



Fiscal Year 2024-25 Year-End Financial Report

January 13, 2026





Presentation Outline

- Understanding Financial Reporting
- Highlights from the Audited Financial Report
- City's Fiscal Health



Understanding Financial Reporting



Annual Reports

- Annual Comprehensive Financial Report (ACFR)
 - Financial information presented in accordance with U.S. Generally Accepted Accounting Principles (GAAP)
 - Statement of Net Position/Fund Balance
 - Revenues, Expenditures, and Changes in Fund Balance
- Single Audit Reporting Package
 - ACFR
 - Schedule of Expenditures of Federal Awards (SEFA)
 - Internal control and compliance report over the annual financial report
 - Internal control and compliance report over federal programs
- Annual Expenditure Limitation Report



Funds

Governmental Funds

- General Fund
- Special Revenue Funds
- Capital Projects Funds
- Debt Service
- Permanent Fund

Proprietary Funds:

- Enterprise Funds
- Internal Service Funds



Net Position & Fund Balance

Net Position:

- Net Investment in Capital Assets
- Restricted
- Unrestricted

Fund Balance:

- Nonspendable
- Restricted
- Committed
- Assigned
- Unassigned



Highlights From the Audited Financial Report





GFOA Excellence in Financial Reporting Award



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Glendale
Arizona**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO

Thank You to our Accounting Team:

- Megan Ellgen
- Julianne Loyd
- Sharon Broderius
- Mark Munson
- Jun Okabe
- Sheng Wang
- Michael Johnson
- Susana Marquez
- Anne Foss
- Maribel Moreno
- Megan Smith



Net Position Improved

(Amounts Shown in Thousands)

	Prior year 6/30/2024	6/30/2025	Change	
Cash & Investments	961,249	1,037,927	76,678	8.0%
Capital Assets, net of depreciation	1,824,254	1,892,000	67,746	3.7%
Other Assets and Deferred Outflows	327,164	292,131	(35,033)	-10.7%
Total Assets and Deferred Outflows	\$3,112,667	\$3,222,058	\$109,391	3.5%
Net Pension Liabilities	218,484	211,469	(7,015)	-3.2%
Bonds Payable	896,195	892,475	(3,720)	0.4%
Other Liabilities and Deferred Inflows	433,853	407,038	(26,815)	-6.2%
Total Liabilities and Deferred Inflows	\$1,548,532	\$1,510,982	(\$37,550)	-2.4%
Total Net Position	\$1,564,135	\$1,711,076	\$146,941	9.4%



