u>85,048</u>	<u>102,602</u>		
Community Services										
General	60,882	52,490	7,928	464	4,602,357	4,433,668	95,296	73,393		
Special Revenue									2,126,121	110,162
	<u>60,882</u>	<u>52,490</u>	<u>7,928</u>	<u>464</u>	<u>4,602,357</u>	<u>4,433,668</u>	<u>95,296</u>	<u>73,393</u>	<u>2,126,121</u>	<u>110,162</u>
Community Development										
General	6,219	2,063	4,065	91	1,183,354	1,174,331	12,378	(3,355)		
Special Revenue	2,073	347	1,726		1,153,432	1,132,427	14,458	6,547	1,319,550	276,062
	<u>8,292</u>	<u>2,410</u>	<u>5,791</u>	<u>91</u>	<u>2,336,786</u>	<u>2,306,758</u>	<u>26,836</u>	<u>3,192</u>	<u>1,319,550</u>	<u>276,062</u>
Municipal Utilities										
General	4,144		4,144		177,812	155,652	1,942	20,218		
Special Revenue									128,253	
	<u>4,144</u>		<u>4,144</u>		<u>177,812</u>	<u>155,652</u>	<u>1,942</u>	<u>20,218</u>	<u>128,253</u>	
Debt Service										
General	35,500		35,500		423,635	352,696		70,939		
Debt Service					1,642,418	1,779,231		(136,813)		
	<u>35,500</u>		<u>35,500</u>		<u>2,066,053</u>	<u>2,131,927</u>		<u>(65,874)</u>		
Capital Improvements										
General	620,809	466,787	3,265	150,757	135,708	114,142	7,070	14,496		
Special Revenue	329,805	106,285	138,314	85,206	4,343,718	834,650	755,379	2,753,689		
	<u>950,614</u>	<u>573,072</u>	<u>141,579</u>	<u>235,963</u>	<u>4,479,426</u>	<u>948,792</u>	<u>762,449</u>	<u>2,768,185</u>		
Total	<u>\$1,220,831</u>	<u>\$734,218</u>	<u>\$246,510</u>	<u>\$240,103</u>	<u>\$29,327,793</u>	<u>\$25,004,379</u>	<u>\$1,073,927</u>	<u>\$3,249,487</u>	<u>\$3,745,977</u>	<u>\$386,224</u>

See notes to financial statements.

## EXHIBIT II

## GENERAL FUND

The General Fund is established to account for the revenue 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.

Revenue, for this and other funds, is 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 Projects Funds, Special Revenue Funds or Enterprise Funds.

CITY OF SCOTTSDALE

STATEMENT 8

GENERAL FUND

BALANCE SHEET

JUNE 30, 1979

ASSETS

Cash and short-term investments - Note B	\$2,309,679
Inventories of supplies	203,190
Accrued interest receivable	304,418
Property taxes receivable	88,638
State-shared sales tax receivable	327,332
Auto lieu tax receivable	59,073
Accounts receivable, including unbilled of \$102,541	219,766
Miscellaneous receivables	78,902
Investments - Note B	<u>1,665,592</u>
Total Assets	<u>\$5,256,590</u>

LIABILITIES, RESERVES AND FUND BALANCE

Claims payable	\$ 200,472
Accrued payroll and withholdings	<u>1,081,308</u>
Total Liabilities	<u>1,281,780</u>
Encumbrances outstanding	<u>434,621</u>
Reserve for inventories of supplies	203,190
Reserve for uncollected property taxes	<u>66,929</u>
Total Reserves	<u>270,119</u>
Commitments - Note H	
Fund balance	<u>3,270,070</u>
Total Liabilities, Reserves and Fund Balance	<u>\$5,256,590</u>

See notes to financial statements.

## CITY OF SCOTTSDALE

STATEMENT 9

## GENERAL FUND

## STATEMENT OF REVENUE - ESTIMATED AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	<u>ESTIMATED</u>	<u>ACTUAL</u>	<u>ACTUAL OVER(UNDER) ESTIMATED</u>
Taxes - Local			
Property	\$ 862,240	\$ 881,056	\$ 18,816
Transaction privilege	5,288,398	6,164,479	876,081
Hotel/motel transient tax	394,000	543,630	149,630
Light and power franchise	310,000	399,006	89,006
Salt River Project in lieu	60,000	57,300	(2,700)
	<u>6,914,638</u>	<u>8,045,471</u>	<u>1,130,833</u>
Taxes - Intergovernmental			
State-shared sales tax	3,149,000	3,545,161	396,161
Automobile in lieu	550,000	667,438	117,438
State revenue sharing	1,707,000	1,705,454	(1,546)
	<u>5,406,000</u>	<u>5,918,053</u>	<u>512,053</u>
Licenses			
Business licenses	84,000	83,367	(633)
Liquor licenses	145,000	156,794	11,794
Application fees	3,000	10,544	7,544
Occupational registrations	22,000	25,074	3,074
	<u>254,000</u>	<u>275,779</u>	<u>21,779</u>
Charges for Current Services			
Refuse collection charges	1,419,000	1,489,494	70,494
Building and related permits	906,000	1,471,997	565,997
Other fees	155,000	149,151	(5,849)
Recreation fees	150,000	161,342	11,342
	<u>2,630,000</u>	<u>3,271,984</u>	<u>641,984</u>
Fines and Forfeitures			
Moving vehicles	385,000	408,102	23,102
Parking	20,000	49,656	29,656
Other court fees	30,000	31,352	1,352
Library	27,000	39,542	12,542
	<u>462,000</u>	<u>528,652</u>	<u>66,652</u>
Use of Money and Property			
Interest earnings	255,000	625,575	370,575
Property rental	150,000	221,020	71,020
	<u>405,000</u>	<u>846,595</u>	<u>441,595</u>
Miscellaneous	<u>276,000</u>	<u>294,302</u>	<u>18,302</u>
Total Revenue	<u>\$16,347,638</u>	<u>\$19,180,836</u>	<u>\$2,833,198</u>

See notes to financial statements.



CITY OF SCOTTSDALE  
GENERAL FUND  
STATEMENT OF EXPENDITURES, ENCUMBRANCES AND CONTRIBUTIONS COMPARED WITH APPROPRIATIONS  
FOR THE FISCAL YEAR ENDED JUNE 30, 1979

STATEMENT 10

DEPARTMENT	ENCUMBRANCES JULY 1, 1978	EXPENDITURES 1977-1978	1977-1978 ENCUMBRANCES CANCELLED	PRIOR YEAR ENCUMBRANCES JUNE 30, 1979	BUDGET APPROPRIATIONS 1978-1979	EXPENDITURES 1978-1979	CURRENT YEAR ENCUMBRANCES JUNE 30, 1979	UNENCUMBERED APPROPRIATIONS 1978-1979
General Government	\$ 23,999	\$ 9,977	\$10,437	\$ 3,585	\$ 1,424,717	\$ 1,293,815	\$ 10,815	\$120,087
Public Safety	15,849	15,801	48		5,216,866	5,046,679	8,256	161,931
Management Services	31,324	28,187	3,137		2,314,523	2,177,025	83,285	54,213
Field Operations	54,335	34,837	19,498		3,646,012	3,524,765	60,682	60,565
Community Services	60,882	52,490	7,928	464	4,602,357	4,433,668	95,296	73,393
Community Development	6,219	2,063	4,065	91	1,183,354	1,174,331	12,378	(3,355)
Municipal Utilities	4,144		4,144		177,812	155,652	1,942	20,218
Debt Service	35,500		35,500		423,635	352,696		70,939
Capital Improvements	<u>620,809</u>	<u>466,787</u>	<u>3,265</u>	<u>150,757</u>	<u>135,708</u>	<u>114,142</u>	<u>7,070</u>	<u>14,496</u>
Total Expenditures	<u>\$853,061</u>	<u>\$610,142</u>	<u>\$88,022</u>	<u>\$154,897</u>	<u>\$19,124,984</u>	<u>18,272,773</u>	<u>\$279,724</u>	<u>\$572,487</u>
Contributions to Highway Users Fund						<u>1,000,000</u>		
Total						<u>\$19,272,773</u>		

See notes to financial statements.

## CITY OF SCOTTSDALE

## STATEMENT 11

## GENERAL FUND

## STATEMENT OF EXPENDITURES AND ENCUMBRANCES BY OBJECT

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	<u>TOTAL</u>	<u>PERSONAL SERVICES</u>	<u>OTHER SERVICES</u>	<u>SUPPLIES</u>	<u>DEBT SERVICE</u>	<u>CAPITAL OUTLAY</u>
General Government	\$ 1,304,630	\$ 785,870	\$ 474,804	\$ 21,656	\$	\$ 22,300
Public Safety	5,054,935	4,114,729	814,755	63,616		61,835
Management Services	2,260,310	1,270,752	906,234	43,453		39,871
Field Operations	3,585,447	1,320,961	1,881,945	370,272		12,269
Community Services	4,528,964	2,951,522	1,009,522	305,823		262,097
Community Development	1,186,709	1,009,833	155,828	14,542		6,506
Municipal Utilities	157,594	29,730	117,214	29		10,621
Debt Service	352,696				352,696	
Capital Improvements	<u>121,212</u>		<u>28,319</u>			<u>92,893</u>
Total Expenditures & Encumbrances	<u>\$18,552,497</u>	<u>\$11,483,397</u>	<u>\$5,388,621</u>	<u>\$819,391</u>	<u>\$352,696</u>	<u>\$508,392</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 12

GENERAL FUND

ANALYSIS OF CHANGES IN FUND BALANCE

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

Fund Balance, July 1, 1978		\$ 3,553,709
----------------------------	--	--------------

Excess of expenditures, contributions, encumbrances  
and encumbrances cancelled over revenue

Expenditures and contributions	\$19,272,773	
Encumbrances	279,724	
Encumbrances cancelled	<u>(88,022)</u>	
	19,464,475	

Revenue	<u>19,180,836</u>	
---------	-------------------	--

		<u>283,639</u>
--	--	----------------

Fund Balance, June 30, 1979		<u>\$ 3,270,070</u>
-----------------------------	--	---------------------

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.

Highway User Fuel Tax Fund

This fund receives and expends the City's allocation of the Highway User Revenue Fund. 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.

Public Works Reserve Fund

The Public Works Reserve Fund is utilized for accumulating 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.

Federal Revenue Sharing Fund

This fund receives and expends 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 may be used for any purpose which is considered a permissible use of the government's own revenues under applicable state and local law.

Community Development Fund

This fund receives and expends the City's Community Development Block Grant money. The amount of the grant is awarded annually by the Housing and Urban Development Department upon application for funding by the City. Community Development Block Grant money may be used only for those projects approved in the grant budget, and is subject to agency expenditure guidelines.

Grants Fund

This fund receives and expends the City's grant fund money. The amount of grants received is generally based upon application to granting agencies by the City and availability of funding by the grantors. Grant money may be used only for the stated purpose in the approved budget and is subject to grantor expenditure guidelines.

## CITY OF SCOTTSDALE

## STATEMENT 13

## SPECIAL REVENUE FUNDS

## BALANCE SHEET

JUNE 30, 1979

<u>ASSETS</u>	<u>TOTAL ALL FUNDS</u>	<u>HIGHWAY USER FUEL TAX</u>	<u>PUBLIC WORKS RESERVE</u>	<u>FEDERAL REVENUE SHARING</u>	<u>COMMUNITY DEVELOPMENT</u>	<u>GRANTS</u>
Cash and short-term investments - Note B	\$3,677,119	\$ 81,176	\$3,290,268	\$	\$124,959	\$180,716
Gas tax receivable	110,738	110,738				
Federal revenue sharing receivable	224,959			224,959		
Grants receivable	272,327					272,327
Miscellaneous receivables	<u>18,717</u>	<u>13,717</u>		<u>5,000</u>		
Total Assets	<u>\$4,303,860</u>	<u>\$205,631</u>	<u>\$3,290,268</u>	<u>\$229,959</u>	<u>\$124,959</u>	<u>\$453,043</u>
 <u>LIABILITIES AND FUND BALANCES</u>						
Cash overdraft	\$ 123,028	\$	\$	\$123,028	\$	\$
Claims payable	<u>293,102</u>	<u>66,540</u>	<u>165,953</u>	<u>3,612</u>	<u>16,448</u>	<u>40,549</u>
Total Liabilities	<u>416,130</u>	<u>66,540</u>	<u>165,953</u>	<u>126,640</u>	<u>16,448</u>	<u>40,549</u>
Encumbrances outstanding	<u>1,265,633</u>	<u>48,440</u>	<u>830,969</u>		<u>52,852</u>	<u>333,372</u>
Fund balances	<u>2,622,097</u>	<u>90,651</u>	<u>2,293,346</u>	<u>103,319</u>	<u>55,659</u>	<u>79,122</u>
Total Liabilities and Fund Balances	<u>\$4,303,860</u>	<u>\$205,631</u>	<u>\$3,290,268</u>	<u>\$229,959</u>	<u>\$124,959</u>	<u>\$453,043</u>

See notes to financial statements.

THIS  
PAGE  
LEFT  
BLANK  
INTENTIONALLY

## CITY OF SCOTTSDALE

## SPECIAL REVENUE FUNDS

## STATEMENT OF REVENUE AND CONTRIBUTIONS - ESTIMATED AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

<u>SOURCE AND FUND</u>	<u>ESTIMATED</u>	<u>ACTUAL</u>	<u>ACTUAL OVER/(UNDER) ESTIMATED</u>
<u>Highway User Fuel Tax Fund</u>			
Gas tax	\$1,399,000	\$1,478,758✓	\$ 79,758
Interest earnings		397	397
Miscellaneous		37,245	37,245
Total Revenue	<u>1,399,000</u>	1,516,400	<u>117,400</u>
Contributions from General Fund		<u>1,000,000</u>	
Total Revenue and Contributions		<u>2,516,400</u>	
<u>Public Works Reserve Fund</u>			
Privilege license tax	2,643,745	3,138,245	494,500
Property tax	928,199	1,005,303	77,104
Interest earnings	200,000	69,057	(130,943)
Miscellaneous		148,853	148,853
Total Revenue	<u>3,771,944</u>	<u>4,361,458</u>	<u>589,514</u>
<u>Federal Revenue Sharing Fund</u>			
Federal revenue sharing	881,000	883,170	2,170
Interest earnings	5,000	9,587	4,587
Miscellaneous		332	332
Total Revenue	<u>886,000</u>	<u>893,089</u>	<u>7,089</u>
Total Revenue - Budgeted Funds	<u>\$6,056,944</u>	6,770,947	<u>\$ 714,003</u>
Total Contributions		<u>1,000,000</u>	
Total Revenue and Contributions - Budgeted Funds		<u>\$7,770,947</u>	

See notes to financial statements.

