



City Council Regular Meeting

City Hall - Council Chambers

1900 N. Civic Square

Goodyear, AZ 85395

Monday, December 11, 2023

Immediately following the Work Session that begins at 5:00 PM

Mayor
Joe Pizzillo

Vice Mayor
Laura Kaino

Councilmember
Sheri Lauritano

Councilmember
Wally Campbell

Councilmember
Bill Stipp

Councilmember
Brannon Hampton

Councilmember
Vicki Gillis

CITIZEN COMMENTS/APPEARANCES FROM THE FLOOR

Please complete a speaker card and submit it to the City Clerk prior to the meeting being convened, if possible. Each speaker is limited to three (3) minutes. Once the City Clerk has called your name, step up to the lectern and begin by clearly stating your name for the record and whether you are a Goodyear resident.

NON-AGENDA ITEMS

Members of the public may address the City Council regarding any non-agenda item within the jurisdiction of the City Council. The City Council will listen to comments and may take any of the following actions:

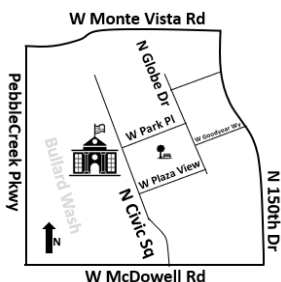
- Respond to criticism.
- Request that staff investigate and report on the matter.
- Request that the matter be scheduled on a future agenda.

AGENDA ITEMS

Members of the public may address the City Council regarding any item on the Consent, Public Hearing and/or Business portions of the agenda. Each speaker's name will be called in turn once the item has been reached and after City staff have completed their presentation.

PROCEDURES

Pursuant to A.R.S. § 38-431.02, notice is hereby given to the members of the Goodyear City Council and to the general public that the Council of the city of Goodyear will hold a meeting open to the public. Public body members of the city of Goodyear will attend either in person or by telephone conference call and/or video communication. The Goodyear City Council may vote to go into Executive Session, pursuant to A.R.S. § 38-431.03(A)(3), which will not be open to the public, to discuss certain matters. Meetings are conducted in accordance with the City Council Meetings Council Rules of Procedure adopted by Resolution No.2018-1879.



City Clerk's Office: 1900 N. Civic Square, Goodyear, AZ 85395 (623) 882-7830

www.goodyearaz.gov/cityclerk

City Council Meeting Live Broadcast: <https://www.facebook.com/goodyearazgov/videos>

Immediately following the Work Session that begins at 5:00 p.m.

CALL TO ORDER

ROLL CALL

PLEDGE OF ALLEGIANCE AND INVOCATION BY VICE MAYOR KAINO

COMMUNICATIONS

1. Mayor Pizzillo will recognize student athletes from Millennium High School and Trivium Preparatory Academy for recently winning high school athletic state championships.

CITIZEN COMMENTS/APPEARANCES FROM THE FLOOR

CONSENT

2. **APPROVAL OF MINUTES
RECOMMENDATION**

Approve the draft minutes of the November 27, 2023 Special Meeting and Regular Meeting and the December 4, 2023 Special Meeting. (Darcie McCracken, City Clerk)

3. **APPROVAL OF NEW SERIES 12 (RESTAURANT) LIQUOR LICENSE FOR
MACAYO'S MEXICAN FOOD
RECOMMENDATION**

Recommend approval to the Arizona Department of Liquor Licenses and Control (DLLC) of Application No. 266925, a request by Navayogasingam Thuraisingam, agent of Macayo's Mexican Food for a new series 12 liquor license. Macayo's Mexican Food is located at 1474 N Litchfield Road, Goodyear, AZ 85338. (Darcie McCracken, City Clerk)

4. **INTERGOVERNMENTAL AGREEMENT (IGA) WITH MARICOPA COUNTY FOR
THE ALLOCATION OF AMERICAN RESCUE PLAN ACT (ARPA) FUNDS TO
SUPPORT THE DEVELOPMENT OF AFFORDABLE HOUSING IN GOODYEAR
RECOMMENDATION**

Authorize the Mayor to execute an Intergovernmental Agreement (IGA) with Maricopa County to receive American Rescue Plan Act (ARPA) funds to be used to support the development of affordable housing in Goodyear. (Jenna Goad, Assistant to the City Manager)

5. **SOUTHWEST FAMILY ADVOCACY CENTER INTERGOVERNMENTAL AGREEMENT (IGA) WITH CITY OF AVONDALE
RECOMMENDATION**

Approve the Southwest Family Advocacy Center Intergovernmental Agreement (IGA) with Partnering Agencies and Department of Child Safety. (Art Miller, Interim Chief of Police)