Cash and Investments at 6/30/25

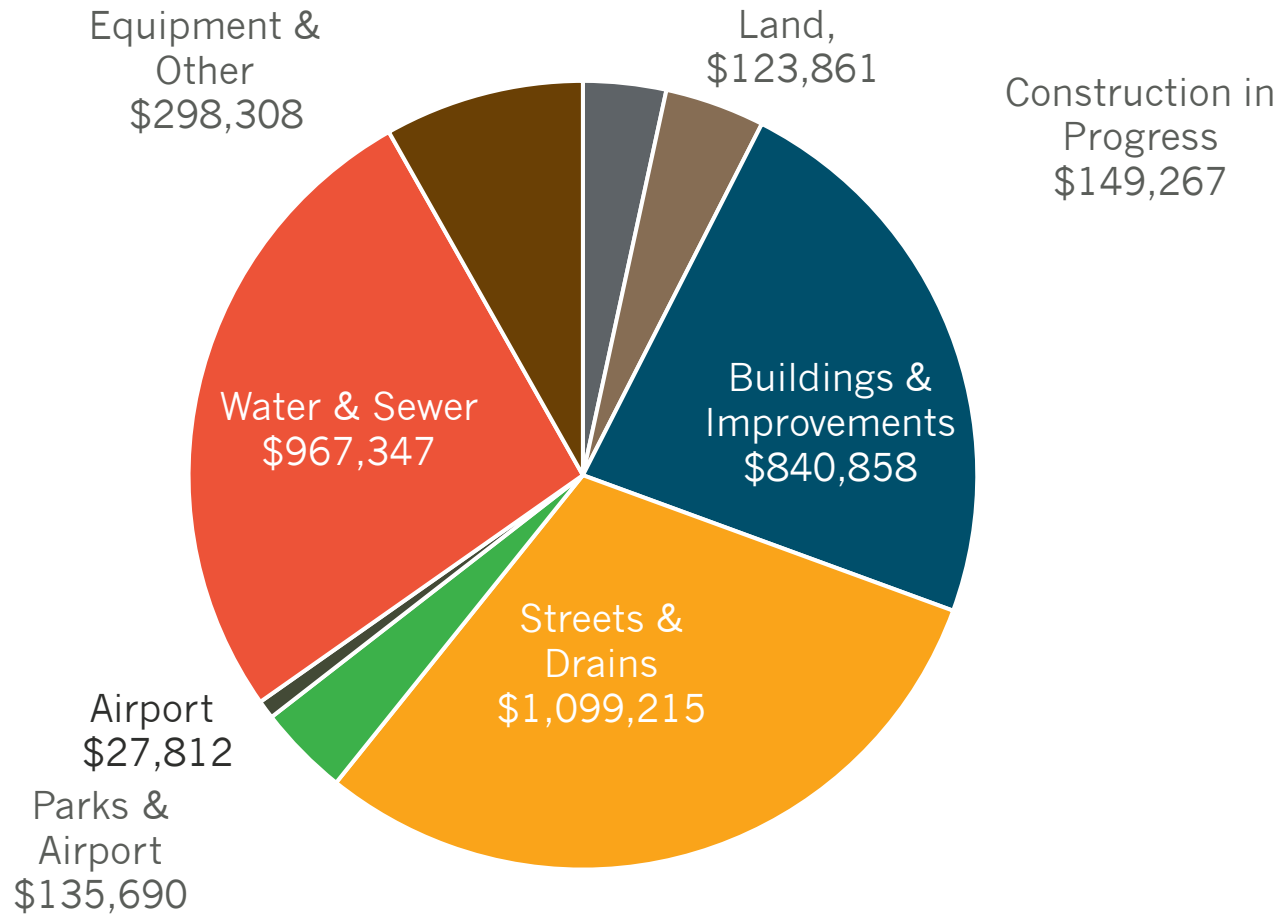
(Amounts Shown in Thousands)

	Prior Year 6/30/2024	6/30/2025	Change	
General Fund	\$257,266	\$313,055	\$55,789	21.7%
Transportation Special Revenue Fund	136,052	109,505	(26,547)	-19.5%
Highway User Revenue Fund	26,318	29,825	3,507	13.2%
Capital Projects Funds	220,422	202,520	(17,902)	-8.1%
Debt Service Funds	97,747	99,848	2,101	2.1%
Other Restricted Funds	16,508	19,617	3,109	18.8%
Water & Sewer	86,360	121,135	34,775	40.3%
Landfill	8,441	10,991	2,550	30.5%
Other Enterprise Funds	4,837	7,967	3,130	64.7%
Internal Service Funds	107,298	123,464	16,166	15.1%
Total Cash & Investments	\$961,249	\$1,037,927	\$76,678	8.0%



Capital Assets at 6/30/25

(Amounts Shown in Thousands)