<u>SOURCE AND FUND</u>	<u>ESTIMATED</u>	<u>ACTUAL</u>	<u>ACTUAL OVER/(UNDER) ESTIMATED</u>
<u>Community Development Fund</u>			
Federal grants		\$ 1,154,177	
Total Revenue		<u>1,154,177</u>	
<u>Grants Fund</u>			
Federal grants		2,278,198	
State grants		409,377	
Miscellaneous		<u>148,161</u>	
Total Revenue		<u>2,835,736</u>	
Total Revenue - Non-Budgeted Funds		<u>3,989,913</u>	
Total Revenue and Contributions - Budgeted Funds		<u>7,770,947</u>	
Total Revenue and Contributions		<u>\$11,760,860</u>	
<u>Recapitulation by Source</u>			
Taxes - intergovernmental	\$2,280,000	\$ 2,361,928	\$ 81,928
Taxes - local	3,571,944	4,143,548	571,604
Use of money and property	205,000	79,041	(125,959)
Miscellaneous		<u>186,430</u>	<u>186,430</u>
Total Revenue - Budgeted Funds	<u>\$6,056,944</u>	<u>6,770,947</u>	<u>\$ 714,003</u>
Contributions from General Fund		<u>1,000,000</u>	
Total Revenue and Contributions - Budgeted Funds		<u>7,770,947</u>	
Federal grants		3,432,375	
State grants		409,377	
Miscellaneous		<u>148,161</u>	
Total Revenue - Non-Budgeted Funds		<u>3,989,913</u>	
Total Revenue and Contributions		<u>\$11,760,860</u>	



## CITY OF SCOTTSDALE

## SPECIAL REVENUE FUNDS

## STATEMENT OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	TOTAL ALL FUNDS	TOTAL BUDGETED FUNDS	HIGHWAY USER FUEL TAX	PUBLIC WORKS RESERVE
Encumbrances, July 1, 1978	\$ 367,770	\$ 367,770	\$ 21,706	\$ 331,878
Expenditures, 1977-1978	124,076	124,076	17,444	106,632
Encumbrances Cancelled, 1977-1978	<u>158,488</u>	<u>158,488</u>	<u>4,262</u>	<u>140,040</u>
Prior Year Encumbrances, June 30, 1979	<u>\$ 85,206</u>	<u>\$ 85,206</u>	<u>\$ - 0 -</u>	<u>\$ 85,206</u>
Budget Appropriations, 1978-1979				
Public Safety	\$ 946,000	\$ 946,000	\$	\$
Field Operations	2,117,241	2,117,241	2,117,241	
Community Development	1,153,432	1,153,432	285,785	867,647
Capital Improvements	4,343,718	4,343,718	2,322,900	2,020,818
	<u>\$8,560,391</u>	<u>8,560,391</u>	<u>4,725,926</u>	<u>2,888,465</u>
Less: Expenditures, 1978-1979				
Municipal Utilities	\$ 128,253			
Public Safety	1,106,513	934,460		
Field Operations	2,050,838	2,050,838	2,050,838	
Community Services	2,126,121			
Community Development	2,451,977	1,132,427	299,516	832,911
Capital Improvements	834,650	834,650	165,994	668,656
	<u>\$8,698,352</u>	<u>4,952,375</u>	<u>2,516,348</u>	<u>1,501,567</u>
Unexpended Balance		<u>3,608,016</u>	<u>2,209,578</u>	<u>1,386,898</u>
Less: Current Year Encumbrances, June 30, 1979				
Field Operations	\$ 24,366	24,366	24,366	
Community Services	110,162			
Community Development	290,520	14,458	120	14,338
Capital Improvements	755,379	755,379	23,954	731,425
	<u>\$1,180,427</u>	<u>794,203</u>	<u>48,440</u>	<u>745,763</u>
Unencumbered Appropriations, 1978-1979		<u>\$2,813,813</u>	<u>\$2,161,138</u>	<u>\$ 641,135</u>

See notes to financial statements.

FEDERAL REVENUE SHARING	TOTAL NON-BUDGETED FUNDS	COMMUNITY DEVELOPMENT	GRANTS
\$ 14,186			
<u>\$ 14,186</u>			
<u>\$ - 0 -</u>			
\$946,000			
<u>946,000</u>			
934,460	\$ 128,253 172,053	\$	\$ 128,253 172,053
	2,126,121 1,319,550	1,107,135	2,126,121 212,415
<u>934,460</u>	<u>\$3,745,977</u>	<u>\$1,107,135</u>	<u>\$2,638,842</u>
<u>11,540</u>			
	\$ 110,162 276,062	\$	\$ 110,162 223,210
	<u>\$ 386,224</u>	<u>\$ 52,852</u>	<u>\$ 333,372</u>
<u>\$ 11,540</u>			

## CITY OF SCOTTSDALE

STATEMENT 16

## SPECIAL REVENUE FUNDS

## STATEMENT OF EXPENDITURES AND ENCUMBRANCES BY OBJECT

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	<u>TOTAL</u>	<u>PERSONAL SERVICES</u>	<u>OTHER SERVICES</u>	<u>SUPPLIES</u>	<u>CAPITAL OUTLAY</u>
<u>Highway User Fuel Tax Fund</u>					
Field Operations	\$2,075,204	\$ 691,410	\$ 584,850	\$784,388	\$ 14,556
Community Development	299,636	128,512	169,184	1,048	892
Capital Improvements	189,948	38,985	239	24,871	125,853
	<u>\$2,564,788</u>	<u>\$ 858,907</u>	<u>\$ 754,273</u>	<u>\$810,307</u>	<u>\$ 141,301</u>
<u>Public Works Reserve Fund</u>					
Community Development	\$ 847,249	\$ 640,065	\$ 176,922	\$ 14,334	\$ 15,928
Capital Improvements	1,400,081	17,105	6,651	34	1,376,291
	<u>\$2,247,330</u>	<u>\$ 657,170</u>	<u>\$ 183,573</u>	<u>\$ 14,368</u>	<u>\$1,392,219</u>
<u>Federal Revenue Sharing Fund</u>					
Public Safety	\$ 934,460		\$ 934,460		
<u>Community Development Fund</u>					
Community Development	\$1,159,987	\$ 179,826	\$ 432,820	\$ 68,690	\$ 478,651
<u>Grants Fund</u>					
Public Safety	\$ 172,053	\$ 8,043	\$ 88,282	\$ 3,916	\$ 71,812
Community Services	2,236,283	1,877,881	110,822	32,360	215,220
Community Development	435,625	2,027	36,314		397,284
Municipal Utilities	128,253				128,253
	<u>\$2,972,214</u>	<u>\$1,887,951</u>	<u>\$ 235,418</u>	<u>\$ 36,276</u>	<u>\$ 812,569</u>
Total Expenditures and Encumbrances	<u>\$9,878,779</u>	<u>\$3,583,854</u>	<u>\$2,540,544</u>	<u>\$929,641</u>	<u>\$2,824,740</u>

See notes to financial statements.

## CITY OF SCOTTSDALE

## STATEMENT 17

## SPECIAL REVENUE FUNDS

## ANALYSIS OF CHANGES IN FUND BALANCES

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	<u>TOTAL ALL FUNDS</u>	<u>HIGHWAY USER FUEL TAX</u>	<u>PUBLIC WORKS RESERVE</u>	<u>FEDERAL REVENUE SHARING</u>	<u>COMMUNITY DEVELOPMENT</u>	<u>GRANTS</u>
Fund Balances, July 1, 1978	\$ 581,528	\$ 134,777	\$ 39,178	\$130,504	\$ 61,469	\$ 215,600
Excess of revenue and contributions over expenditures, encumbrances and encumbrances cancelled						
Revenue and contributions	<u>11,760,860</u>	<u>2,516,400</u>	<u>4,361,458</u>	<u>893,089</u>	<u>1,154,177</u>	<u>2,835,736</u>
Expenditures	8,698,352	2,516,348	1,501,567	934,460	1,107,135	2,638,842
Encumbrances	1,180,427	48,440	745,763		52,852	333,372
Encumbrances cancelled	<u>(158,488)</u>	<u>(4,262)</u>	<u>(140,040)</u>	<u>(14,186)</u>		
	<u>9,720,291</u>	<u>2,560,526</u>	<u>2,107,290</u>	<u>920,274</u>	<u>1,159,987</u>	<u>2,972,214</u>
Total Additions (Deductions)	<u>2,040,569</u>	<u>(44,126)</u>	<u>2,254,168</u>	<u>(27,185)</u>	<u>(5,810)</u>	<u>(136,478)</u>
Fund Balances, June 30, 1979	<u>\$ 2,622,097</u>	<u>\$ 90,651</u>	<u>\$2,293,346</u>	<u>\$103,319</u>	<u>\$ 55,659</u>	<u>\$ 79,122</u>

See notes to financial statements.

## EXHIBIT IV

## 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 and excise debt bond issues. Provisions are made in the City's general property tax levy for money sufficient to meet the general obligation debt and from the transaction privilege tax for the excise debt.

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

- 1961 Sewer Bonds
- 1966 Parks and Recreation Improvement Bonds
- 1967 Civic Center Improvement Bonds
- 1968 Civic Center Improvement Bonds
- 1973 Storm Sewer Construction Bonds
- 1975 Storm Sewer Construction Bonds
- 1976 Storm Sewer Construction Bonds
- 1978 Storm Sewer Construction Bonds

Excise Debt Service Funds presently established are as follows:

- 1974 Municipal Properties Corporation Refunding Bonds
- 1974 Municipal Properties Corporation Bonds

CITY OF SCOTTSDALE

STATEMENT 18

DEBT SERVICE FUNDS

BALANCE SHEET

JUNE 30, 1979

<u>ASSETS</u>	<u>TOTAL ALL FUNDS</u>	<u>GENERAL DEBT SERVICE</u>	<u>EXCISE DEBT SERVICE</u>
Cash with fiscal agents	\$3,833,385	\$3,833,385	\$
Amount to be provided for retirement of debt	<u>179,962</u>	<u>                    </u>	<u>179,962</u>
Total Assets	<u>\$4,013,347</u>	<u>\$3,833,385</u>	<u>\$179,962</u>
 <u>LIABILITIES AND FUND BALANCES</u>  			
Contracts payable - Note D	\$ 179,962	\$	\$179,962
Bonds Payable - Note C	320,000	320,000	
Interest payable	<u>331,269</u>	<u>331,269</u>	<u>                    </u>
Total Liabilities	<u>831,231</u>	<u>651,269</u>	<u>179,962</u>
Fund balances - Restricted for sinking fund requirements	<u>3,182,116</u>	<u>3,182,116</u>	<u>                    </u>
Total Liabilities and Fund Balances	<u>\$4,013,347</u>	<u>\$3,833,385</u>	<u>\$179,962</u>

See notes to financial statements.

## CITY OF SCOTTSDALE

STATEMENT 19

## DEBT SERVICE FUNDS

## STATEMENT OF REVENUE, EXPENDITURES AND FUND BALANCES

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	<u>TOTAL ALL FUNDS</u>	<u>GENERAL DEBT SERVICE</u>	<u>EXCISE DEBT SERVICE</u>
Revenue			
Taxes			
Property	\$1,284,940	\$1,284,940	\$
Transaction privilege	287,019		287,019
Interest earnings	<u>207,272</u>	<u>207,272</u>	
Total Revenue	<u>1,779,231</u>	<u>1,492,212</u>	<u>287,019</u>
Expenditures			
Payment to fiscal agents			
Principal	243,171	70,000	173,171
Interest	764,971	653,255	111,716
Fiscal agents' fees	3,817	1,685	2,132
Deposit to sinking fund	<u>767,272</u>	<u>767,272</u>	
Total Expenditures	<u>1,779,231</u>	<u>1,492,212</u>	<u>287,019</u>
Unrestricted Fund Balances, June 30, 1978 and 1979	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>
Restricted Fund Balance, July 1, 1978	\$2,614,844	\$2,614,844	
Deposit to Sinking Fund	767,272	767,272	
Principal Retired from Sinking Fund	<u>(200,000)</u>	<u>(200,000)</u>	
Restricted Fund Balance, June 30, 1979	<u>\$3,182,116</u>	<u>\$3,182,116</u>	

See notes to financial statements.

## EXHIBIT V

## CAPITAL PROJECTS FUNDS

Capital projects funds are established to account for the resources expended to acquire assets of a relatively permanent nature. (Special revenue 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 revenue designated for certain purposes is properly used. Capital projects funds further enhance reporting to ensure that requirements regarding the use of the revenue were fully satisfied.

Bond construction funds are utilized for receiving and expending proceeds from 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 final completion of 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 20

CAPITAL PROJECTS FUNDS

BALANCE SHEET

JUNE 30, 1979

*TD, 01/18*      *HWUSIA*

<u>ASSETS</u>	<u>TOTAL ALL FUNDS</u>	<u>PARKS BOND CONSTRUCTION</u>	<u>STORM SEWER CONSTRUCTION</u>
Cash and short-term investments - Note B	\$2,649,938	\$	\$2,649,938
Projects billings receivable - Maricopa County	<u>597,308</u>	<u>                    </u>	<u>597,308</u>
Total Assets	<u>\$3,247,246</u>	<u>\$ - 0 -</u>	<u>\$3,247,246</u>
 <u>LIABILITIES AND FUND BALANCES</u>  			
Claims payable	\$ 13,826	\$	\$ 13,826
Fund balances	<u>3,233,420</u>	<u>                    </u>	<u>3,233,420</u>
Total Liabilities and Fund Balances	<u>\$3,247,246</u>	<u>\$ - 0 -</u>	<u>\$3,247,246</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 21

CAPITAL PROJECTS FUNDS

STATEMENT OF REVENUE, EXPENDITURES AND FUND BALANCES

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	TOTAL ALL FUNDS	PARKS BOND CONSTRUCTION	STORM SEWER CONSTRUCTION
Fund Balances, July 1, 1978	\$4,438,763	\$25,215	\$4,413,548
Excess of expenditures over revenues			
Expenditures	<u>2,020,283</u>	<u>25,215</u>	<u>1,995,068</u>
Aid from other governmental units	509,123		509,123
Interest earnings	296,442		296,442
Other	<u>9,375</u>		<u>9,375</u>
Total Revenue	<u>814,940</u>		<u>814,940</u>
Total Deductions	<u>1,205,343</u>	<u>25,215</u>	<u>1,180,128</u>
Fund Balances, June 30, 1979	<u>\$3,233,420</u>	<u>\$ - 0 -</u>	<u>\$3,233,420</u>

See notes to financial statements.