6. **TOHONO O'ODHAM NATION GRANT-IN-AID AGREEMENT
RECOMMENDATION**

Approve the Grant-In-Aid agreement provided by the Tohono O'odham Nation. (Christina Panaitescu, Grants & Neighborhood Services Supervisor)

BUSINESS

7. **ANNUAL COMPREHENSIVE FINANCIAL REPORT (ACFR) AND AUDIT RESULTS
RECOMMENDATION**

Provide the Fiscal Year 2023 Annual Comprehensive Financial Report and audit results. No action is required. (Jared Askelson, Interim Finance Director)

8. **2024 STATE AND FEDERAL LEGISLATIVE AGENDA
RECOMMENDATION**

ADOPT RESOLUTION NO. 2023-2365, ADOPTING A 2024 STATE AND FEDERAL LEGISLATIVE AGENDA AND PROVIDING AUTHORIZATION TO THE CITY MANAGER OR HER DESIGNEE(S) TO TAKE ACTION. (Ginna Carico, Government Relations Manager)

INFORMATION ITEMS

Comments, commendations, report on current events and presentations by Mayor, Councilmembers, staff or members of the public. The Council may not propose, discuss, deliberate or take any legal action on the information presented, pursuant to A.R.S. § 38-431.02.

- Reports from the Mayor and City Council
This may include current events and activities as well as requests for information or future agenda items.
- Report from the City Manager
This may include updates from events, staff summary, update of legislative issues,

clarification on items being requested by City Council and Manager's update on Council Related Matters.

FUTURE MEETINGS

Future meetings are tentatively scheduled as follows:

December 18, 2023

Council Meeting

5:00 p.m.

ADJOURNMENT

THE CITY OF GOODYEAR ENDEAVORS TO MAKE ALL PUBLIC MEETINGS ACCESSIBLE TO PERSONS WITH DISABILITIES. With 48-hour advance notice, special assistance can be provided for sight and/or hearing-impaired persons at this meeting. Reasonable accommodations will be made upon request for persons with disabilities or non-English speaking residents. Please call the City Clerk (623) 882-7830 or Arizona Relay (TDD) 7-1-1 to request an accommodation to participate in this public meeting.

For Non-English assistance please contact the City Clerk at (623) 882-7830.

Si necesita asistencia o traducción en español, favor de llamar al menos 48 horas antes de la reunión al (623) 882-7830.

POSTING VERIFICATION

This agenda was posted on 12/06/2023 at 3:35 p.m. by PP.

ITEM #: 1.
DATE: 12/11/2023
AI #:1795



CITY COUNCIL COMMUNICATION

STAFF PRESENTER(S): Joe Pizzillo, Mayor

SUBJECT:

Mayor Pizzillo will recognize student athletes from Millennium High School and Trivium Preparatory Academy for recently winning high school athletic state championships.

ITEM #: 2.
DATE: 12/11/2023
AI #:1803



APPROVAL OF MINUTES

SUBJECT

APPROVAL OF MINUTES

RECOMMENDATION

Approve the draft minutes of the November 27, 2023 Special Meeting and Regular Meeting and the December 4, 2023 Special Meeting. (Darcie McCracken, City Clerk)

Attachments

November 27, 2023 Special Meeting minutes - draft
November 27, 2023 Regular Meeting minutes - draft
December 4, 2023 Special Meeting minutes - draft

City Council Special Meeting

City Hall - Council Chambers
1900 N. Civic Square
Goodyear, AZ 85395



Monday, November 27, 2023

5:00 p.m.

Meeting Minutes

CALL TO ORDER

Mayor Pizzillo called the Special Meeting to order at 5:00 p.m.

ROLL CALL

Present: **Mayor Joe Pizzillo; Vice Mayor Laura Kaino; Councilmember Sheri Lauritano; Councilmember Wally Campbell; Councilmember Bill Stipp; Councilmember Brannon Hampton; Councilmember Vicki Gillis**

Staff Present: City Manager Wynette Reed; City Attorney Roric Massey; City Clerk Darcie McCracken

[Councilmember Campbell participated via Teams.]

BUSINESS

A VOTE MAY BE HELD TO CALL AN EXECUTIVE SESSION FOR THE FOLLOWING:

1. CANVASS THE NOVEMBER 7, 2023 ELECTION RESULTS

City Clerk Darcie McCracken presented information on the Canvass, thanked the members of the Citizen Bond Exploratory Committee and added that voter turnout was 30.54%, which was one of the highest in the city's history.

Council thanked the Bond Committee for their service.