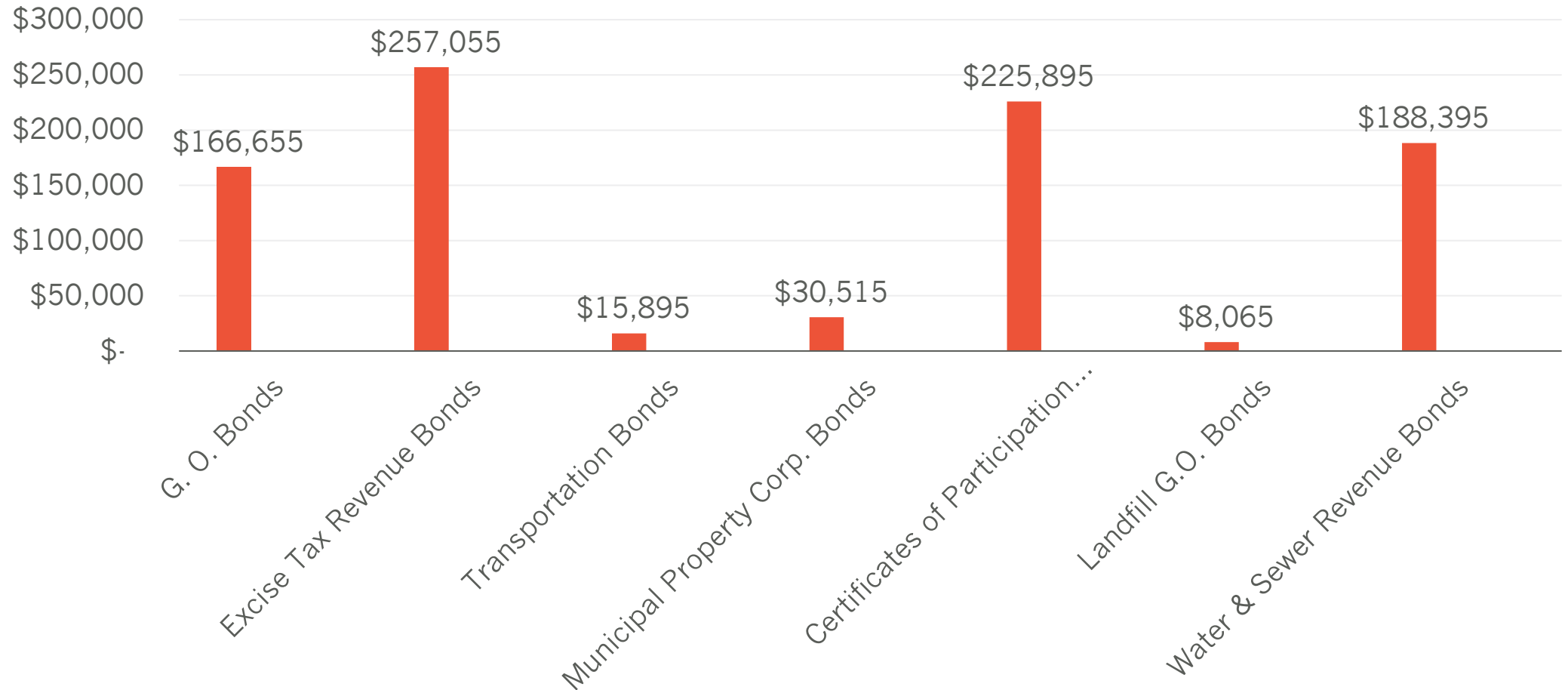


- Total Asset Value: \$3,642,358
- Less Depreciation: \$1,750,358
- Net Book Value: \$1,892,000