CITY OF SCOTTSDALE  
 CAPITAL PROJECTS FUNDS  
 STATEMENT OF EXPENDITURES BY OBJECT  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	<u>TOTAL</u>	<u>PERSONAL SERVICES</u>	<u>OTHER SERVICES</u>	<u>SUPPLIES</u>	<u>CAPITAL OUTLAY</u>
Parks Bond Construction Fund					
Capital Improvements	\$ 25,215	\$ 818	\$18,585	\$ 10	\$ 5,802
Storm Sewer Construction Fund					
Capital Improvements	<u>1,995,068</u>	<u>234,357</u>	<u>11,028</u>	<u>942</u>	<u>1,748,741</u>
Total Expenditures	<u>\$2,020,283</u>	<u>\$235,175</u>	<u>\$29,613</u>	<u>\$952</u>	<u>\$1,754,543</u>

See notes to financial statements.

## EXHIBIT VI

## SPECIAL ASSESSMENTS FUNDS

A special assessments 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 benefited 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 benefited. 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 23

SPECIAL ASSESSMENTS FUNDS

BALANCE SHEET

JUNE 30, 1979

ASSETS

Cash and short-term investments - Note B	\$ 715,269
Cash with fiscal agents	109,066
Special assessments receivable - Note G	<u>3,136,054</u>
Total Assets	<u>\$3,960,389</u>

LIABILITIES AND FUND BALANCES

Bond interest payable	\$ 109,066
Other liabilities	<u>2,902</u>
	<u>111,968</u>
Bonds payable - Note C	<u>3,750,840</u>
Fund balances - restricted for bond interest and redemption	<u>97,581</u>
Total Liabilities and Fund Balances	<u>\$3,960,389</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 24

SPECIAL ASSESSMENTS FUNDS

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

Cash and Short-term Investments, July 1, 1978	\$ 527,536
Cash Receipts	
Assessments received	1,119,643
Penalty income	3,423
Overpayments	18,798
Street lighting tax revenue	<u>111,255</u>
Total Receipts	<u>1,253,119</u>
Cash Disbursements	
Bond redemptions	698,862
Interest paid	244,180
Overpayments refunded	20,947
Street lighting operating expenses	<u>101,397</u>
Total Disbursements	<u>1,065,386</u>
Cash and Short-term Investments, June 30, 1979	<u>\$ 715,269</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 25

SPECIAL ASSESSMENTS FUNDS

STATEMENT OF REVENUE, EXPENDITURES AND FUND BALANCES

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

Fund Balances, July 1, 1978		\$84,396
Penalty income		3,423
Transfer of completed district fund balances to General Fund		(96)
Excess of street light district revenue over expenditures		
Revenue	\$111,255	
Expenditures	<u>101,397</u>	<u>9,858</u>
Fund Balances, June 30, 1979		<u>\$97,581</u>

See notes to financial statements.

## EXHIBIT VII

## TRUST AND AGENCY FUND

The Trust and Agency Fund is 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  
 TRUST AND AGENCY FUND  
 BALANCE SHEET  
 JUNE 30, 1979

STATEMENT 26

ASSETS

Cash and short-term investments - Note B	<u>\$773,172</u>
Total Assets	<u>\$773,172</u>

LIABILITIES AND FUND BALANCE

Claims payable	\$ 1,375
Guaranty and other deposits	<u>669,394</u>
	<u>670,769</u>
Fund balance	<u>102,403</u>
Total Liabilities and Fund Balance	<u>\$773,172</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 27

TRUST AND AGENCY FUND

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

Cash and Short-term Investments, July 1, 1978	\$ 543,558
Cash Receipts	
Security and other deposits	624,889
Donations	<u>80,652</u>
Total Receipts	<u>705,541</u>
Cash Disbursements	
Deposit refunds	404,423
Operating expenses	<u>71,504</u>
Total Disbursements	<u>475,927</u>
Cash and Short-term Investments, June 30, 1979	<u><u>\$ 773,172</u></u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 28

TRUST AND AGENCY FUND

STATEMENT OF REVENUE, EXPENDITURES AND FUND BALANCE

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

Fund Balance, July 1, 1978		\$ 72,398
Excess of revenue over expenditures		
Revenue	\$105,066	
Expenditures	<u>75,061</u>	
Total Additions		<u>30,005</u>
Fund Balance, June 30, 1979		<u>\$102,403</u>

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 to the general public on a user charge basis. Enterprise funds are maintained on the accrual basis of accounting. Although the Water and Sewer Utility, Airport and Public Housing Funds 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 revenue 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 revenue and expenses of the City of Scottsdale Airport. Airport Fund accounts are maintained on an enterprise fund basis with account classifications designed specifically for airport operations.

Public Housing Fund

The Public Housing Fund was established to provide low cost housing for families displaced by the Neighborhood Development Project of the City of Scottsdale and is operated as an enterprise of the City.

## CITY OF SCOTTSDALE

## ENTERPRISE FUNDS

## BALANCE SHEET

JUNE 30, 1979

<u>ASSETS</u>	<u>TOTAL ALL FUNDS</u>	<u>WATER AND SEWER UTILITY</u>	<u>AIRPORT</u>	<u>PUBLIC HOUSING</u>
Current Assets				
Cash and short-term investments - Note B	\$ 6,241,509	\$ 5,885,377	\$ 259,671	\$ 96,461
Accounts receivable, including unbilled of \$404,638	720,596	711,527	9,069	
Miscellaneous receivables	208,851	202,738	1,116	4,997
Total Current Assets	<u>7,170,956</u>	<u>6,799,642</u>	<u>269,856</u>	<u>101,458</u>
Property and Equipment - Note E				
Land	2,871,545	79,209	2,792,336	
Water system	13,824,083	13,824,083		
Sewer system	18,758,341	18,758,341		
Buildings and improvements	1,268,881		721,591	547,290
Furniture, fixtures and equipment	102,635	87,407	15,228	
Construction in process	1,463,197	1,463,149	48	
	<u>38,288,682</u>	<u>34,212,189</u>	<u>3,529,203</u>	<u>547,290</u>
Accumulated depreciation and amortization	<u>(6,581,881)</u>	<u>(5,886,394)</u>	<u>(591,115)</u>	<u>(104,372)</u>
	<u>31,706,801</u>	<u>28,325,795</u>	<u>2,938,088</u>	<u>442,918</u>
Excess purchase price over fair market value of water system assets acquired, net of accumulated amortization of \$940,872	<u>1,396,860</u>	<u>1,396,860</u>		
Restricted Cash and Investments				
Cash with fiscal agents	679,261	679,261		
Revenue bond reserves - Note C	906,537	906,537		
Acquisition and construction	3,250,416	3,250,416		
Water and sewer replacement	166,274	166,274		
	<u>5,002,488</u>	<u>5,002,488</u>		
Assets Held in Trust for Retirement of Refunded Debt - Note F				
Cash	194,115	194,115		
Investments	3,195,894	3,195,894		
	<u>3,390,009</u>	<u>3,390,009</u>		
Total Assets	<u>\$48,667,114</u>	<u>\$44,914,794</u>	<u>\$3,207,944</u>	<u>\$544,376</u>

See notes to financial statements.

<u>LIABILITIES AND RETAINED EARNINGS</u>	<u>TOTAL ALL FUNDS</u>	<u>WATER AND SEWER UTILITY</u>	<u>AIRPORT</u>	<u>PUBLIC HOUSING</u>
<b>Current Liabilities</b>				
Claims payable	\$ 512,607	\$ 502,952	\$ 7,673	\$ 1,982
Bonds interest payable	249,504	249,504		
Current portion of bonds payable	425,000	425,000		
Current portion of contracts payable	194,467	109,429	85,038	
Relocation and other deposits	1,575			1,575
Total Current Liabilities	<u>1,383,153</u>	<u>1,286,885</u>	<u>92,711</u>	<u>3,557</u>
<b>Long-Term Debt, less current portion - Notes C and D</b>				
Bonds payable	9,450,000	9,450,000		
Contracts payable	876,709	754,767	121,942	
	<u>10,326,709</u>	<u>10,204,767</u>	<u>121,942</u>	
<b>Other Liabilities</b>				
Customer advances and deposits	84,165	84,165		
Advance from municipality	300,000	300,000		
	<u>384,165</u>	<u>384,165</u>		
<b>Refunded Debt to be Retired by Assets Held in Trust - Note F</b>				
Bond interest payable	79,115	79,115		
Bonds payable				
Current portion	115,000	115,000		
Long-term portion	3,680,000	3,680,000		
	<u>3,874,115</u>	<u>3,874,115</u>		
Contributions to Capital	<u>25,283,769</u>	<u>21,230,369</u>	<u>3,401,889</u>	<u>651,511</u>
<b>Retained Earnings (Accumulated Deficit)</b>				
Restricted for				
Revenue bond reserves	906,537	906,537		
Acquisition and construction	1,357,550	1,357,550		
Water and sewer system replacement	166,274	166,274		
Retirement of refunded debt	(411,076)	(411,076)		
Unrestricted	<u>5,395,918</u>	<u>5,915,208</u>	<u>(408,598)</u>	<u>(110,692)</u>
Total Retained Earnings (Accumulated Deficit)	<u>7,415,203</u>	<u>7,934,493</u>	<u>(408,598)</u>	<u>(110,692)</u>
Total Liabilities and Retained Earnings	<u>\$48,667,114</u>	<u>\$44,914,794</u>	<u>\$3,207,944</u>	<u>\$544,376</u>

## CITY OF SCOTTSDALE

STATEMENT 30

## ENTERPRISE FUNDS

## STATEMENT OF REVENUE AND EXPENSES

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	TOTAL ALL FUNDS	WATER AND SEWER UTILITY	AIRPORT	PUBLIC HOUSING
Operating Revenue				
Water service charges	\$1,953,535	\$1,953,535	\$	\$
Water connection fees	261,196	261,196		
Water development fees	1,630,426	1,630,426		
Sewer service fees	1,624,694	1,624,694		
Sewer connection fees	263,911	263,911		
Tie downs and rentals	147,985		147,985	
Commissions on sales	42,727		42,727	
Permits	2,302		2,302	
Property rentals	28,512			28,512
Other	80,278	80,178		100
Total Operating Revenue	<u>6,035,566</u>	<u>5,813,940</u>	<u>193,014</u>	<u>28,612</u>
Operating Expenses, exclusive of depreciation				
Water operations	1,008,666	1,008,666		
Sewer operations	726,681	726,681		
Customer collection	145,244	145,244		
Airport operations	170,349		170,349	
Utilities	20,298			20,298
Maintenance	9,436			9,436
Total Operating Expenses	<u>2,080,674</u>	<u>1,880,591</u>	<u>170,349</u>	<u>29,734</u>
Net Operating Income (Loss) before depreciation and amortization	3,954,892	3,933,349	22,665	(1,122)
Depreciation and amortization	922,092	825,864	76,893	19,335
Net Operating Income (Loss)	<u>3,032,800</u>	<u>3,107,485</u>	<u>(54,228)</u>	<u>(20,457)</u>
Non-Operating Income				
Interest earnings	1,113,325	1,085,506	21,146	6,673
Other	1,280		1,280	
Total Non-Operating Income	<u>1,114,605</u>	<u>1,085,506</u>	<u>22,426</u>	<u>6,673</u>
Interest Expense	<u>742,925</u>	<u>729,207</u>	<u>13,718</u>	
Net Income (Loss)	<u>\$3,404,480</u>	<u>\$3,463,784</u>	<u>\$(45,520)</u>	<u>\$(13,784)</u>

See notes to financial statements.

## CITY OF SCOTTSDALE

STATEMENT 31

## ENTERPRISE FUNDS

## STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	TOTAL ALL FUNDS	WATER AND SEWER UTILITY	AIRPORT	PUBLIC HOUSING
<b>Sources of Funds</b>				
From operations				
Net income (loss)	\$ 3,404,480	\$ 3,463,784	\$(45,520)	\$(13,784)
Noncash charge - depreciation and amortization	922,092	825,864	76,893	19,335
Total from operations	<u>4,326,572</u>	<u>4,289,648</u>	<u>31,373</u>	<u>5,551</u>
Cash, property and equipment contributed by subdividers	3,425,485	3,425,485		
Decrease in restricted cash and investments	1,569,274	1,569,274		
Contributions from improvement districts	539,747	539,747		
Increase in current liabilities	435,986	429,794	6,192	
Decrease in amounts due from other funds	188,472	188,472		
Contributions from government units	133,747	65,595	68,152	
Decrease in accrued interest receivable	104,779	104,779		
Decrease in net assets held for refunded debt	54,494	54,494		
Contributions from municipality	47,366	12,934	34,432	
Sale of property	20,706			20,706
	<u>10,846,628</u>	<u>10,680,222</u>	<u>140,149</u>	<u>26,257</u>
<b>Uses of Funds</b>				
Contribution of water/sewer assets from subdividers	3,425,485	3,425,485		
Purchase of other property, equipment, and construction in process	3,090,933	2,983,796	107,137	
Payments on long-term debt	619,467	534,429	85,038	
Increase in receivables	415,310	413,775	117	1,418
Decrease in refunded debt	91,738	91,738		
Decrease in other liabilities	55,341	55,341		
Transfer sale proceeds to another fund	20,706			20,706
Decrease in current liabilities	2,962			2,962
	<u>7,721,942</u>	<u>7,504,564</u>	<u>192,292</u>	<u>25,086</u>
Increase (Decrease) in Cash and Short- term Investments	3,124,686	3,175,658	(52,143)	1,171
Cash and Short-term Investments July 1, 1978	<u>3,116,823</u>	<u>2,709,719</u>	<u>311,814</u>	<u>95,290</u>
June 30, 1979	<u>\$ 6,241,509</u>	<u>\$ 5,885,377</u>	<u>\$259,671</u>	<u>\$ 96,461</u>

See notes to financial statements.