MOTION BY Councilmember Brannon Hampton, SECONDED BY Vice Mayor Laura Kaino to ADOPT RESOLUTION 2023-2369, DECLARING AND ADOPTING THE RESULTS OF THE SPECIAL ELECTION HELD ON NOVEMBER 7, 2023; DECLARING THE RESULTS ON THE BOND QUESTIONS; ADOPTING THIS RESOLUTION AS A CERTIFICATE OF THE RESULT; ORDERING THE INDEBTEDNESS AUTHORIZED THEREBY; AND ORDERING THE CITY CLERK TO RECORD THIS RESOLUTION. The motion carried as follows:

AYE: Mayor Joe Pizzillo, Vice Mayor Laura Kaino, Councilmember Sheri Lauritano, Councilmember Wally Campbell, Councilmember Bill Stipp, Councilmember Brannon Hampton, Councilmember Vicki Gillis

Passed - Unanimously

ADJOURNMENT

There being no further business to discuss, Mayor Pizzillo adjourned the Special Meeting at 5:03 p.m.

Darcie McCracken, City Clerk

Joe Pizzillo, Mayor

Date: _____

CERTIFICATION

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the CITY COUNCIL SPECIAL MEETING of the city of Goodyear, Arizona, held on November 27, 2023. I further certify that the meeting was duly called and held and that a quorum was present.

Dated this ____ day of _____, 2023.

SEAL:

Darcie McCracken, City Clerk

City Council Regular Meeting

City Hall - Council Chambers
1900 N. Civic Square
Goodyear, AZ 85395



Monday, November 27, 2023

Meeting Minutes

Immediately following the Special Meeting that began at 5:00 p.m.

CALL TO ORDER

Mayor Pizzillo called the Regular Meeting to order at 5:05 p.m.

ROLL CALL

Present: **Mayor Joe Pizzillo; Vice Mayor Laura Kaino; Councilmember Sheri Lauritano; Councilmember Wally Campbell; Councilmember Bill Stipp; Councilmember Brannon Hampton; Councilmember Vicki Gillis**

Staff Present: City Manager Wynette Reed; City Attorney Roric Massey; City Clerk Darcie McCracken

[Councilmember Campbell participated by telephone.]

PLEDGE OF ALLEGIANCE AND INVOCATION BY MAYOR PIZZILLO

COMMUNICATIONS

1. Mayor Pizzillo will make a presentation to the Phoenix Children's Hospital to support the Animal Assisted Therapy Program.

Mayor Pizzillo spoke about the fund-raising efforts by employees and presented a check to Phoenix Children's Hospital in the amount of \$2,370.

CITIZEN COMMENTS/APPEARANCES FROM THE FLOOR

Goodyear resident Paul Wegeman spoke about the noise and number of aircraft coming from the Phoenix-Goodyear Airport and over his house.

CONSENT

MOTION BY Councilmember Sheri Lauritano, SECONDED BY Councilmember Vicki Gillis to APPROVE Consent Agenda Items 2 through 6. The motion carried as follows:

AYE: Mayor Joe Pizzillo, Vice Mayor Laura Kaino, Councilmember Sheri Lauritano, Councilmember Wally Campbell, Councilmember Bill Stipp, Councilmember Brannon Hampton, Councilmember Vicki Gillis

Passed - Unanimously

2. APPROVAL OF MINUTES

Approve the draft minutes from the November 13, 2023 Regular Meeting. (Darcie McCracken, City Clerk)

3. AUTHORIZE THE DEDICATION OF A UTILITY EASEMENT TO ARIZONA PUBLIC SERVICE (APS) FOR FIRE STATION 188

RECOMMENDATION

Approve and authorize the City Manager to execute the City of Goodyear/APS Utility Easement dedicating to Arizona Public Service a Utility Easement within the City's 8.62-acre parcel located at the northeast corner of Citrus Road and Harrison Street needed to provide electrical service to Fire Station 188. (Kimberly Romero, Real Estate Coordinator)

4. AUTHORIZATION OF EXPENDITURE OF DESIGN FUNDS FOR APPROVED CIP PROJECT #42052 – BULLARD AVENUE IMPROVEMENTS - CELEBRATE LIFE WAY TO ROOSEVELT STREET

RECOMMENDATION

Authorize the expenditure of design funds up to \$662,100 for Capital Improvement Program (CIP) Project #42052 - Bullard Avenue Improvements - Celebrate Life Way to Roosevelt Street. (Allan Smolko, Senior Project Manager)

5. FINAL PLAT OF LOTS 2 AND 3 COMPASS DATACENTERS-PHX I

RECOMMENDATION

Approve the Final Plat of Lots 2 and 3 Compass Datacenters – PHX I (the "Final Plat"), subject to stipulations. (Marty Crossland, Deputy Director of Development Engineering)

6. FINAL PLAT OF GOODYEAR FIRE STATION 188

RECOMMENDATION

Approve the Final Plat of Goodyear Fire Station 188, subject to stipulations. (Marty Crossland, Deputy Director of Development Engineering)

7. AMEND THE CITY OF GOODYEAR MUNICIPAL USER FEE SCHEDULE

RECOMMENDATION

ADOPT RESOLUTION NO. 2023-2368 APPROVING THE AMENDMENT TO THE CITY OF GOODYEAR MUNICIPAL USER FEE SCHEDULE DATED JULY 1, 2023, AND PROVIDING AND EFFECTIVE DATE. (Anthony A. Polse, Assistant City Attorney)

Council asked that this item be pulled from the Consent Agenda and be heard separately.