Outstanding Bonded Debt at 6/30/25

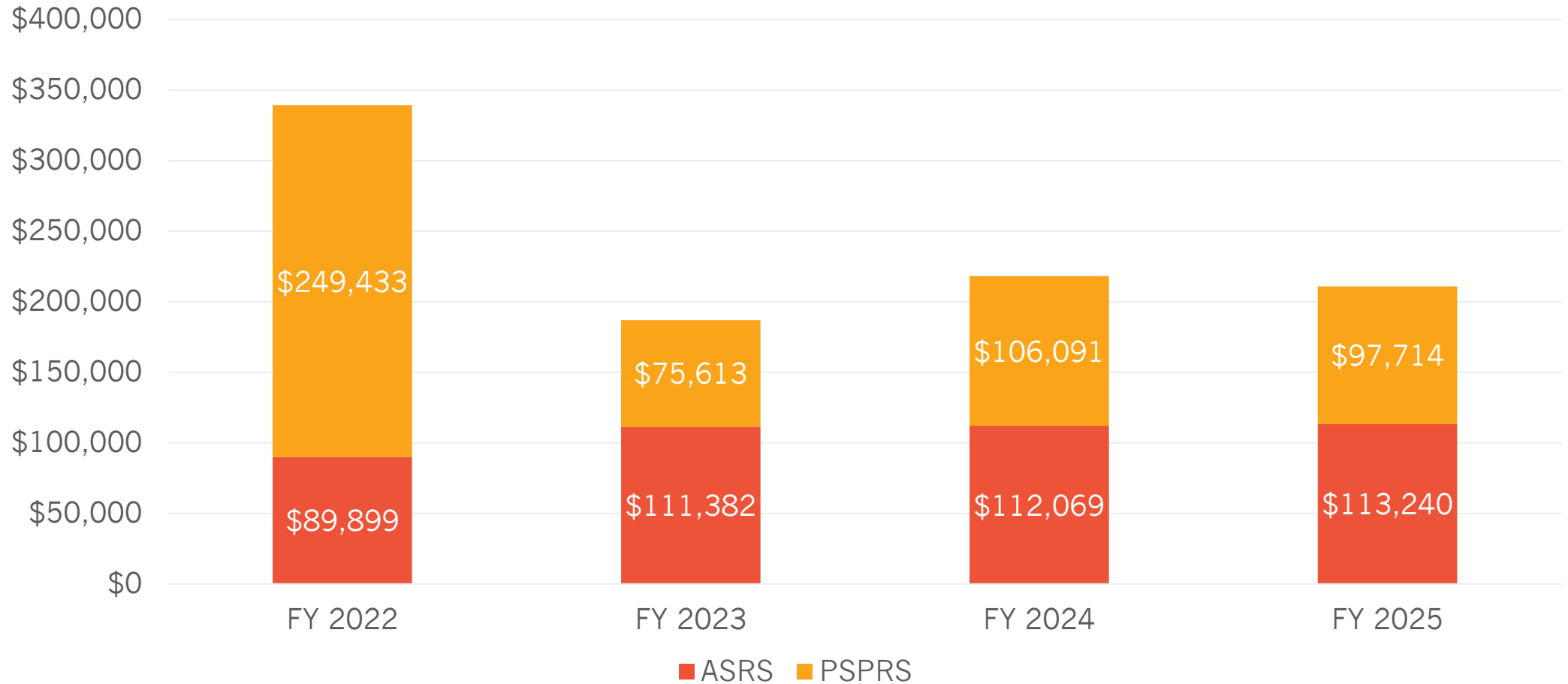
(Amounts Shown in Thousands)