CITY OF SCOTTSDALE

STATEMENT 32

ENTERPRISE FUNDS

ANALYSIS OF CHANGES IN CONTRIBUTIONS AND RETAINED EARNINGS (ACCUMULATED DEFICIT)

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	TOTAL ALL FUNDS	WATER AND SEWER UTILITY			AIRPORT	PUBLIC HOUSING
		TOTAL	RESTRICTED	UNRESTRICTED		
<u>Contributions to Capital</u>						
Balances, July 1, 1978	\$21,158,130	\$17,186,608		\$17,186,608	\$3,299,305	\$ 672,217
From subdividers	3,425,485	3,425,485		3,425,485		
From municipality	47,366	12,934		12,934	34,432	
From federal government	113,041	65,595		65,595	68,152	(20,706)
From improvement districts	539,747	539,747		539,747		
Balances, June 30, 1979	<u>\$25,283,769</u>	<u>\$21,230,369</u>		<u>\$21,230,369</u>	<u>\$3,401,889</u>	<u>\$ 651,511</u>
<u>Retained Earnings (Accumulated Deficit)</u>						
Balances, July 1, 1978	\$ 4,010,723	\$ 4,470,709	\$2,220,658	\$ 2,250,051	\$ (363,078)	\$ (96,908)
Net income (loss)	3,404,480	3,463,784		3,463,784	(45,520)	(13,784)
Transfer of unrestricted income			(201,373)	201,373		
Balances, June 30, 1979	<u>\$ 7,415,203</u>	<u>\$ 7,934,493</u>	<u>\$2,019,285</u>	<u>\$ 5,915,208</u>	<u>\$ (408,598)</u>	<u>\$ (110,692)</u>

See notes to financial statements

## INTERNAL SERVICE FUNDS

Internal service funds are established to finance and account for services and/or commodities furnished by a designated program to other programs within the City.

Motor Pool Fund

The Motor Pool Fund is responsible for the maintenance and operations of various automobiles and other equipment of the City. Revenue to this fund is derived from billings to user programs of the City.

Self Insurance Fund

The Self Insurance Fund is responsible for the administration of the protected self insurance program initiated by the City July 1, 1978. Revenue to this fund is derived from charges to user programs. This fund provides coverage for unemployment, workmen's compensation, property and liability claims.

## CITY OF SCOTTSDALE

STATEMENT 33

## INTERNAL SERVICE FUNDS

## BALANCE SHEET

JUNE 30, 1979

<u>ASSETS</u>	TOTAL ALL FUNDS	MOTOR POOL	SELF INSURANCE
Cash and short-term investments - Note B	\$1,192,654	\$ 773,547	\$419,107
Accounts receivable	95	95	
	<u>1,192,749</u>	<u>773,642</u>	<u>419,107</u>
Property and equipment			
Land	67,904	67,904	
Buildings and improvements	395,843	395,843	
Motor vehicles	2,378,334	2,378,334	
Machinery and equipment	657,832	657,832	
Furniture, fixtures and office equipment	15,637	15,637	
Construction in process	161,179	161,179	
	<u>3,676,729</u>	<u>3,676,729</u>	
Accumulated depreciation	<u>(2,028,612)</u>	<u>(2,028,612)</u>	
	<u>1,648,117</u>	<u>1,648,117</u>	
Total Assets	<u>\$2,840,866</u>	<u>\$2,421,759</u>	<u>\$419,107</u>
 <u>LIABILITIES, CONTRIBUTIONS AND ACCUMULATED DEFICIT</u>			
Claims payable	\$ 182,838	\$ 63,983	\$118,855
Contributions to capital	<u>2,359,140</u>	<u>2,359,140</u>	
Retained Earnings (Accumulated Deficit)	<u>298,888</u>	<u>(1,364)</u>	<u>300,252</u>
Total Liabilities & Retained Earnings	<u>\$2,840,866</u>	<u>\$2,421,759</u>	<u>\$419,107</u>

See notes to financial statements.

CITY OF SCOTTSDALE  
 INTERNAL SERVICE FUNDS  
 STATEMENT OF REVENUE AND EXPENSES  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1979

STATEMENT 34

	<u>TOTAL ALL FUNDS</u>	<u>MOTOR POOL</u>	<u>SELF INSURANCE</u>
Operating Revenue			
Billings to user programs	\$3,539,985	\$2,693,431	\$846,554
Other	<u>66,524</u>	<u>35,814</u>	<u>30,710</u>
Total Operating Revenue	<u>3,606,509</u>	<u>2,729,245</u>	<u>877,264</u>
Operating Expenses			
Salaries and wages	870,666	816,899	53,767
Materials purchased	646,812	646,812	
Gas, oil and lubricants	210,160	210,160	
Depreciation	427,631	427,631	
Other shop expenses	193,735	193,735	
General and administrative	53,019	7,381	45,638
Outside services	20,207	20,207	
Insurance premiums	245,105		245,105
Claims paid	<u>232,502</u>		<u>232,502</u>
Total Operating Expenses	<u>2,899,837</u>	<u>2,322,825</u>	<u>577,012</u>
Net Gain From Operations	<u>\$ 706,672</u>	<u>\$ 406,420</u>	<u>\$300,252</u>

See notes to financial statements.

## CITY OF SCOTTSDALE

STATEMENT 35

## INTERNAL SERVICE FUNDS

## STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	<u>TOTAL ALL FUNDS</u>	<u>MOTOR POOL</u>	<u>SELF INSURANCE</u>
Sources of Funds			
From operations			
Net gain	\$ 706,672	\$ 406,420	\$300,252
Noncash charge - depreciation	427,631	427,631	_____
Total from operations	1,134,303	834,051	300,252
Decrease in construction in process	249,160	249,160	
Contributions from municipality	28,070	28,070	
Increase in current liabilities	136,730	17,875	118,855
Decrease in amounts due from other funds	15,900	15,900	
Decrease in current receivables	736	736	_____
	<u>1,564,899</u>	<u>1,145,792</u>	<u>419,107</u>
Uses of Funds			
Purchase of motor vehicles	559,103	559,103	
Increase in buildings and equipment	174,134	174,134	
	<u>733,237</u>	<u>733,237</u>	
Increase in Cash and Short-term Investments	831,662	412,555	419,107
Cash and Short-term Investments			
July 1, 1978	360,992	360,992	- 0 -
June 30, 1979	<u>\$1,192,654</u>	<u>\$ 773,547</u>	<u>\$419,107</u>

See notes to financial statements.

CITY OF SCOTTSDALE

STATEMENT 36

INTERNAL SERVICE FUNDS

ANALYSIS OF CHANGES IN CONTRIBUTIONS AND ACCUMULATED DEFICIT

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	<u>TOTAL ALL FUNDS</u>	<u>MOTOR POOL</u>	<u>SELF INSURANCE</u>
<u>Contributions to Capital</u>			
Balances July 1, 1978	\$2,331,070	\$2,331,070	
From municipality	28,070	28,070	
Balances, June 30, 1979	<u>\$2,359,140</u>	<u>\$2,359,140</u>	
 <u>Retained Earnings (Accumulated Deficit)</u>			
Balances July 1, 1978	\$ (407,784)	\$ (407,784)	\$
Net income	706,672	406,420	300,252
Balances, June 30, 1979	<u>\$ 298,888</u>	<u>\$ (1,364)</u>	<u>\$300,252</u>

See notes to financial statements.

## EXHIBIT X

## 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 on such assets. This control also allows establishing custodial responsibility for the assets.

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

CITY OF SCOTTSDALE

STATEMENT 37

## STATEMENT OF GENERAL FIXED ASSETS

JUNE 30, 1979

## Property and Equipment - Notes D and E

Land	\$ 5,595,700
Buildings and improvements	19,348,806
Streets and storm drains	167,812,568
Machinery and equipment	1,598,822
Construction in process	3,394,285
Total General Fixed Assets	<u>\$197,750,181</u>

## Investment in General Fixed Assets from

General fund	\$ 19,685,720
Special revenue funds	487,084
Capital projects funds	22,249,880
Contributions	148,178,367
Improvement districts	7,149,130
Total Investment in General Fixed Assets	<u>\$197,750,181</u>

See notes to financial statements.



## EXHIBIT XI

## GENERAL LONG-TERM DEBT GROUP OF ACCOUNTS

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

The long-term debt of enterprise operations are accounted for in their respective funds.

CITY OF SCOTTSDALE

STATEMENT 38

## STATEMENT OF GENERAL LONG-TERM DEBT

JUNE 30, 1979

Amount to be Provided for Retirement of Debt	
Amount available in General Debt Service Fund	\$ 3,182,116
Amount to be provided for retirement of contracts payable	7,388,058
Amount to be provided for retirement of general long-term debt	<u>9,332,057</u>
Total Available and to be Provided	<u>\$19,902,231</u>
Long-term Debt - Notes C and D	
General long-term bonded debt payable	\$12,430,000
Special assessments payable on City-owned property	84,173
Contracts payable	<u>7,388,058</u>
Total General Long-term Debt - Notes C and D	<u>\$19,902,231</u>

See notes to financial statements.

CITY OF SCOTTSDALE  
 NOTES TO FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1979

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING AND FINANCIAL POLICIES

The following briefly describes the significant accounting and financial policies of the City of Scottsdale, Arizona ("City") which have been followed in preparing the accompanying financial statements.

Bases of Accounting - All funds of the City, except for the budgetary funds (General, Special Revenue and Debt Service Funds), which are maintained on the modified accrual basis of accounting, are maintained on the accrual basis of accounting.

The modified accrual basis of accounting recognizes revenue when cash is received, except for amounts, which, if determinable, are recognized as revenue when earned and available. Expenditures and encumbrances are recognized when liabilities and commitments, respectively, are incurred. The accrual basis of accounting recognizes revenues when earned and expenses when incurred.

Encumbrances - The encumbrance method of accounting for expenditures is used in the budgetary funds, reporting encumbrances incurred as expenditures and estimated liabilities.

Budgetary Data - The modified accrual basis of accounting is applied to all budgetary data presented. Such presented data are operating budget amounts.

Revenue Recognition - Revenue from transaction privilege tax, which is a self-imposed tax is recorded on the cash basis. Other significant revenues, including state-shared sales tax, state and federal revenue sharing, gas tax, and refuse collection charges are recorded on the modified accrual basis which recognizes revenue when earned and available.

Investments - Investments are stated at cost, which approximates market. The City's policy is to invest in certificates of deposit and federal government agency securities.

Investments held in trust for the retirement of refunded debt are carried at amortized cost. The City is required, under irrevocable trust arrangements as described in Note F, to retain these investments until maturity.

Inventories - Inventories are recorded as expenditures when the commitment is incurred. Accordingly, the inventories on the balance sheet of the General Fund, which are stated at cost, are offset by a contra-account, "Reserve for inventories of supplies". Inventory unit price is average cost, with the inventory value determined using a perpetual record system.

Property Taxes Receivable - Billed and uncollected property taxes included in the balance sheet of the General Fund are offset by a contra-account, "Reserve for uncollected property taxes". These receivables will be recorded as revenues when received. Maricopa County is the billing and collection agency for these taxes.

General Fixed Assets - General fixed assets are recorded as expenditures at the date of purchase in all funds other than the Enterprise and Internal Service Funds. General fixed assets are stated in the General Fixed Assets group of accounts at either cost or at appraised historical cost, if historical cost is not available.

Gifts or contributions of fixed assets are recorded at fair market value at the date received. General fixed assets sold or otherwise disposed of are eliminated from the accounts. Depreciation is not provided on general fixed assets.

## NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING AND FINANCIAL POLICIES (Continued)

Property and Equipment - Property and equipment of the Enterprise and Internal Service Funds are stated at cost or at appraised historical costs, if historical costs are not available. Depreciation and amortization are provided on the straight-line method over the following estimated useful lives:

Water system	10 to 75 years
Sewer system	30 to 50 years
Buildings and improvements	25 years
Motor vehicles and other equipment	5 to 10 years
Furniture, fixtures and office equipment	5 to 10 years

Excess Purchase Price Over Fair Market Value of Assets Acquired - The excess purchase price over fair market value of assets acquired is amortized on the straight-line method over 20 to 25 years.

Long-term Debt - The Debt Service Funds provide for all long-term debt not an obligation of the enterprise funds. The General Debt Service Fund provides for the general obligation bonded debt. The Excise Debt Service Fund provides for the contracts payable.

Retirement and Pension Plans - Substantially all full-time City employees are covered by one of three contributory retirement and pension plans which are administered by the State of Arizona.

City policemen are covered by the Arizona Public Safety Personnel Retirement System. Employees contribute eight percent of their annual compensation as set by State law and the City contributes the actuarially determined current service costs plus amortization of the unfunded past service liability over 40 years and current administrative expenses. For 1978-79 the City's contribution was \$401,237, a rate of 16.67% of annual compensation. The City's actuarially determined value of employer unfunded vested costs at June 30, 1978, was \$801,891. Actuarial valuations for Scottsdale's participation in the Arizona Public Safety Personnel Retirement System are computed annually.

The Arizona State Retirement Plan ("Plan") covers all new City employees since July 1, 1976, except policemen, and those City employees on that date who elected to transfer to such Plan from the Arizona State Retirement System ("System"). Employees contribute seven percent of their total annual wages and the City contributes the lesser of the actuarially determined current service costs plus amortization of the unfunded past service liability over 45 years and current administrative expenses or seven percent of total annual wages. For 1978-79 the City's contribution was \$591,952 at a rate of 7 percent of annual compensation. The Plan does not provide separately calculated financial information for its participants, therefore the City's share of any actuarially determined unfunded vested costs can not be determined.

The System, a money-purchase plan, covers all employees other than the City's policemen and those employees who transferred to the Plan. The City and these employees each contribute five percent of total annual wages to this program. For 1978-79 the City's contribution was \$76,724 at a rate of 5 percent of annual compensation. The City did not recognize prior employment when this retirement plan was adopted and accordingly there are no past service liabilities. Annual actuarial valuations are computed for the entire System and not separately for the City.

## NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING AND FINANCIAL POLICIES (Continued)

Memorandum Only Fund Totals - Memorandum fund totals for the years ended June 30, 1979 and 1978 are presented for summary information only. Such totals do not include inter-fund and similar eliminations. The 1978 amounts are not intended to include all the information necessary for a fair presentation in accordance with generally accepted accounting principles.

Commitments in Accrual Basis Funds - At June 30, 1979, the City has outstanding commitments, in accrual basis funds, for acquisition and construction of new properties and equipment which aggregate approximately \$2,585,000. Funds which utilize the modified accrual basis of accounting record and report commitments as encumbrances.

## NOTE B - CASH AND INVESTMENTS

Cash and investments, including those restricted for designated purposes, at June 30, 1979 consist of the following:

Cash in savings accounts	\$ 1,351,135
Cash in checking accounts	(1,453,633)
Certificate of deposit	7,248,495
Treasury bills	640,000
Treasury notes	2,505,000
Federal agencies	12,782,793
Improvement district bonds	<u>313,000</u>
	<u>\$23,386,790</u>

## NOTE C - BONDS PAYABLE

Bonds payable, excluding the refunded debt described in Note F, mature as follows (in thousands of dollars):

	<u>GENERAL OBLIGATION</u>	<u>REVENUE</u>	<u>SPECIAL ASSESSMENTS (SEE NOTE G)</u>	<u>TOTAL</u>
Due July 1, 1979	\$ 320	\$ 425	\$	\$ 745
Fiscal year ending June 30,				
1980	350	500	588	1,438
1981	355	535	548	1,438
1982	360	550	540	1,450
1983	365	535	540	1,440
1984	150	570	441	1,161
1985-1989	5,835	3,430	934	10,199
1990,1994	4,515	3,045	143	7,703
1995-1999	500	285	17	802
	<u>\$12,750</u>	<u>\$9,875</u>	<u>\$3,751</u>	<u>\$26,376</u>

Water and Sewer Utility revenue bonds are collateralized by revenue in excess of operating and maintenance expenses of the City's utility system. The bond indenture ordinances require the maintenance of certain defined reserve funds. The aggregate amount of funds restricted for these requirements was \$906,537 at June 30, 1979.