Assistant City Attorney Anthony Polse explained the update to the fee schedule for body camera video recordings. He spoke about the number of hours expended by staff and the software needed to redact both video and audio and that time is multiplied for each video for each incident.

Goodyear resident Jen Barber asked questions about the update and spoke about the unfairness for the first requester to pay full price and subsequent requests to pay a lower fee.

Council asked additional questions about the timing for this update. Mr. Polse responded that statutes had recently been updated by the legislature to allow the additional fees and that most other agencies had discussed moving towards the new fee.

Chief Rodriguez added that the law went into effect several years ago, but it was for Arizona Department of Public Safety only. He added that the law was updated so local police agencies could start recovering the funds needed to complete the required redactions.

MOTION BY Councilmember Vicki Gillis, SECONDED BY Councilmember Bill Stipp to ADOPT RESOLUTION NO. 2023-2368 APPROVING THE AMENDMENT TO THE CITY OF GOODYEAR MUNICIPAL USER FEE SCHEDULE DATED JULY 1, 2023, AND PROVIDING AND EFFECTIVE DATE. The motion carried as follows:

AYE: Mayor Joe Pizzillo, Vice Mayor Laura Kaino, Councilmember Sheri Lauritano, Councilmember Wally Campbell, Councilmember Bill Stipp, Councilmember Brannon Hampton, Councilmember Vicki Gillis

Passed - Unanimously

8. POLICE DEPARTMENT MID-YEAR BUDGET REQUEST

RECOMMENDATION

Approve expenditure of funds up to \$3,312,400 for the addition of 14 new mid-year positions in the Police Department. (Santiago Rodriguez, Chief of Police)

Council asked that this item be removed from the Consent Agenda and be heard separately.

Council asked why the Commander position was being requested since the study presented earlier did not list the position as a needed position. Chief of Police Santiago Rodriguez responded that the span of control should be 6; however, the current Deputy Police Chief in charge of patrol has 10 direct reports and is on call 24/7 as there is no one else to provide that level of command for these functions. The commander function would take over the day-to-day operations and allow the Deputy Chief to do more strategic planning and other deputy chief functions.

MOTION BY Vice Mayor Laura Kaino, SECONDED BY Councilmember Sheri Lauritano to APPROVE expenditure of funds up to \$3,312,400 for the addition of 14 new mid-year positions in the Police Department. The motion carried as follows:

AYE: **Mayor Joe Pizzillo, Vice Mayor Laura Kaino, Councilmember Sheri Lauritano, Councilmember Wally Campbell, Councilmember Bill Stipp, Councilmember Brannon Hampton, Councilmember Vicki Gillis**

Passed - Unanimously

PUBLIC HEARINGS

9. PROPOSED DEVELOPMENT IMPACT FEES

Mayor Pizzillo opened the public hearing at 5:45 p.m.

Deputy Finance Director Jared Askelson provided a brief summary of the item and reviewed the changes when compared to the 2018 update.

There being no public speakers, Mayor Pizzillo closed the public hearing at 5:48 p.m.

Council asked about the offset of the fees for streets and confirmed that incoming developers are paying for the development of the streets. Mr. Askelson confirmed that was the case.

10. REZONE APPROXIMATELY 24.753 ACRES FROM PLANNED AREA DEVELOPMENT (PAD) TO C-2 and R1-A WITH THE LAS BRISAS CORNER DEVELOPMENT REGULATIONS C-2 and R1-A WITH PAD OVERLAY

Mayor Pizzillo opened the public hearing at 5:55 p.m.

Principal Planner Christian Williams gave an overview of the item, highlighting the zoning surrounding the property, the lot sizes, amenities, connectivity, streetscapes and parking. He also reviewed the Commercial PAD overlay stipulations.

Goodyear resident Brian Seeman spoke in opposition to the project with traffic, crime and the product not being right for the neighborhood. He added that there was a bad odor in the area and it was some distance away from anything.

One additional speaker card was submitted in opposition; however, the submitter did not wish to speak.

Jeff Blilie, applicant representative, added that the property was gated and it was a "for-sale" product. He added that any traffic for the property comes in from Perryville.

There being no additional speakers, Mayor Pizzillo closed the public hearing at 6:08 p.m.

Council inquired as to the timing. Mr. Blilie advised they were ready to go forward.