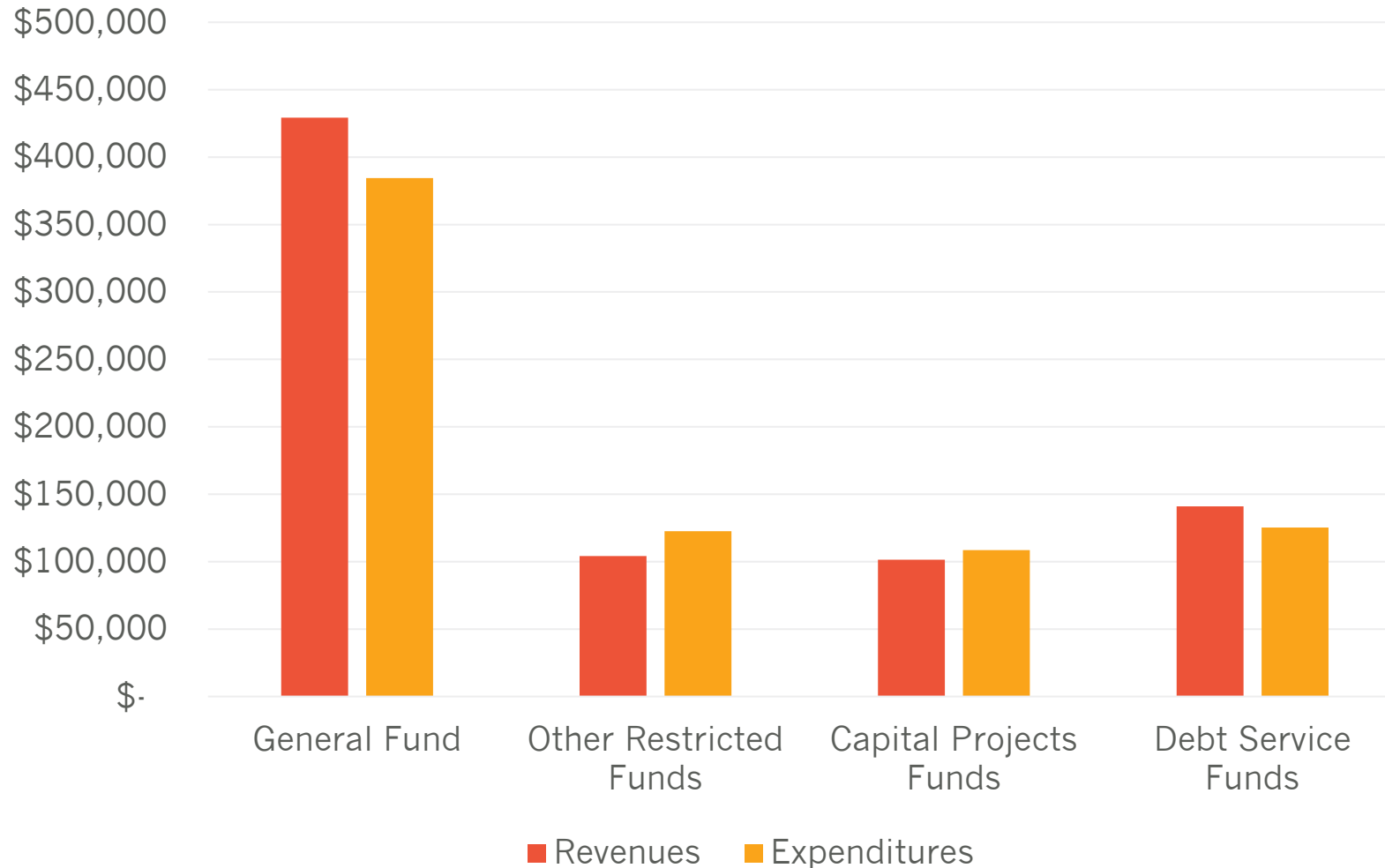
Change In Net Pension Liabilities

(Amounts Shown in Thousands)