## NOTE D - CONTRACTS PAYABLE

Contracts payable at June 30, 1979 include the following:

	<u>EXCISE DEBT SERVICE</u>	<u>AIRPORT</u>	<u>WATER AND SEWER UTILITY</u>	<u>TOTAL</u>
Contracts payable to City of Scottsdale Municipal Property Corporation for:				
Financing construction of municipal buildings, 5.2% to 6% (average rate 5.4%) principal due from July 1, 1982 through July 1, 1996	\$7,130,000	\$	\$	\$7,130,000
Refinancing contracts, 4.75%, payable in annual installments through July 1, 1982.	438,020	206,980		645,000
Purchase contracts for acquisition of water companies 5.75% to 6%, due in annual installments through 1986.			864,196	864,196
	<u>7,568,020</u>	<u>206,980</u>	<u>864,196</u>	<u>8,639,196</u>
Less current portion	<u>179,962</u>	<u>85,038</u>	<u>109,429</u>	<u>374,429</u>
	<u>\$7,388,058</u>	<u>\$121,942</u>	<u>\$754,767</u>	<u>\$8,264,767</u>

## NOTE D - CONTRACTS PAYABLE (Continued)

The purchase contracts for the acquisition of water companies are payable only from the operating revenue of the water and sewer utility system.

In fiscal 1974, the City of Scottsdale Municipal Property Corporation ("Corporation"), an Arizona not-for-profit corporation organized for the purpose of financing the construction of municipal buildings on land owned by the City, issued bonds aggregating \$9,020,000 for the construction of the Scottsdale Center for the Arts, for a parking facility and for the refinancing of outstanding debt. Concurrently, the City entered into contracts with the Corporation, whereby the City will pay to the Corporation amounts sufficient to retire the Corporation's bonds and related interest.

The City has collateralized the bonds of the Corporation by (1) a first lien pledge of all excise, transaction privilege and franchise taxes collected by the City, and (2) a pledge of all net revenues derived by the City from the property.

The Corporation retains legal title to the properties until the contracts with the City are paid in full. The City has the sole right to the use of the facilities and is responsible for all operating and maintenance costs.

Land (\$88,350) and buildings and improvements (\$6,559,303) relating to the aforementioned arrangement are included in the General Fixed Assets at June 30, 1979.

Annual installments on contracts payable are due as follows (in thousands of dollars):

<u>FISCAL YEAR ENDING JUNE 30,</u>	<u>DEBT SERVICE</u>	<u>AIRPORT</u>	<u>SEWER UTILITY</u>	<u>TOTAL</u>
1980	\$ 180	\$ 85	\$109	\$ 374
1981	187	88	109	384
1982	256	34	117	407
1983	305		132	437
1984	320		132	452
1985-1989	1,880		265	2,145
1990-1994	2,450			2,450
1995-1999	<u>1,990</u>	<u>—</u>	<u>—</u>	<u>1,990</u>
	<u>\$7,568</u>	<u>\$207</u>	<u>\$864</u>	<u>\$8,639</u>

## NOTE E - PROPERTY AND EQUIPMENT

Certain fixed assets for which historical costs are not available are recorded in the accounts at appraised historical costs. Appraisal estimates used for fixed assets are as follows:

## General Fixed Assets:

Streets and storm drains	\$147,842,589
Land	4,664,000
Traffic signal equipment	606,000

## Water and Sewer Utility Fund:

Water system and sewer system	\$ 19,826,644
-------------------------------	---------------

## NOTE F - REFUNDED DEBT TO BE RETIRED FROM ASSETS HELD IN TRUST

During fiscal 1973, the City issued revenue refunding bonds aggregating \$3,910,000 to refinance certain existing long-term debt of the Water and Sewer Utility Fund aggregating \$4,220,000. The proceeds of the refunding issue were used to purchase securities of U.S. Federal Government agencies and were placed in irrevocable trusts. The maturities of such investments, together with the related interest earnings, are restricted for and designed to meet the debt service requirements of the refunded debt.

## NOTE G - SPECIAL ASSESSMENTS AND TRUST AND AGENCY FUNDS

The City acts as trustee for special assessment improvement districts as well as trustee or agent for various projects financed by grants from other governmental units. City participation in these projects, if any, is recorded as an expenditure in the respective fund authorized to appropriate the monies.

As trustee for improvement districts, the City is responsible for collection of assessments levied against the owners of property within the improvement districts and for disbursement of these amounts for retirement of the respective bonds issued to finance the improvements. At June 30, 1979, the special assessments receivable together with amounts paid in advance and interest to be received over the life of the assessment period, are adequate for the scheduled maturities of the bonds payable and the related interest.

Improvement bonds are collateralized by properties within the districts. In the event of default by the property owner, the City may enforce auction sale to satisfy the debt service requirements of the improvement bonds. The City is contingently liable on special assessment bonds to the extent that proceeds from auction sales are insufficient to retire outstanding bonds.



## NOTE H - OTHER MATTERS

1. The City is a party in several lawsuits incident to its normal operations. In the opinion of the City Attorney, the settlement of such lawsuits will not have a material effect on the financial position of the various funds of the City.
2. The amount not recorded in the accounts for vested vacation pay for which the City's employees are entitled aggregated \$829,667 at June 30, 1979.
3. The amount not recorded in the accounts for accrued sick pay benefits was \$1,303,059 at June 30, 1979. These benefits provide for ordinary sick pay and are not vested with the employee. Unused benefits are payable upon the death or retirement of an employee.
4. In fiscal 1975, the City entered into a five-year agreement with Metropolitan Fire Department, Inc. ("Metropolitan") whereby Metropolitan will provide fire protection and related services to the City. The City has extended this five-year contract for 90 days in order to complete negotiations on a new contract through fiscal 1984. Annual amounts due, as specified in the contract extension, will approximate \$1,001,868.
5. The City has a contract for the acquisition of data processing equipment. Annual contract payments are \$215,000 for each of the next two years and \$182,000 for each of the remaining two years. The contract payments are subject to annual budget appropriations.
6. The City entered into an agreement with the U.S. Army Corps of Engineers for the construction of flood control and recreation facilities throughout the Indian Bend Wash. In connection with this agreement, the City will be required to make annual payments of approximately \$165,000 for fifty years upon completion of the project, estimated to be in 1980.
7. The City established a Self Insurance Fund during fiscal 1979. The Self Insurance Fund is responsible for the budgeting, investigation and payment of claims that are incurred by the City of Scottsdale. The Self Insurance Fund is protected by excess insurance designed to limit the exposure to loss for any single loss occurrence. The Self Insurance Fund is responsible for the first \$250,000 per occurrence for workmen's compensation and liability claims against the City. The Fund is also responsible for the first \$50,000 per occurrence for claims relating to vehicle and property damage and the first \$25,000 for claims relating to fidelity bonds.  
  
The Self Insurance Fund establishes a liability for claims filed but not yet settled based upon the City's estimate of probable loss.
8. The Community Development Fund and Grants Fund are now reported as Special Revenue Funds. In previous years they were reported as Trust and Agency Funds. These funds have budgets that are applicable to the total life of the individual grant, not the City's fiscal year. Therefore, a comparison to budget has not been made for these funds. Expenditures by individual grant at June 30, 1979, are less than the individual grant budgets.

SUPPLEMENTARY FINANCIAL INFORMATION

In connection with our examination of the financial statements of the various funds and account groups of the City of Scottsdale, Arizona for the fiscal year ended June 30, 1979, we have also examined the supplementary financial information presented on pages 63 through 66. In our opinion, such information is fairly presented although it is not necessary for a fair presentation of financial position, results of operations or changes in financial position.

*Touche Ross & Co.*

## CITY OF SCOTTSDALE

## COMBINED SCHEDULE OF BONDS PAYABLE - ALL FUNDS

JUNE 30, 1979

<u>BOND DESCRIPTION</u>	<u>INTEREST RATE</u>	<u>ISSUE DATE</u>	<u>FINAL MATURITY DATE</u>
<u>General Obligation Bonds</u>			
1961 Sewer	3.90-4.30	6/27/61	7/1/85
Parks and recreation improvement	4.50-5.00	9/20/66	7/1/86
Civic Center improvement	3.70-5.00	1/17/67	7/1/90
Civic Center improvement	4.70-5.00	1/16/68	7/1/96
Storm sewer 1973 Series A (1)	5.35	7/17/73	7/1/93
Storm sewer 1973 Series B (1)	5.20-6.00	11/1/75	7/1/83
Storm sewer 1973 Series C (1)	5.60-5.90	6/1/76	7/1/89
Storm sewer 1973 Series D (1)	5.125	6/1/78	7/1/86
Total General Obligation Bonds			
<u>Revenue Bonds</u>			
Utility revenue refunding issue	4.80-5.80	6/9/73	7/1/95
Utility revenue Series A	4.90-5.80	7/17/73	7/1/83
Utility revenue Series B	5.50-6.50	3/4/75	7/1/84
Utility revenue Series C	4.75-5.50	3/1/77	7/1/92
Total Revenue Bonds			
Total Bonds Payable			
<u>Refunded Bonds - Note F</u>			
1964 Sewer revenue	3.60-3.75	6/30/64	7/1/93
1966 Sewer revenue	3.90-4.00	5/3/66	7/1/96
1971 Water revenue	4.20-6.00	4/22/71	7/1/96
Total Bonds in Trust			
Total Bonds Outstanding			

- (1) Term bonds with annual payments to a sinking fund for redemption in 1983-1993.  
 (2) At June 30, 1979, \$1,800,000 of revenue bonds had been authorized but not issued.

<u>RANGE OF ANNUAL PAYMENTS</u>	<u>AUTHORIZED AND ISSUED</u>	<u>RETIRED</u>	<u>OUTSTANDING</u>
\$ 10,000/ 50,000	\$ 700,000	\$ 350,000	\$ 350,000
10,000/ 75,000	700,000	165,000	535,000
10,000/180,000	1,000,000	135,000	865,000
75,000/250,000	1,400,000		1,400,000
	3,500,000		3,500,000
{ 180,000/650,000	1,500,000	400,000	1,100,000
	4,000,000		4,000,000
	1,000,000		1,000,000
	<u>13,800,000</u>	<u>1,050,000</u>	<u>12,750,000</u>
50,000/310,000	3,910,000	310,000	3,600,000
75,000/375,000 (2)	2,500,000	875,000	1,625,000
25,000/400,000 (2)	750,000	100,000	650,000
400,000/550,000 (2)	4,000,000		4,000,000
	<u>11,160,000</u>	<u>1,285,000</u>	<u>9,875,000</u>
	<u>24,960,000</u>	<u>2,335,000</u>	<u>22,625,000</u>
25,000/ 95,000	1,750,000	500,000	1,250,000
20,000/180,000	1,200,000		1,200,000
25,000/110,000	1,500,000	155,000	1,345,000
	<u>4,450,000</u>	<u>655,000</u>	<u>3,795,000</u>
	<u>\$29,410,000</u>	<u>\$2,990,000</u>	<u>\$26,420,000</u>

## CITY OF SCOTTSDALE

## SCHEDULE 2

## COMBINED SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - ALL FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	BALANCE JULY 1, 1978	RECEIPTS	DISBURSEMENTS	BALANCE JUNE 30, 1979
General Fund	\$ (707,275)	\$ 34,301,523	\$ 35,650,240	\$(2,055,992)
Special revenue funds				
Highway user fuel tax	870	2,729,242	2,728,937	1,175
Public works reserve	75	4,258,601	2,773,618	1,485,058
Federal revenue sharing	- 0 -	907,064	907,064	- 0 -
Grants	118,558	3,228,969	3,306,048	41,479
Community development	109,468	1,284,888	1,269,397	124,959
Debt service funds				
General debt service	20	1,353,865	1,353,885	- 0 -
Excise debt service	- 0 -	381,613	381,613	- 0 -
Capital projects funds				
Parks bond construction	200	1,223	26,423	(25,000)
Storm sewer construction	610	1,482,913	1,987,630	(504,107)
Enterprise funds				
Water and sewer utility	(56,425)	8,458,166	8,144,144	257,597
Airport	814	212,303	264,446	(51,329)
Public housing	290	27,891	27,539	642
Internal service funds				
Motor pool	492	750,916	539,436	211,972
Self insurance	- 0 -	871,911	676,402	195,509
Trust and agency fund	6,558	718,348	608,313	116,593
Special assessments funds	2,535	1,253,320	1,156,909	98,946
Total All Funds	<u>\$ (523,210)</u>	<u>\$ 62,222,756</u>	<u>\$ 61,802,044</u>	<u>\$ (102,498)</u>

Investments and cash balances  
classified by depository  
and type

## INVESTMENTS\*

CASH  
BALANCE

\$ (102,498)

Cash in banks

Arizona Bank

\$ 3,000,000

Valley National Bank

748,495

United Bank

1,000,000

Great Western Bank

2,200,000

First Federal Savings &amp; Loan

100,000

Greater Arizona Savings &amp; Loan

200,000

U.S. Treasury Bills

640,000

U.S. Treasury Notes

2,505,000

Federal Agency Securities

12,782,793

City of Scottsdale Securities

313,000

\$ 23,489,288\$ (102,498)

\*In order to maintain an effective investment program, all cash, except certain special revenue 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.