Council asked if the orientation was stipulated and if there were stipulations to prohibit rentals. Mr. Williams said that the city could not regulate the rentals, and that planners would review the orientation of the townhouses to not have townhomes looking directly into the neighboring homes with at least a 30-foot setback.

Council asked if new homes were required to acknowledge if there were issues such as odor in the area. Mr. Williams said there was a waiver that would be required for noise,

odor and other known challenges.

MOTION BY Vice Mayor Laura Kaino, SECONDED BY Councilmember Sheri Lauritano to ADOPT RESOLUTION NO. 2023-2326, DECLARING AS PUBLIC RECORDS THOSE CERTAIN DOCUMENTS INCORPORATED BY REFERENCE IN ORDINANCE 2023-1576 RELATED TO THE REZONING CASE FOR – LAS BRISAS CORNER. The motion carried as follows:

AYE: Mayor Joe Pizzillo, Vice Mayor Laura Kaino, Councilmember Sheri Lauritano, Councilmember Wally Campbell, Councilmember Bill Stipp, Councilmember Brannon Hampton, Councilmember Vicki Gillis

Passed - Unanimously

MOTION BY Councilmember Bill Stipp, SECONDED BY Councilmember Vicki Gillis to ADOPT ORDINANCE NO. 2023-1576, CONDITIONALLY REZONING APPROXIMATELY 24.753 ACRES OF PROPERTY LOCATED AT THE NORTHEAST CORNER OF PERRYVILLE ROAD AND BROADWAY ROAD TO BE KNOWN AS LAS BRISAS CORNER, FROM PLANNED AREA DEVELOPMENT (PAD) TO THE PLANNED AREA DEVELOPMENT (PAD) ZONING DISTRICT WITH AN UNDERLYING ZONING DISTRICT OF C-2 (GENERAL COMMERCIAL) ON THE SOUTHERN 5.512 ACRES AND AN UNDERLYING ZONING DISTRICT OF R1-A (SINGLE FAMILY ATTACHED) ON THE NORTHERN 19.241 ACRES WITH A PAD (PLANNED AREA DEVELOPMENT) OVERLAY OVER THE ENTIRE PROPERTY; AMENDING THE ZONING MAP OF THE CITY OF GOODYEAR; PROVIDING FOR NON-ABRIDGEMENT; PROVIDING FOR CORRECTIONS; PROVIDING FOR SEVERABILITY; PROVIDING FOR AN EFFECTIVE DATE; PROVIDING FOR PENALTIES; AND DIRECTING THE CITY CLERK TO RECORD A COPY OF THIS ORDINANCE. The motion carried as follows:

AYE: Mayor Joe Pizzillo, Vice Mayor Laura Kaino, Councilmember Sheri Lauritano, Councilmember Wally Campbell, Councilmember Bill Stipp, Councilmember Brannon Hampton, Councilmember Vicki Gillis

Passed - Unanimously

BUSINESS

11. COMPENSATION FOR THE MAYOR, VICE MAYOR AND COUNCILMEMBERS

Human Resources Director Lyman Locket introduced members of the Council Compensation Committee. Susan Schmelzer, Chairman, reviewed the process and items considered by the Committee as they determined the recommendations for compensation for Mayor, Vice-Mayor and City Council.

Council thanked the Committee and asked for the chart with benchmark city data to be displayed. Council asked if any of the 11 benchmark cities how many were in the Elected Officials Retirement Plan. Mr. Locket responded that Goodyear was one of two cities that did not contribute to the electeds' retirement.

Ms. Schmelzer commented that the Committee reviewed the time spent by the Council, the benefits available and weighed that with being sensitive to the timing of taking anything to the voters. She added that the Charter does require compensation to be reviewed every two years.

MOTION BY Councilmember Sheri Lauritano, SECONDED BY Councilmember Vicki Gillis to ADOPT RESOLUTION NO. 2023-2372 ACCEPTING THE COUNCIL COMPENSATION COMMITTEE'S RECOMMENDATION AND APPROVE AN ANNUAL COMPENSATION INCREASE OF 5.0% FOR THE MAYOR, VICE MAYOR AND EACH OF THE COUNCILMEMBERS AND PROVIDE FOR AN EFFECTIVE DATE. The motion carried as follows:

AYE: Mayor Joe Pizzillo, Vice Mayor Laura Kaino, Councilmember Sheri Lauritano, Councilmember Wally Campbell, Councilmember Bill Stipp, Councilmember Brannon Hampton, Councilmember Vicki Gillis

Passed - Unanimously

INFORMATION ITEMS

There were no information items.

FUTURE MEETINGS

Future meetings are tentatively scheduled as follows:

December 11, 2023

Council Meeting

5:00 p.m.