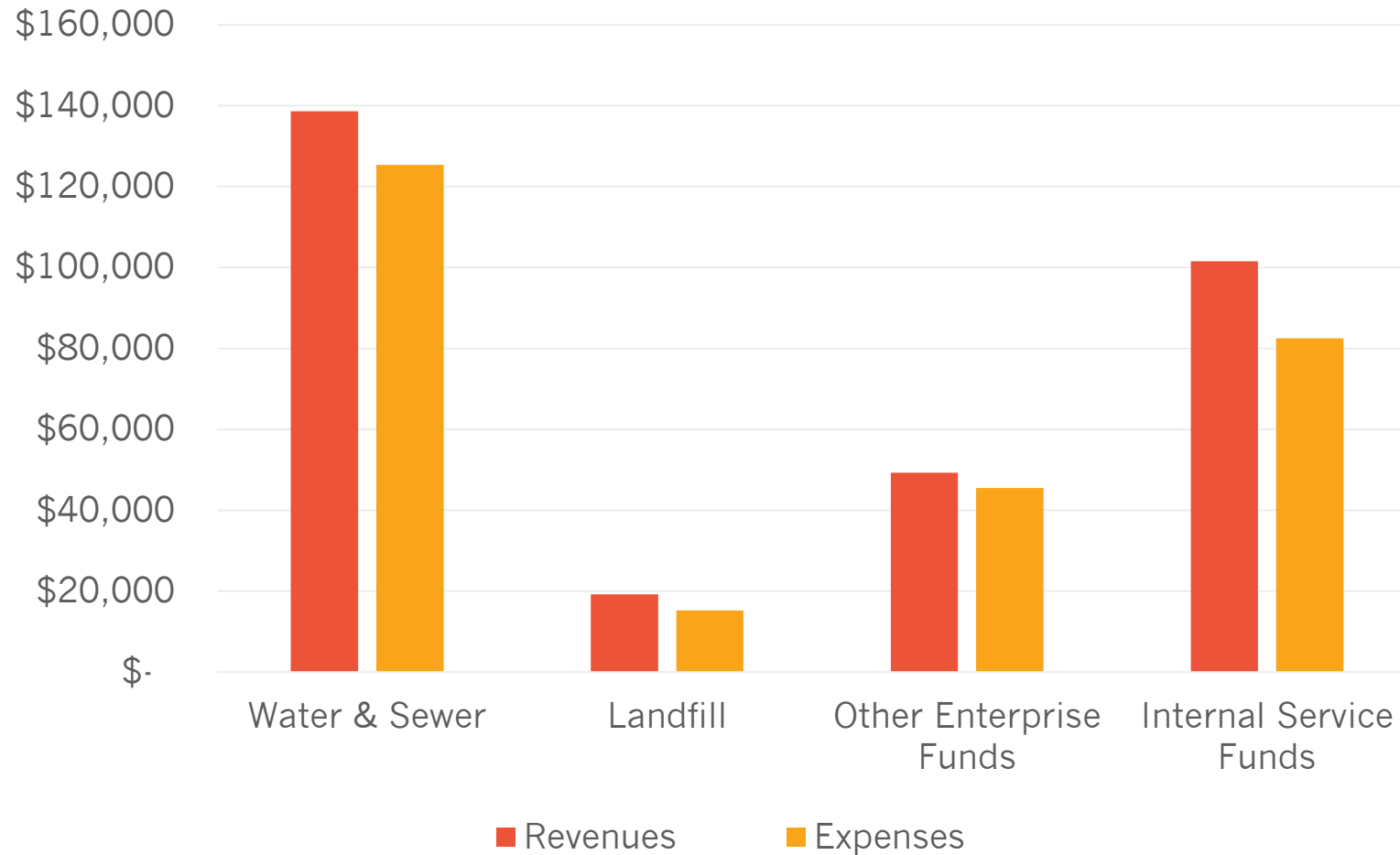
FY25 Governmental Funds' Revenues, Expenditures, Other Sources & Uses (Amounts Shown in Thousands)