CITY OF SCOTTSDALE  
 SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS - BY SOURCE  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1979

	<u>TOTAL</u>	<u>LAND</u>	<u>BUILDINGS AND IMPROVEMENTS</u>	<u>STREETS AND STORM DRAINS</u>	<u>MACHINERY AND EQUIPMENT</u>	<u>CONSTRUCTION IN PROCESS</u>
General Fixed Assets, July 1, 1978	\$155,155,954	\$5,524,635	\$17,895,660	\$128,295,414	\$1,351,696	\$2,088,549
Add						
Expenditures from general fund	259,496		82,001		177,495	
Expenditures from special revenue funds	27,262		13,868		13,394	
Expenditures from capital projects funds	5,590,190	71,065	1,304,527	1,540,022	13,796	2,660,780
Contributions	37,945,190		52,750	37,827,508	64,932	
Improvement district - 76	149,624			149,624		
Total Additions	<u>43,971,762</u>	<u>71,065</u>	<u>1,453,146</u>	<u>39,517,154</u>	<u>269,617</u>	<u>2,660,780</u>
Total Balances and Additions	<u>199,127,716</u>	<u>5,595,700</u>	<u>19,348,806</u>	<u>167,812,568</u>	<u>1,621,313</u>	<u>4,749,329</u>
Deduct						
Fixed assets sold or traded	21,741				21,741	
Transfer to enterprise funds	750				750	
Capital projects fund projects of prior years completed	1,355,044					1,355,044
Total Deductions	<u>1,377,535</u>				<u>22,491</u>	<u>1,355,044</u>
General Fixed Assets, June 30, 1979	<u>\$197,750,181</u>	<u>\$5,595,700</u>	<u>\$19,348,806</u>	<u>\$167,812,568</u>	<u>\$1,598,822</u>	<u>\$3,394,285</u>

STATISTICAL  
SECTION

STATISTICAL INFORMATION

Our examination of the financial statements of the various funds and account groups of the City of Scottsdale, Arizona for the fiscal year ended June 30, 1979, was intended primarily for the purpose of formulating an opinion on the basic financial statements taken as a whole. The statistical information presented in the following pages has been taken primarily from accounting and other records of the City and is not, in our opinion, necessary for fair presentation of its financial position. Such information has not been subjected to tests and other auditing procedures sufficient to enable us to express an opinion as to the fairness of all the details included therein, and accordingly we do not express an opinion on the statistical information.

*Touche Ross & Co.*



TABLE I

CITY OF SCOTTSDALE  
 GENERAL GOVERNMENTAL EXPENDITURES BY DEPARTMENT  
 GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUNDS  
 LAST TEN FISCAL YEARS

<u>FISCAL YEAR</u>	<u>TOTAL</u>	<u>GENERAL GOVERNMENT</u>	<u>PUBLIC SAFETY</u>	<u>MANAGEMENT SERVICES</u>	<u>FIELD OPERATIONS</u>	<u>COMMUNITY SERVICES</u>	<u>COMMUNITY DEVELOPMENT</u>	<u>MUNICIPAL UTILITIES</u>	<u>DEBT SERVICE</u>	<u>CAPITAL IMPROVEMENTS</u>
1979	30,210,507	1,304,630	6,161,448	2,260,310	5,660,651	6,765,247	3,929,206	285,847	2,131,927	1,711,241
1978	21,685,841	1,568,749	4,703,394	1,816,144	4,578,124	3,598,038	1,633,725	38,852	2,170,692	1,578,123
Reorganization March 1977										
1977	18,415,674	3,648,165	4,521,225		5,185,420	2,957,806			2,103,058	
1976	15,929,841	3,186,451	4,028,832		4,331,800	2,745,985			1,636,773	
1975	15,043,465	2,655,502	3,468,442		5,076,154	2,091,699			1,751,668	
1974	14,606,409	2,526,056	2,806,951		6,138,145	2,050,495			1,084,762	
1973	10,803,303	1,743,392	2,289,692		4,977,483	1,373,567			419,169	
1972	7,674,213	1,036,203	1,806,833		3,647,558	785,430			398,189	
1971	6,894,283	1,030,698	1,544,895		3,026,626	1,053,202			238,862	
1970	6,225,996	920,490	1,306,030		3,057,776	756,228			185,472	

TABLE II

CITY OF SCOTTSDALE  
GENERAL GOVERNMENTAL REVENUE BY SOURCE  
GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUNDS  
LAST TEN FISCAL YEARS

<u>FISCAL YEAR</u>	<u>TOTAL</u>	<u>TAXES</u>	<u>LICENSES &amp; PERMITS</u>	<u>INTER-GOVERNMENT REVENUE</u>	<u>CHARGES FOR SERVICES</u>	<u>FORFEITS</u>	<u>USES OF MONEY &amp; PROPERTY</u>	<u>MISCELLANEOUS</u>
1979	31,720,927	13,760,978	1,747,776	12,121,733	1,799,987	528,652	1,132,908	628,893
1978	23,769,172	11,623,061	1,318,170	7,179,902	1,812,947	485,337	731,343	618,412
1977	19,292,257	9,463,545	665,819	6,415,559	1,523,559	338,246	427,322	458,207
1976	16,995,456	8,158,411	449,435	6,122,988	1,464,550	277,274	350,680	172,118
1975	14,546,168	6,826,005	421,468	5,545,735	768,616	236,954	382,875	364,515
1974	13,165,118	6,228,398	544,996	4,644,425	260,485	229,396	292,438	964,980
1973	11,005,352	5,578,586	565,811	3,446,539	240,847	239,166	205,908	728,495
1972	8,233,855	4,552,900	147,086	2,373,264	613,816	197,333	130,473	218,983
1971	7,386,847	3,814,291	138,875	2,039,197	355,242	163,765	202,319	673,158
1970	6,092,092	3,413,956	378,123	1,796,624	291,416	178,143		33,830

TABLE III

TAX REVENUE BY SOURCE  
LAST TEN FISCAL YEARS

<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>
1979	13,760,978	10,133,373	3,171,299	399,006	57,300
1978	11,623,061	7,832,052	3,412,532	320,135	58,342
1977	9,463,545	6,242,303	2,905,835	255,922	59,485
1976	8,158,411	5,281,979	2,637,808	209,576	29,048
1975	6,826,005	4,755,934	1,859,700	165,387	44,984
1974	6,228,398	4,637,393	1,439,818	125,729	25,458
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

TABLE IV

CITY OF SCOTTSDALE  
PROPERTY TAX LEVIES AND COLLECTIONS

FISCAL YEAR	TOTAL TAX LEVY	CURRENT TAX COLLECTIONS	% OF LEVY COLLECTIONS	DELINQUENT TAX COLLECTIONS	FUTURE YEAR TAX COLLECTIONS	TOTAL TAX COLLECTIONS	TOTAL COLLEC-TIONS % OF CURRENT LEVY	OUTSTANDING DELINQUENT TAXES	OUTSTANDING DELINQUENT AS A % OF CURRENT LEVY
1979	3,118,364	3,081,311	98.81	75,095	14,893	3,171,299	101.70	66,929	2.15
1978	3,395,254	3,323,293	97.88	66,122	23,117	3,412,532	100.51	10,952	.32
1977	2,812,007	2,781,386	98.91	104,974	19,475	2,905,835	103.34	77,287	2.75
1976	2,662,620	2,481,183	93.19	67,089	89,536	2,637,808	99.07	96,286	3.62
1975	2,014,517	1,803,406	89.52	27,997	28,297	1,859,700	92.31	122,612	6.09
1974	1,431,614	1,389,339	97.05	28,858	21,621	1,439,818	100.57	42,275	2.95
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

CITY OF SCOTTSDALE  
 ASSESSED VALUATION CLASSIFICATIONS AND HISTORIES  
 LAST TEN FISCAL YEARS

TABLE V

## COMPARATIVE ASSESSED VALUATION CLASSIFICATION

CLASSIFICATIONS	1978-79	1977-78	1976-77	1975-76	1974-75	1973-74	1972-73	1971-72	1970-71	1969-70
Real Estate	\$ 58,113,425	\$ 53,849,005	\$ 48,704,580	\$ 46,731,400	\$ 42,009,905	\$ 40,478,765	\$ 31,571,935	\$ 26,360,355	\$ 25,272,765	\$ 21,824,585
Improvements	178,910,680	154,935,375	144,585,650	135,227,745	124,498,760	113,661,935	77,515,955	62,206,065	55,303,340	50,659,640
Secured Personal	2,991,890	2,368,435	2,088,180	2,362,150	1,610,135	1,170,470	1,054,588	1,041,960	993,420	1,790,380
Unsecured Personal	14,343,335	12,172,310	10,476,390	9,944,190	9,499,810	7,505,240	5,733,750	5,118,130	4,597,300	1,983,285
Utilities, Rails, Wires	23,759,140	21,493,915	19,670,520	19,309,805	18,519,655	12,410,719	10,283,575	9,487,252	8,922,302	7,906,798
Gross Valuation	278,118,470	244,819,040	225,525,320	213,575,290	196,138,265	175,227,129	126,159,803	104,213,762	95,089,127	84,164,688
Less Exemptions	556,772	556,121	564,759	565,660	554,060	594,125	778,850	1,070,145	1,286,325	1,349,985
Net Taxable Valuation	<u>\$277,561,698</u>	<u>\$244,262,919</u>	<u>\$224,960,561</u>	<u>\$213,009,630</u>	<u>\$195,584,205</u>	<u>\$174,633,004</u>	<u>\$125,380,953</u>	<u>\$103,143,617</u>	<u>\$93,802,802</u>	<u>\$82,814,703</u>
Estimated Actual Value in Thousands of Dollars	\$ 1,585,124	\$ 1,235,723	\$ 1,147,690	\$ 1,083,709	\$ 992,701	\$ 902,400	\$ 639,047	\$ 525,707	\$ 478,098	\$ 422,093

## ASSESSED VALUATION HISTORIES

YEAR	CITY OF SCOTTSDALE	MARICOPA COUNTY	STATE OF ARIZONA
1978-79	\$277,561,698	\$3,488,588,940	\$7,226,035,626
1977-78	244,262,919	3,058,514,752	6,655,381,547
1976-77	224,960,561	2,844,314,021	6,200,230,075
1975-76	213,009,630	2,678,051,825	5,826,289,483
1974-75	195,584,205	2,427,495,810	5,128,946,903
1973-74	174,633,004	2,119,061,748	4,476,532,548
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

TABLE VI

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

<u>FISCAL YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL GENERAL DEBT SERVICE</u>	<u>TOTAL GENERAL EXPENDITURES</u>	<u>RATIO OF GENERAL DEBT SERVICE TO GENERAL EXPENDITURES</u>
1979	\$837,272	\$653,255	\$1,490,527	\$30,227,507	4.93%
1978	856,488	610,985	1,467,473	21,685,841	6.77
1977	860,409	634,197	1,494,606	18,415,674	8.12
1976	878,839	366,312	1,245,151	15,929,841	7.82
1975	708,108	343,433	1,051,541	15,043,465	6.99
1974	479,000	543,876	1,022,876	14,075,632	7.27
1973	174,000	158,863	332,863	10,803,303	3.08
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

CITY OF SCOTTSDALE  
PROPERTY TAX RATES AND TAX LEVIES - ALL OVERLAPPING GOVERNMENTS  
LAST TEN FISCAL YEARS

TABLE VII

TAX RATES		SCHOOL DISTRICTS						
FISCAL YEAR	CITY OF SCOTTSDALE	SCOTTSDALE UNIFIED*	COMMUNITY COLLEGE	MARICOPA COUNTY	STATE OF ARIZONA	FLOOD DISTRICT	CENTRAL ARIZONA PROJECT	TOTAL
1979-80	\$1.03	\$5.64	\$ .94	\$2.30	\$ .48	\$ .20	\$ .03	\$10.62
1978-79	1.18	5.41	.84	2.30	1.10	.20	.03	11.06
1977-78	1.39	5.35	.76	2.67	1.60	.20	.03	12.00
1976-77	1.25	5.62	.71	2.70	1.60	.20	.03	12.11
1975-76	1.25	5.00	.59	2.77	1.60	.20	.03	11.44
1974-75	1.03	5.05	.57	2.34	1.50	.20	.03	10.72
1973-74	.82	7.46	.57	1.94	.75	.20		11.74
1972-73	1.03	6.94	.62	2.10	1.55	.05		12.29
1971-72	1.03	7.37	.69	2.13	1.90	.04		13.16
1970-71	1.03	7.03	.66	2.13	1.65	.05		12.55
1969-70	1.03	6.19	.62	2.13	2.20	.05		12.22
TAX LEVIES								
1979-80	\$2,941,981	\$24,808,895	\$33,407,254	\$81,741,154	\$ 17,059,023	\$5,342,316	\$1,066,189	\$166,366,812
1978-79	3,118,964	22,305,645	27,903,341	76,402,005	75,760,851	5,026,367	996,548	211,513,721
1977-78	3,395,254	20,777,865	23,244,733	81,662,344	106,486,104	4,674,825	917,554	241,158,679
1976-77	2,812,007	19,822,661	20,194,630	76,796,479	99,203,681	4,394,979	853,294	224,077,731
1975-76	2,662,620	16,722,860	15,800,506	74,182,036	93,175,007	4,153,705	803,416	207,500,150
1974-75	2,014,517	15,497,448	13,836,726	56,803,402	77,077,598	4,854,992	728,249	170,812,932
1973-74	1,431,614	21,125,953	12,078,652	41,109,798	33,749,494	3,427,676		112,923,187
1972-73	1,291,567	14,960,407	10,193,984	34,528,011	56,337,631	822,096		118,133,696
1971-72	1,062,379	12,713,665	9,588,043	29,505,263	60,151,150	424,903		113,445,403
1970-71	966,172	12,127,146	8,245,203	26,609,519	47,477,777	479,560		95,905,377
1969-70	852,987	9,759,579	7,108,118	24,419,825	58,443,796	453,589		101,037,894

\*For Scottsdale residents residing within the Phoenix Union High School District and Balsz Elementary District the 1979-80 tax rate is \$11.73. For those residing within the Paradise Valley Unified School District the rate is \$13.96.

TABLE VIII

CITY OF SCOTTSDALE  
SPECIAL ASSESSMENT COLLECTIONS  
LAST TEN FISCAL YEARS

FISCAL YEAR	CURRENT ASSESSMENTS DUE	CURRENT ASSESSMENTS COLLECTED	RATIO OF COLLECTIONS TO AMOUNT DUE	TOTAL OUTSTANDING* CURRENT AND DELINQUENT ASSESSMENTS
1978-79	\$1,123,385	\$1,119,671	99.7%	\$3,714
1977-78	838,132	834,603	99.6	3,529
1976-77	930,939	926,059	99.5	4,880
1975-76	1,064,181	N/A	N/A	N/A
1974-75	1,017,921	N/A	N/A	N/A
1973-74	663,806	N/A	N/A	N/A
1972-73	696,964	N/A	N/A	N/A
1971-72	647,190	N/A	N/A	N/A
1970-71	644,630	N/A	N/A	N/A
1969-70	610,151	N/A	N/A	N/A

\*Under Arizona law, public auctions are held in January of each year at which disposition of then-delinquent assessments is made. By bid, special lien rights to properties against which due but unpaid assessments exist are offered in return for payment of all outstanding amounts plus penalties. In the event there are no interested bidders, the delinquency must be satisfied from budgetary funds of the sponsoring governmental unit. Thus, in January of each year, all outstanding delinquent assessments are collected. The amounts shown in this column, if any, represent unpaid balances of the June 1 semi-annual interest installment only.