EXECUTIVE SESSION

A VOTE MAY BE HELD TO CALL AN EXECUTIVE SESSION FOR THE FOLLOWING:

12. Pursuant to A.R.S. §38-431.03(A) (3) & (4): Discussion and consultation with the City Attorney for legal advice to consider its position and instruct its attorneys regarding the City's position regarding contracts that are the subject of negotiations related to development agreements for the expansion of the Rainbow Valley Water Reclamation Facility.
13. Pursuant to A.R.S. §38-431.03(A) (3) & (4): Discussion and consultation with the City Attorney for legal advice to consider its position and instruct its attorneys regarding the City's position regarding contracts that are the subject of negotiations related to an Intergovernmental Agreement with Maricopa County for the allocation of ARPA funds for the development of affordable housing.

MOTION BY Vice Mayor Laura Kaino, SECONDED BY Councilmember Bill Stipp to CONVENE an Executive Session. The motion carried as follows:

AYE: Mayor Joe Pizzillo, Vice Mayor Laura Kaino, Councilmember Sheri Lauritano, Councilmember Wally Campbell, Councilmember Bill Stipp, Councilmember Brannon Hampton, Councilmember Vicki Gillis

Passed - Unanimously

Council moved into Executive Session at 6:52 p.m.

ADJOURNMENT OF EXECUTIVE SESSION

Mayor Pizzillo adjourned the Executive Session at 7:17 p.m.

RECONVENE REGULAR MEETING

Mayor Pizzillo reconvened the Regular Meeting at 7:17 p.m.

ADJOURNMENT

There being no further business to discuss, Mayor Pizzillo adjourned the Regular Meeting at 7:17 p.m.

Darcie McCracken, City Clerk

Joe Pizzillo, Mayor

Date: _____

CERTIFICATION

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the CITY COUNCIL REGULAR MEETING of the city of Goodyear, Arizona, held on November 27, 2023. I further certify that the meeting was duly called and held and that a quorum was present.

Dated this ____ day of _____, 2023.

SEAL:

Darcie McCracken, City Clerk

City Council Special Meeting

City Hall - Civic Square Conference Room (4th floor)
1900 N. Civic Square
Goodyear, AZ 85395



Monday, December 4, 2023

5:00 p.m.

Meeting Minutes

CALL TO ORDER

Mayor Pizzillo called the Special Meeting to order at 5:00 p.m.

ROLL CALL

Present: **Mayor Joe Pizzillo; Vice Mayor Laura Kaino; Councilmember Sheri Lauritano; Councilmember Wally Campbell; Councilmember Bill Stipp; Councilmember Brannon Hampton; Councilmember Vicki Gillis**

Staff City Manager Wynette Reed; City Attorney Roric Massey; City Clerk Darcie McCracken;
Present: Human Resources Director Lyman Locket

BUSINESS

A VOTE MAY BE HELD TO CALL AN EXECUTIVE SESSION FOR THE FOLLOWING:

1. Pursuant to A.R.S. §38-431.03(A)(1): Discussion with the City Manager regarding her annual performance evaluation.

MOTION BY Vice Mayor Laura Kaino, SECONDED BY Councilmember Vicki Gillis to CONVENE an Executive Session. The motion carried as follows:

AYE: Mayor Joe Pizzillo, Vice Mayor Laura Kaino, Councilmember Sheri Lauritano, Councilmember Wally Campbell, Councilmember Bill Stipp, Councilmember Brannon Hampton, Councilmember Vicki Gillis

Passed - Unanimously

Council moved into Executive Session at 5:01 p.m.

ADJOURNMENT OF EXECUTIVE SESSION

Mayor Pizzillo adjourned the Executive Session at 6:54 p.m.

RECONVENING OF SPECIAL MEETING

Mayor Pizzillo reconvened the Special Meeting at 6:54 p.m.

CONTINUATION OF BUSINESS

2. Council may consider for possible action adjustments to the City Manager's compensation and contract.

MOTION BY Councilmember Bill Stipp, SECONDED BY Councilmember Vicki Gillis to AUTHORIZE the Mayor to work with the City Attorney to execute an amendment to the employment contract with City Manager Wynette Reed to extend the contract and remove the expiration date, provide a market adjustment of 7.62%, and a merit increase of 7.5%, with all other terms and conditions to remain the same. The motion carried as follows:

AYE: Mayor Joe Pizzillo, Vice Mayor Laura Kaino, Councilmember Sheri Lauritano, Councilmember Wally Campbell, Councilmember Bill Stipp, Councilmember Brannon Hampton, Councilmember Vicki Gillis

Passed - Unanimously

ADJOURNMENT

There being no further business to discuss, Mayor Pizzillo adjourned the Special Meeting at 6:56 p.m.

Darcie McCracken, City Clerk

Joe Pizzillo, Mayor

Date: _____

CERTIFICATION

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the CITY COUNCIL SPECIAL MEETING of the city of Goodyear, Arizona, held on December 4, 2023. I further certify that the meeting was duly called and held and that a quorum was present.