FY25 Enterprise Funds' Operating and Non-Operating Revenues & Expenses

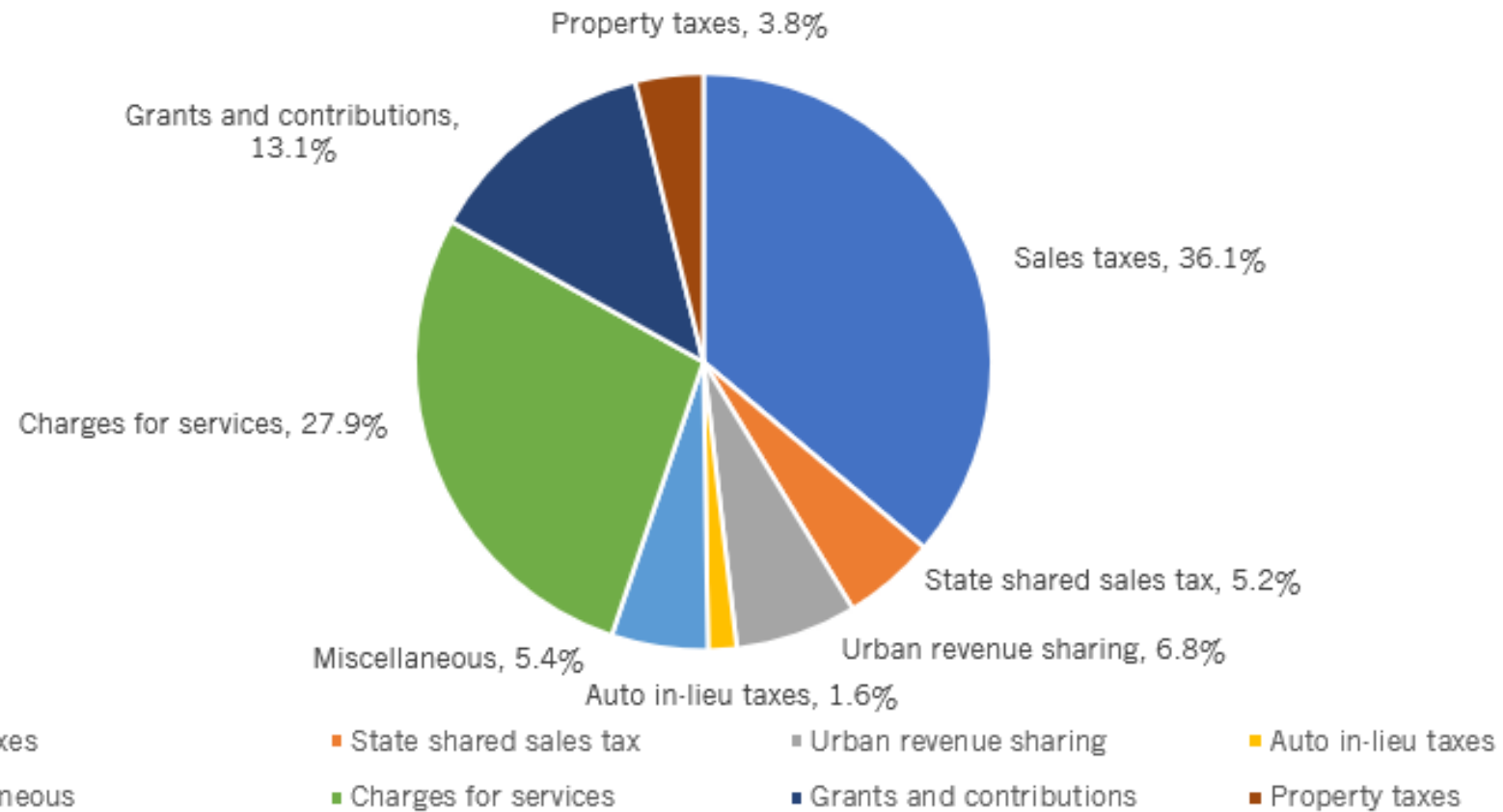
(Amounts Shown in Thousands)