TABLE IX

CITY OF SCOTTSDALE  
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE  
AND NET BONDED DEBT PER CAPITA  
LAST TEN FISCAL YEARS

<u>FISCAL YEAR</u>	<u>POPULATION*</u>	<u>ASSESSED VALUE</u>	<u>GROSS BONDED DEBT</u>	<u>LESS DEBT SERVICE FUNDS</u>	<u>NET BONDED DEBT</u>	<u>RATIO OF NET BONDED DEBT TO ASSESSED VALUE</u>	<u>NET BONDED DEBT PER CAPITA</u>
1978-79	97,900	\$277,561,698	\$12,750,000	\$3,502,116	\$ 9,247,884	3.3%	\$ 94.46
1977-78	94,600	244,262,919	13,065,000	2,929,844	10,135,156	4.2	107.14
1976-77	85,200	224,960,561	12,510,000	2,468,356	10,041,644	4.5	117.86
1975-76	82,000	213,009,630	12,750,000	1,762,947	10,987,053	5.2	133.99
1974-75	78,065	195,584,205	7,494,000	1,058,108	6,435,892	3.3	82.44
1973-74	67,823	174,633,004	7,713,000	494,000	7,219,000	4.1	106.44
1972-73	67,823	125,380,953	4,437,000	224,000	4,213,000	3.4	62.12
1971-72	67,823	103,143,617	4,594,000	157,000	4,437,000	4.3	65.42
1970-71	67,823	93,802,802	3,940,000	84,000	3,856,000	4.1	56.85
1969-70	67,823	82,814,703	4,019,000	79,000	3,940,000	4.8	58.09

\*Source: 1970 Census; 1975 Special Census; 1975-76 to 1978-79 estimated by City.



TABLE X

CITY OF SCOTTSDALE  
PROPERTY TAX RATES - ALL OVERLAPPING GOVERNMENTS  
JUNE 30, 1979

<u>OVERLAPPING GOVERNMENT</u>	1978-79 ASSESSED VALUATION	PORTION APPLICABLE TO THE CITY OF SCOTTSDALE APPROX. %	AMOUNT	1978-79 TAX RATE PER \$100 ASSESSED
State of Arizona	\$7,226,035,626	3.84	\$251,466,040	\$1.10
Maricopa County	3,488,588,940	7.96	277,691,680	2.53
Maricopa County C.C.D.	3,488,588,940	7.96	277,691,680	.84
S.D. No. 31 (Balsz)	67,475,303	7.49	5,053,900	3.83
Phoenix Union H.S.D. No. 210	1,240,308,128	.41	5,085,263	2.63
Scottsdale Unified S.D. No. 48	432,959,634	61.29	265,360,960	5.41
S.D. No. 69 (Paradise Valley)	141,328,430	4.91	6,939,226	8.47
City of Scottsdale	277,561,698	100.00	277,561,698	1.18
Total Net Direct and Overlapping Tax Rate Per \$100 Assessed Valuation:				
				<u>\$12.11</u>
				<u>\$11.06</u>
				<u>\$14.12</u>
				<u>\$ 5.65</u>

TABLE XI

COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
AS OF JUNE 30, 1979

<u>NAME OF GOVERNMENTAL UNIT</u>	<u>NET DEBT OUTSTANDING</u>	<u>% APPLICABLE TO THIS MUNICIPALITY</u>	<u>CITY OF SCOTTSDALE SHARE OF DEBT</u>
City of Scottsdale	\$ 9,247,884	100.00	\$ 9,247,884
State of Arizona	None	3.84	-0-
Maricopa County	30,090,864	7.96	2,395,233
Maricopa County C.C.D.	2,497,246	7.96	198,781
Phoenix Union H.S.D. No. 210	13,308,759	.41	54,566
S.D. No. 31 (Balsz)	3,027	7.49	227
Scottsdale Unified S.D. No. 48	7,472,241	61.29	4,579,737
S.D. No. 69 (Paradise Valley)	27,043,819	4.91	<u>1,327,852</u>
Total Direct and Overlapping Debt			<u>\$17,804,280</u>

TABLE XII

CITY OF SCOTTSDALE  
COMPUTATION OF LEGAL DEBT MARGINS  
JUNE 30, 1979

Assessed Value			\$277,561,698
Debt Limit 4% of Assessed Value			<u>11,102,468</u>
Amount of Debt Applicable to Debt Limit			
Total Bonded Debt		\$22,625,000	
Other Debt			
Excise Tax Debt	\$ 7,775,000		
Water Purchase Debt	<u>864,196</u>	<u>8,639,196</u>	
			<u>31,264,196</u>
Less:			
Cash in Debt Service Funds	70,000		
Revenue Bonds	9,875,000		
Excise Tax Debt	7,775,000		
Water Purchase Debt	864,196		
15% General Obligation Bonds	<u>9,950,000</u>	<u>28,534,196</u>	
Total Debt Applicable to Debt Limit			<u>2,730,000</u>
Legal Debt Margin			<u>\$ 8,372,468</u>
Debt Limit 15% of Assessed Value			\$ 41,634,255
Amount of Debt Applicable to Debt Limit			
Total Bonded Debt		\$22,625,000	
Other Debt			
Excise Tax Debt	\$ 7,775,000		
Water Purchase Debt	<u>864,196</u>	<u>8,639,196</u>	
			<u>31,264,196</u>
Less:			
Cash in Debt Service Funds	3,432,116		
Revenue Bonds	9,875,000		
Excise Tax Debt	7,775,000		
Water Purchase Debt	864,196		
4% General Obligation Bonds	<u>2,800,000</u>	<u>24,746,312</u>	
Total Debt Applicable to Debt Limit			<u>6,517,884</u>
Legal Debt Margin			<u>\$ 35,116,371</u>

TABLE XIII

## CITY OF SCOTTSDALE

## SCHEDULE OF WATER AND SEWER UTILITY REVENUE BOND COVERAGE

<u>FISCAL YEAR</u>	<u>GROSS REVENUE</u>	<u>OPERATING &amp; 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>
1979	\$6,899,446	\$1,880,591	\$5,018,855	\$425,000	\$499,008	\$924,008	5.43	1.20
1978	5,076,901	1,187,611	3,889,290	345,000	516,483	861,483	4.51	1.20
1977	3,242,466	939,703	2,302,763	320,000	401,178	721,178	3.19	1.20
1976	2,798,475	753,920	2,044,555	260,000	349,345	609,345	3.36	1.20
1975	2,520,369	676,231	1,844,138	235,000	334,136	569,136	3.24	1.20
1974	2,433,062	480,848	1,952,214	125,000	244,050	369,050	5.29	1.20
1973	1,978,216	406,832	1,571,384	-0-	-0-	-0-	-0-	1.20

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.

TABLE XIVa

CITY OF SCOTTSDALE  
DEBT SERVICE REQUIREMENTS TO MATURITY  
GENERAL OBLIGATION BONDS AND EXCISE DEBT

AS OF JUNE 30, 1979

FISCAL YEAR	GENERAL PURPOSE 4% LIMITATION			UTILITY PURPOSE 15% LIMITATION			TOTAL GENERAL OBLIGATION DEBT SERVICE REQUIREMENTS			EXCISE TAX DEBT SERVICE			TOTAL ALL DEBT SERVICE REQUIREMENTS			
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	SINKING FUND (1) INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL	
1978-79	\$ 70,000	\$ 123,060	\$ 193,060	\$ 50,000	\$ 560,000	\$ 543,745	\$ 1,153,745	\$ 680,000	\$ 666,805	\$ 1,346,805	\$ 255,000	\$ 430,520	\$ 685,520	\$ 935,000	\$ 1,097,325	\$ 2,032,325
1979-80	75,000	119,985	194,985	50,000	520,000	527,175	1,097,175	645,000	647,160	1,292,160	265,000	418,408	683,408	910,000	1,065,568	1,975,568
1980-81	80,000	116,685	196,685	50,000	520,000	513,575	1,083,575	650,000	630,260	1,280,260	275,000	405,820	680,820	925,000	1,036,080	1,961,080
1981-82	85,000	113,160	198,160	50,000	520,000	499,925	1,069,925	655,000	613,085	1,268,085	290,000	392,757	682,757	945,000	1,005,842	1,950,842
1982-83	90,000	109,435	199,435	50,000	520,000	486,275	1,056,275	660,000	595,710	1,255,710	305,000	376,670	681,670	965,000	972,380	1,937,380
1983-84	100,000	105,485	205,485	50,000	520,000	472,400	1,042,400	670,000	577,885	1,247,885	320,000	358,370	678,370	990,000	936,255	1,926,255
1984-85	105,000	101,225	206,225	50,000	520,000	470,450	1,040,450	675,000	571,675	1,246,675	340,000	339,170	679,170	1,015,000	910,845	1,925,845
1985-86	160,000	96,740	256,740		500,000	453,125	953,125	660,000	549,865	1,209,865	355,000	321,490	676,490	1,015,000	871,355	1,886,355
1986-87	165,000	90,220	255,220		500,000	358,250	858,250	665,000	448,470	1,113,470	375,000	303,030	678,030	1,040,000	751,500	1,791,500
1987-88	175,000	84,115	259,115		500,000	302,250	802,250	675,000	386,365	1,061,365	395,000	283,530	678,530	1,070,000	669,895	1,739,895
1988-89	180,000	77,640	257,640		500,000	244,750	744,750	680,000	322,390	1,002,390	415,000	262,990	677,990	1,095,000	585,380	1,680,380
1989-90	190,000	70,980	260,980		500,000	187,250	687,250	690,000	258,230	948,230	440,000	241,410	681,410	1,130,000	499,640	1,629,640
1990-91	200,000	62,975	262,975		500,000	187,250	687,250	700,000	250,225	950,225	465,000	218,530	683,530	1,165,000	468,755	1,633,755
1991-92	200,000	52,975	252,975		500,000	187,250	687,250	700,000	240,225	940,225	490,000	193,420	683,420	1,190,000	433,645	1,623,645
1992-93	200,000	43,475	243,475		180,000	187,250	367,250	380,000	230,725	610,725	515,000	166,960	681,960	895,000	397,685	1,292,685
1993-94	225,000	34,075	259,075				225,000		34,075	259,075	540,000	139,150	679,150	765,000	173,225	938,225
1994-95	250,000	23,500	273,500				250,000		23,500	273,500	570,000	109,450	679,450	820,000	132,950	952,950
1995-96	250,000	11,750	261,750				250,000		11,750	261,750	1,420,000	78,100	1,498,100	1,670,000	89,850	1,759,850
TOTALS	\$2,800,000	\$1,437,480	\$4,237,480	\$350,000	\$7,360,000	\$5,620,920	\$13,330,920	\$10,510,000	\$7,058,400	\$17,568,400	\$8,030,000	\$5,039,775	\$13,069,775	\$18,540,000	\$12,098,175	\$30,638,175

(1) A sinking fund has been provided to retire all issues which will mature July 1, 1993.

CITY OF SCOTTSDALE  
DEBT SERVICE REQUIREMENTS TO MATURITY  
REVENUE BONDS AND LONG-TERM CONTRACTS  
JUNE 30, 1979

<u>FISCAL YEAR</u>	<u>REVENUE BONDS</u>		
	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
1979	\$ 425,000	\$ 499,008	\$ 924,008
1980	500,000	477,482	977,482
1981	535,000	451,833	986,833
1982	550,000	424,407	974,407
1983	535,000	395,783	930,783
1984	570,000	368,122	938,122
1985	600,000	337,623	937,623
1986	650,000	305,622	955,622
1987	690,000	270,623	960,623
1988	725,000	237,560	962,560
1989	765,000	202,560	967,560
1990	800,000	164,835	964,835
1991	810,000	125,385	935,385
1992	825,000	84,885	909,885
1993	300,000	43,635	343,635
1994	310,000	28,635	338,635
1995	285,000	12,825	297,825
	<u>\$9,875,000</u>	<u>\$4,430,823</u>	<u>\$14,305,823</u>

TABLE XIVb

LONG-TERM CONTRACTS			TOTAL REQUIREMENTS		
<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
\$109,429	\$ 58,417	\$ 167,846	\$ 534,429	\$ 557,425	\$ 1,091,854
109,429	51,852	161,281	609,429	529,334	1,138,763
109,429	45,286	154,715	644,429	497,119	1,141,548
117,068	38,720	155,788	667,068	463,127	1,130,195
132,067	31,696	163,763	667,067	427,479	1,094,546
132,067	23,772	155,839	702,067	391,894	1,093,961
132,068	15,848	147,916	732,068	353,471	1,085,539
132,068	7,924	139,992	782,068	313,546	1,095,614
			690,000	270,623	960,623
			725,000	237,560	962,560
			765,000	202,560	967,560
			800,000	164,835	964,835
			810,000	125,385	935,385
			825,000	84,885	909,885
			300,000	43,635	343,635
			310,000	28,635	338,635
			285,000	12,825	297,825
<u>\$973,625</u>	<u>\$273,515</u>	<u>\$1,247,140</u>	<u>\$10,848,625</u>	<u>\$4,704,338</u>	<u>\$15,552,963</u>

TABLE XIVc

CITY OF SCOTTSDALE  
DEBT SERVICE REQUIREMENTS TO MATURITY  
SPECIAL ASSESSMENTS BONDS  
JUNE 30, 1979

<u>FISCAL YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
1979	\$ 698,862	\$ 244,190	\$ 943,052
1980	587,840	220,222	808,062
1981	548,000	182,182	730,182
1982	540,000	148,523	688,523
1983	540,000	115,123	655,123
1984	441,000	84,740	525,740
1985	260,000	62,807	322,807
1986	210,000	47,885	257,885
1987	196,000	34,999	230,999
1988	195,000	22,600	217,600
1989	73,000	13,932	86,932
1990	36,000	10,190	46,190
1991	34,000	7,740	41,740
1992	35,000	5,323	40,323
1993	20,000	3,361	23,361
1994	18,000	1,950	19,950
1995	17,000	637	17,637
	<u>\$4,449,702</u>	<u>\$1,206,404</u>	<u>\$5,656,106</u>