Dated this ____ day of _____, 2023.

SEAL:

Darcie McCracken, City Clerk

ITEM #: 3.
DATE: 12/11/2023
AI #:1788



CITY COUNCIL ACTION REPORT

**SUBJECT: APPROVAL OF NEW SERIES 12 (RESTAURANT) LIQUOR
LICENSE FOR MACAYO'S MEXICAN FOOD**

STAFF PRESENTER(S): Darcie McCracken, City Clerk

OTHER PRESENTER(S):

Navayogasingam Thuraisingam, Agent

SUMMARY

The applicant is requesting a recommendation of approval for a new Series 12 (Restaurant) liquor license.

STRATEGIC PLAN ALIGNMENT



Sense of
Community

RECOMMENDATION

Recommend approval to the Arizona Department of Liquor Licenses and Control (DLLC) of Application No. 266925, a request by Navayogasingam Thuraisingam, agent of Macayo's Mexican Food for a new series 12 liquor license. Macayo's Mexican Food is located at 1474 N Litchfield Road, Goodyear, AZ 85338. (Darcie McCracken, City Clerk)

FISCAL IMPACT

The applicant paid the \$635 application fee for the liquor license per the Goodyear Municipal User Fee Schedule. The business will also contribute to the tax base of the community.

BACKGROUND AND PREVIOUS ACTIONS

Mr. Navayogasingam has applied for a new Series 12 liquor license for Macayo's Mexican Food which is currently open for business and operating under a Series 6 liquor license issued by the Arizona Department of Liquor Licenses and Control (DLLC). A Series 6 liquor license allows a bar retailer to sell and serve spirituous liquors to be consumed on the premises, in the original container for consumption on the premises (A.R.S.§ 4-206.01(F)).

The City Clerk's office received the application from the DLLC on November 16th, 2023, and

the Public Hearing notice was posted November 17th, 2023 to comply with Arizona Revised Statutes §4-201(b). No petitions or protests from qualified persons were received during the comment period.

The application was routed to the Police Department and the Development Services Department (Planning & Zoning and Building Safety), and any comments from these departments are listed below:

Departments/Division	Comments
Police	None
Planning & Zoning	None
Code Compliance	None
Building Safety	None

STAFF ANALYSIS

A Series 12 license is for a restaurant and is non-transferrable. This on-sale retail privileges liquor license allows the holder to sell and serve all types of spirituous liquor solely for consumption on the premises of an establishment which derives at least forty percent (40%) of its gross revenue from the sale of food.

The DLLC requires license owners, agents, and managers actively involved in the day-to-day operations of the business to complete a state-approved management training course prior to the issuance of a liquor license. All managers at the location have taken the Title 4 Basic & Management training. In addition to completing the required training, the manager will be on site during all business hours. The restaurant's training procedures and company policy call for carding anyone who is purchasing liquor.

There are no licensed childcare facilities or K-12 schools within 300 feet of the location. The City Council's recommendation of "Approval", "Disapproval" or "No Recommendation" will be forwarded to the DLLC for consideration during their licensing review process.

Attachments

DLLC Local Governing Body Report
Liquor License Evaluation Map
Liquor License within One Mile Report

State of Arizona
Department of Liquor Licenses and Control

Created 11/16/2023 @ 11:20:52 AM

Local Governing Body Report

LICENSE

Number:		Type:	012 RESTAURANT
Name:	MACAYO'S MEXICAN FOOD		
State:	Pending		
Issue Date:		Expiration Date:	
Original Issue Date:			
Location:	1474 N LITCHFIELD ROAD GOODYEAR, AZ 85338 USA		
Mailing Address:	219 S SIESTA LANE TEMPE, AZ 85288 USA		
Phone:	(480)696-3079		
Alt. Phone:	(480)329-0149		
Email:	NAVASINGAM@MSN.COM		

AGENT

Name:	NAVAYOGASINGAM THURASINGAM
Gender:	Male
Correspondence Address:	219 S SIESTA LANE TEMPE, AZ 85288 USA
Phone:	(480)329-0149
Alt. Phone:	
Email:	NAVASINGAM@MSN.COM

OWNER

Name:	KIND MACAYO LLC		
Contact Name:	NAVAYOGASINGAM THURASINGAM		
Type:	LIMITED LIABILITY COMPANY		
AZ CC File Number:	1912344	State of Incorporation:	AZ
Incorporation Date:	10/23/2018		
Correspondence Address:	219 S SIESTA LANE TEMPE, AZ 85288 USA		
Phone:	(480)329-0149		
Alt. Phone:			
Email:	NAVASINGAM@MSN.COM		

Officers / Stockholders

Name:	Title:	% Interest:
LETIVA SINGAM TRUST	Member	100.00
KIND HOSPITALITY II LLC	Manager-LLC	0.00