City Revenue Categories

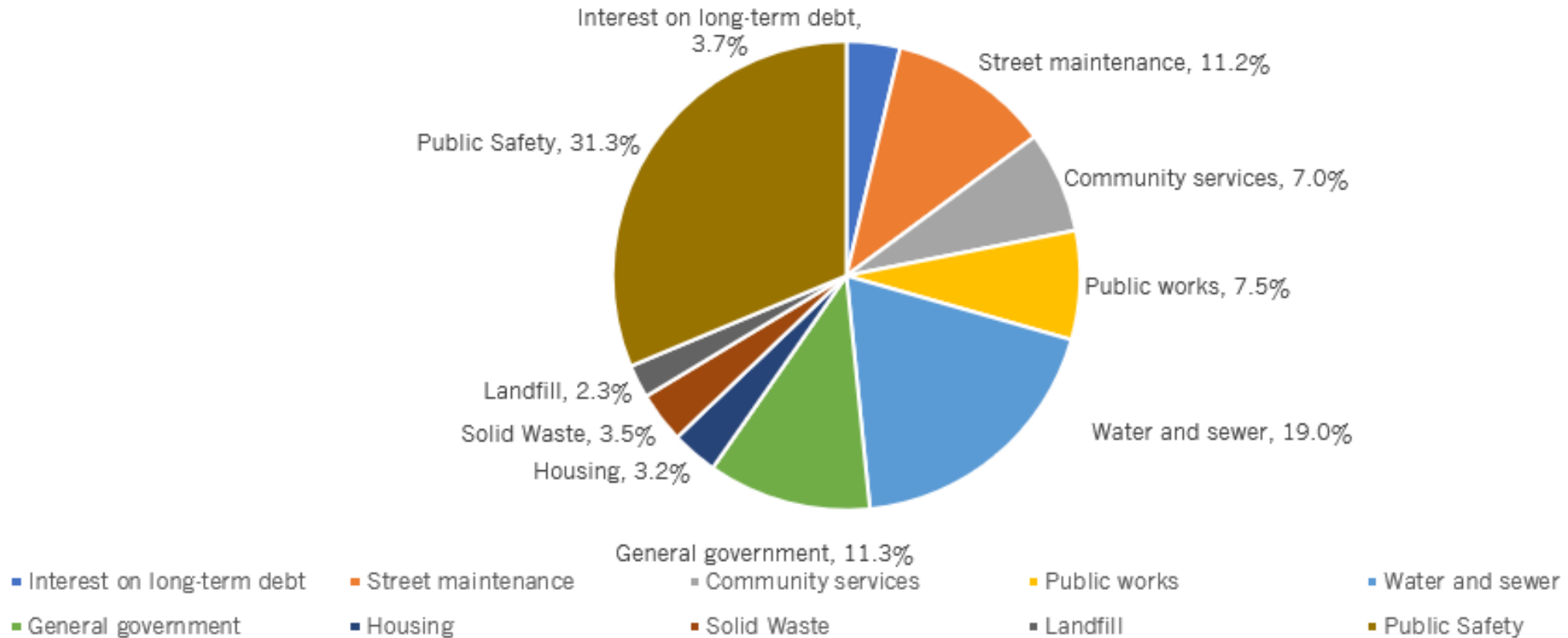
REVENUES BY SOURCE





City Expense Categories

EXPENSES BY FUNCTION





City's Fiscal Health





Credit Ratings Improved

- S&P – upgraded the City’s GO bonds issuer rating from AA to AA+ and the COPs taxable bond rating from AA- to AA.
- S&P – upgraded the City’s Senior Lien Excise Tax Revenue Obligations and Senior Lien Excise Tax Obligations issued by the Glendale MPC from AA+ to AAA.



City's Credit Ratings Over Time

General Obligation Issuer Rating			
Year	Moody's	S&P	Fitch
2013	A2	A-	NR
2014	A3	BBB+	NR
2015	A3	BBB+	NR
2016	A2	A+	NR
2017	A1	A+	NR
2018	A1	A+	NR
2019	A1	AA-	NR
2020	A1	AA-	NR
2021	A1	AA-	AAA/AA
2022	A1/Aa2	AA	AAA/AA
2023	A1/Aa2	AA	AAA/AA
2024	Aa3/Aa2	AA	AAA/AA
2025	Aa3/Aa2	AA+	AAA/AA



Revenue Growth

- Modest revenue growth after years of the pandemic and post-pandemic spending and inflation
 - Residential Rental Tax eliminated beginning January 2025
- TPT Growth is expected to slow for future fiscal years and will be monitored and managed through the annual budget process



Annual Expenditure Limitation Report

- City's expenditure limitation calculated by the State:
 - Base limit adjustments for changes in population and inflation
- Maximum limit on the City's spending of certain revenues (local revenues) on annual operating expenditures



Expenditure Limitation

(Amounts Shown in Thousands)

	6/30/24	6/30/25	6/30/26
State Calculated Limit	\$730,771	\$765,293	\$792,661
Expenditures Subject to the Limit	491,598	\$ 524,708 (estimate, unaudited)	N/A
Amount Under the Limit	\$239,173	\$240,585	N/A



Questions?