CITY OF SCOTTSDALE  
SUMMARY OF DEBT SERVICE REQUIREMENTS TO MATURITY  
JUNE 30, 1979

ANNUAL PRINCIPAL AND INTEREST REQUIREMENTS

FISCAL YEAR	GENERAL OBLIGATION BONDS	REVENUE DEBT	SPECIAL ASSESSMENT BONDS	OTHER DEBT	TOTAL
1979	\$ 1,346,805	\$ 1,091,854	\$ 943,052	\$ 685,520	\$ 4,067,231
1980	1,292,160	1,138,763	808,062	683,408	3,922,393
1981	1,280,260	1,141,548	730,182	680,820	3,832,810
1982	1,268,085	1,130,195	688,523	682,757	3,769,560
1983	1,255,710	1,094,546	655,123	681,670	3,687,049
1984	1,247,885	1,093,961	525,740	678,370	3,545,956
1985	1,246,675	1,085,539	322,807	679,170	3,334,191
1986	1,209,865	1,095,614	257,885	676,490	3,239,854
1987	1,113,470	960,623	230,999	678,030	2,983,122
1988	1,061,365	962,560	217,600	678,530	2,920,055
1989	1,002,390	967,560	86,932	677,990	2,734,872
1990	948,230	964,835	46,190	681,410	2,640,665
1991	950,225	935,385	41,740	683,530	2,610,880
1992	940,225	909,885	40,323	683,420	2,573,853
1993	610,725	343,635	23,361	681,960	1,659,681
1994	259,075	338,635	19,950	679,150	1,296,810
1995	273,500	297,825	17,637	679,450	1,268,412
1996	261,750			1,498,100	1,759,850
	<u>\$17,568,400</u>	<u>\$15,552,963</u>	<u>\$5,656,106</u>	<u>\$13,069,775</u>	<u>\$51,847,244</u>



TABLE XVI

CITY OF SCOTTSDALE  
SCHEDULE OF INSURANCE IN FORCE  
JUNE 30, 1979

<u>CARRIER</u>	<u>POLICY DESCRIPTION</u>	<u>AMOUNT OF COVERAGE</u>
Allendale Mutual 7/1/78 to 7/1/81	Property Insurance - Civic Center Repair or replace, fire, extended coverage, vandalism and malicious mischief.  \$50,000 deductible  Extra expense	\$11,625,000   \$ 500,000
Factory Mutual 7/1/78 to 7/1/81	Property Insurance - Miscellaneous City locations - repair or replace, fire, extended coverage, vandalism and malicious mischief.  \$50,000 deductible	\$ 5,000,000
Drake 7/1/78 to 7/1/79	Excess Liability Coverage \$250,000 retention	\$ 250,000
Pinetop 7/1/78 to 7/1/79	Excess Liability Coverage	\$ 1,500,000
National Union 7/1/78 to 7/1/79	Excess Liability Coverage	\$ 8,000,000
Federal 7/1/77 to 7/1/80	Airport and Hangarkeepers Coverage	\$ 3,000,000
Proprietors 7/1/78 to 7/1/79	Excess Airport Liability Coverage	\$ 7,000,000
Employers Reinsurance 7/1/78 to 7/1/79	Excess Workers Compensation Coverage \$250,000 retention	\$ 2,000,000
Utica Mutual 7/1/78 to 7/1/79	Workers Compensation Guaranty Bond	\$ 200,000

TABLE XVIa

CITY OF SCOTTSDALE  
GENERAL INSURANCE  
JUNE 30, 1979

REAL PROPERTY (BUILDINGS)

<u>FACILITY/ADDRESS</u>	<u>CONSTRUCTION</u>	<u>ACQ. DATE</u>	<u>AREA SQ. FEET</u>	<u>REPLACEMENT COST (6/30/79)</u>
<b>Parks</b>				
<u>Agua Linda Park Bldg.</u> 8732 E. McDonald	Conc./Block	4/75	1,300	\$ 45,500
<u>Chaparral Park</u> 5401 N. Hayden Road	Conc./Block	10/74	4,650	120,000
<u>Chestnut Park</u> 4565 N. Granite Reef Senior Citizen Center Ramadas	Adobe Conc./Block	8/65 7/69	950 693	28,000 16,800
<u>Cholla Park</u> 14501 N. Hayden Road Control Building	Conc./Block	12/71	1,904	53,000
<u>Eldorado Park</u> Recreation Center 2311 N. Miller Road Pool/Bath House 2301 N. Miller Road Restrooms 2301 N. Miller Road South Control Bldg. 1909 N. Miller Concession Stand 2301 N. Miller Road	Conc./Block Conc./Block Conc./Block Conc./Block Conc./Block	10/68 6/68 7/70 7/70 1970	10,000 3,515 350 1,944 210	280,000 90,000 9,000 55,000 5,000
<u>Paiute Park</u> 6535 E. Osborn Control Building	Conc./Block	--	500	23,540
<u>Pima Park</u> 8600 E. Thomas Road	Conc./Block	--	500	24,000
<u>Baseball Stadium</u> 7408 E. Osborn	Wood Frame	--	12,000	200,000
<u>Vista Del Camino</u> 7700 E. Roosevelt	Conc./Block	8/73	8,753	442,000
<u>McCormick Park</u> 7303 E. Indian Bend Bldg./North Branch Library Storage Building Railroad Train Shed Train Depot Peoria Building Machine Shop Museum North Star - Train Car	Adobe Adobe Steel Wood Frame Wood Frame Wood Frame Steel	12/67 12/67 12/71 4/75 4/75 1974 --	3,108 616 6,400 504 1,008 180 750	98,000 14,000 113,000 10,000 20,000 3,600 109,000
<b>TOTAL PARKS</b>				<u>\$1,759,440</u>

TABLE XVIa  
(continued)CITY OF SCOTTSDALE  
GENERAL INSURANCE  
JUNE 30, 1979REAL PROPERTY (BUILDINGS)

<u>FACILITY/ADDRESS</u>	<u>CONSTRUCTION</u>	<u>ACQ. DATE</u>	<u>AREA SQ. FEET</u>	<u>REPLACEMENT COST (6/30/79)</u>
Neighborhood Development <u>Apartments</u> 7548 East Osborn	Conc./Block	7/74	4,896	\$ 132,000
<u>Houses</u> 7714 E. Kimsey	Wood Frame	12/74	1,300	38,000
7716 E. McKinley	Wood Frame	12/74	1,200	35,000
<u>Apartments</u> 1200 N. 77th Street "A"	Conc./Block	10/75	6,150	141,000
1200 N. 77th Street "B"	Conc./Block	10/75	3,600	84,000
"A" 8 units, "B" 3 units				
			<b>TOTAL NEIGHBORHOOD DEVELOPMENT</b>	<b>\$ 430,000</b>
Maintenance Complex <u>Street Maintenance</u> 1327 E. McKellips	Conc./Block	8/71	8,479	\$ 254,000
<u>Storage Building</u> 1327 E. McKellips	Metal	7/66	600	10,000
<u>Sanitation Center</u> 1325 E. McKellips	Conc./Block	7/66	3,640	127,000
<u>Fleet Maintenance</u> 1323 E. McKellips	Conc./Block	11/64	20,646	468,000
<u>P/M Building</u> 1323 E. McKellips	Conc./Block	2/69	1,600	35,000
<u>Auto Parts Building</u> 1323 E. McKellips	Sheet Metal	11/74	1,600	21,000
<u>Facilities Maintenance Shop</u> 1601 E. McKellips	Sheet Metal	11/74	1,600	21,000
<u>Facilities Maintenance Bldg.</u> 1601 E. McKellips	Conc./Block	2/75	5,400	138,000
<u>Mower Shop</u> 1323 E. McKellips	Conc./Block	9/67	780	18,000
			<b>TOTAL MAINTENANCE COMPLEX</b>	<b>\$1,092,000</b>
Airport <u>Terminal</u> 7600 E. Butherus Drive	Conc./Block	1/68	4,240	\$ 157,000
<u>Service Hangar</u> 7600 E. Butherus Drive	Conc./Block	1/68	15,714	387,000
<u>"T" Hangars</u> 7600 E. Butherus Drive	Conc./Block	11/71	14,400	240,000

TABLE XVIa  
(continued)CITY OF SCOTTSDALE  
GENERAL INSURANCE  
JUNE 30, 1979REAL PROPERTY (BUILDINGS)

<u>FACILITY/ADDRESS</u>	<u>CONSTRUCTION</u>	<u>ACQ. DATE</u>	<u>AREA SQ. FEET</u>	<u>REPLACEMENT COST (6/30/79)</u>
Airport (continued)				
<u>Fuel Dispensing and Underground Tank</u> 7600 E. Butherus Drive	Conc./Block	6/68	576	\$ 120,000
<u>F.A.A. Building</u> 7600 E. Butherus Drive	Conc./Block	7/72	5,930	<u>296,000</u>
		<b>TOTAL AIRPORT</b>		<b><u>\$ 1,200,000</u></b>
Civic Center Complex				
<u>City Hall</u> 3939 Civic Center Plaza	Conc./Block	10/68	36,000	\$ 1,820,000
<u>Library</u> 3839 Civic Center Plaza	Conc./Block	10/68	39,000	1,968,000
<u>Public Service</u> 3739 Civic Center Plaza	Conc./Block	4/72	23,260	1,174,000
<u>Civic Center Pool</u> 3639 Civic Center Plaza	Conc./Block	6/66	1,200	30,000
<u>Mall Parking Facility</u> 7335 Civic Center Mall (446 spaces)	Conc./Block	12/74	140,000	1,264,000
<u>Civic Center Storage Bldg.</u> 3639 Civic Center Plaza	Conc./Block	1975	320	6,848
<u>Court Building</u> 3629 Civic Center Plaza	Conc./Block	9/75	7,500	300,000
<u>Center for the Arts</u> 7384 East Second Street	Conc./Block	9/75	88,000	4,871,000
<u>Senior Center I</u>	Conc./Block	9/76	5,200	240,000
<u>Senior Center II</u>	Conc./Block	11/77	5,145	230,000
<u>Senior Center III</u> 7375 E. 2nd Street	Conc./Block	2/79	3,712	<u>221,000</u>
		<b>TOTAL CIVIC CENTER COMPLEX</b>		<b><u>\$12,124,848</u></b>
Fire Department				
<u>Fire Station #10</u> 2857 N. Miller Road	Conc./Block	8/68	8,424	\$ 275,000
<u>Fire Station #11</u> 7339 E. McDonald	Conc./Block	12/71	4,023	143,000
<u>Fire Station #12</u> 13665 N. Scottsdale Rd.	Conc./Block	12/71	2,120	<u>69,000</u>
		<b>TOTAL FIRE DEPARTMENT</b>		<b><u>\$ 487,000</u></b>

TABLE XVIa  
(continued)CITY OF SCOTTSDALE  
GENERAL INSURANCE  
JUNE 30, 1979REAL PROPERTY (BUILDINGS)

<u>FACILITY/ADDRESS</u>	<u>CONSTRUCTION</u>	<u>ACQ. DATE</u>	<u>AREA SQ. FEET</u>	<u>REPLACEMENT COST (6/30/79)</u>
Miscellaneous				
Flood Control				
7801 E. Thomas	Adobe	9/75	1,524	\$ 39,330
7811 E. Thomas	Adobe	9/75	754	19,000
Warehouse				
7501 E. Second Street	Conc./Block	1972	17,200	<u>372,500</u>
			TOTAL MISCELLANEOUS	<u>\$ 430,830</u>
			TOTAL REAL PROPERTY	<u>\$17,524,118</u>

TABLE XVII

CITY OF SCOTTSDALE  
SALARIES AND SURETY BONDS OF PRINCIPAL OFFICIALS  
FOR FISCAL YEAR ENDED JUNE 30, 1979

<u>OFFICIAL TITLE</u>	<u>ANNUAL SALARY</u>		<u>BOND</u>
	<u>MINIMUM</u>	<u>MAXIMUM</u>	
Mayor		\$14,400	\$ 10,000
Councilmen (6)		7,200	10,000
City Manager	\$37,598	\$47,985	1,000,000
City Attorney	30,105	38,423	1,000,000
City Clerk	14,711	18,776	1,000,000
City Treasurer	30,105	38,423	1,000,000
City Magistrate	27,956	35,679	1,000,000

PUBLIC EMPLOYEES HONESTY AND FAITHFUL PERFORMANCE BOND

All City Employees

\$1,000,000  
per employee

TABLE XVIII

CITY OF SCOTTSDALE  
MISCELLANEOUS STATISTICAL DATA  
JUNE 30, 1979

Date of Incorporation - June 25, 1951  
Date Charter Adopted - November 16, 1961  
Form of Government - Council/Manager

Population	Area - Square Miles
1951 Census - 2,032	1951 - .62
1960 Census - 10,026	1961 - 4.90
1965 Special Census - 54,504	1971 - 73.60
1970 Census - 67,823	1975 - 87.00
1975 Special Census - 78,065	1978 - 92.00
1979 (Est. 6/30/79) - 97,900	
<b>Miles of Streets and Alleys</b>	
Streets	438.82
Alleys	150.32
<b>Miles of Sewers</b>	
Storm	9.50
Sanitary	289.47
<b>Fire Protection</b>	
Number of Stations	4
The City of Scottsdale has no fire employees but contracts with Metropolitan Fire Department Inc. to provide fire service to all residents.	
<b>Police Protection</b>	
Number of Employees	180
Number of Law Violations (excluding parking)	20,861
Number of Vehicles	78
The City jail is a holding facility. All long-term prisoners are incarcerated in the County jail.	
<b>Recreation</b>	
Parks - Number of Acres	1,721
Number of Swimming Pools	3
Number of Other Recreation Facilities	17
These include schools and school playgrounds in cooperation with Scottsdale School District.	
<b>Water Enterprise</b>	
Number of Users (No. Units)	16,617
Annual Consumption (Gallons)	3,251,271,500
Plant Capacity	17,400,000 G.P.D.
Miles of Distribution Lines	181.08
Number of Street Lights	3,533
<b>Employees as of June 30, 1979</b>	
Full Time	727
Part Time	247
Grant Funded	120
Total	1,094
<b>Elections</b>	
Number of Registered Voters as of Last Regular Election (Feb. '78)	37,350
Number Voting in Last Municipal Election	6,139
% Voting in Last Municipal Election	16%
<b>Population</b>	
Median Age of Residents	34.6
Median Household Income	\$21,129
Median Home Value	\$55,425

TABLE XVIIIa

CITY OF SCOTTSDALE  
MISCELLANEOUS STATISTICAL DATA  
JUNE 30, 1979

<u>BUILDING PERMITS FISCAL YEAR</u>	<u>NO. PERMITS</u>	<u>VALUATION</u>
1979	6,340	\$177,919,090
1978	5,526	145,059,891
1977	3,300	53,994,398
1976	2,278	35,877,474
1975	2,188	52,306,882
1974	3,246	55,963,717
1973	3,869	67,606,320
1972	3,918	56,873,192
1971	3,030	41,523,463
1970	3,422	40,221,405