KIND MACAYO LLC - Manager-LLC

Name: KIND HOSPITALITY II LLC
 Contact Name: NAVAYOGASINGAM THURASINGAM
 Type: LIMITED LIABILITY COMPANY
 AZ CC File Number: 23312727 State of Incorporation: AZ
 Incorporation Date: 12/27/2021
 Correspondence Address: 1225 N GILBERT ROAD
 MESA, AZ 85203
 USA
 Phone: (480)329-0149
 Alt. Phone:
 Email: NAVASINGAM@MSN.COM

KIND HOSPITALITY II LLC - Manager-LLC

Name: KIND HOSPITALITY INC
 Contact Name: NAVAYOGASINGAM THURASINGAM
 Type: CORPORATION
 AZ CC File Number: F07765323 State of Incorporation: DE
 Incorporation Date: 05/07/1996
 Correspondence Address: 1225 N GILBERT ROAD
 MESA, AZ 85203
 USA
 Phone: (480)329-0149
 Alt. Phone:
 Email: NAVASINGAM@MSN.COM

KIND HOSPITALITY II LLC - Member **KIND MACAYO LLC - Member**

Name: LETIVA SINGAM TRUST
 Contact Name: NAVAYOGASINGAM THURASINGAM
 Type: TRUST
 AZ CC File Number: State of Incorporation:
 Incorporation Date:
 Correspondence Address: 1225 N GILBERT ROAD
 MESA, AZ 85203
 USA
 Phone: (480)329-0149
 Alt. Phone:
 Email: NAVASINGAM@MSN.COM

KIND HOSPITALITY INC - President

Name: NAVAYOGASINGAM THURASINGAM
Gender: Male
Correspondence Address: 1225 N GILBERT ROAD
MESA, AZ 85203
USA
Phone: (480)329-0149
Alt. Phone:
Email: NAVA@KINDHOSPITALITY.COM

LETIVA SINGAM TRUST - TRUSTEE LETIVA SINGAM TRUST - TRUSTEE

Name: ARYANNA DEVI THURASINGAM
Gender: Female
Correspondence Address: 1225 N GILBERT ROAD
MESA, AZ 85203
USA
Phone: (480)696-3079
Alt. Phone:
Email: ARYSIGAM@MSN.COM

MANAGERS

Name: DEREK TODD BOETTCHER
Gender: Male
Correspondence Address: 5737 E HILLERY DRIVE
SCOTTSDALE, AZ 85254
USA
Phone: (602)377-5665
Alt. Phone:
Email: DEREK@KINDHOSPITALITY.COM

Name: KIND HOSPITALITY II LLC
Contact Name: NAVAYOGASINGAM THURASINGAM
Type: LIMITED LIABILITY COMPANY
AZ CC File Number: 23312727 State of Incorporation: AZ
Incorporation Date: 12/27/2021
Correspondence Address: 1225 N GILBERT ROAD
MESA, AZ 85203
USA
Phone: (480)329-0149
Alt. Phone:
Email: NAVASINGAM@MSN.COM

APPLICATION INFORMATION

Application Number: 266925
Application Type: New Application
Created Date: 11/14/2023

QUESTIONS & ANSWERS

012 Restaurant

- 1) Are you applying for an Interim Permit (INP)?
No
- 2) Are you one of the following? Please indicate below.
Property Tenant
Subtenant
Property Owner
Property Purchaser
Property Management Company
PROPERTY TENANT
- 3) Is there a penalty if lease is not fulfilled?
Yes
What is the penalty?
LEASE PAID FULL
- 4) Is the Business located within the incorporated limits of the city or town of which it is located?
Yes
- 5) What is the total money borrowed for the business not including the lease?
Please list each amount owed to lenders/individuals.
ZERO
- 6) Are there walk-up or drive-through windows on the premises?
No
- 7) Does the establishment have a patio?
Yes
Is the patio contiguous or non-contiguous (within 30 feet)?
CONTIGUOUS PATIO
- 8) Is your licensed premises now closed due to construction, renovation or redesign or rebuild?
No
- 9) What type of business will this license be used for?
RESTAURANT

KIND MACAYO, LLC

KIND HOSPITALITY II, LLC
MANAGER 0%

LETIVA SINGAM TRUST
MEMBER 100%

KIND HOSPITALITY, INC.
MANAGER 0%

LETIVA SINGAM TRUST
TRUSTEE 100%

ARYANNA DEVI THURAISINGAM
TRUSTEE

NAVAYOGASINGAM THRUASINGAM
DIRECTOR 100%

ARYANNA DEVI THURAISINGAM
TRUSTEE

23 NOV 14 09:04 PM '54

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8,350 SF.

EXIT
EXIT

EXIT

EXIT

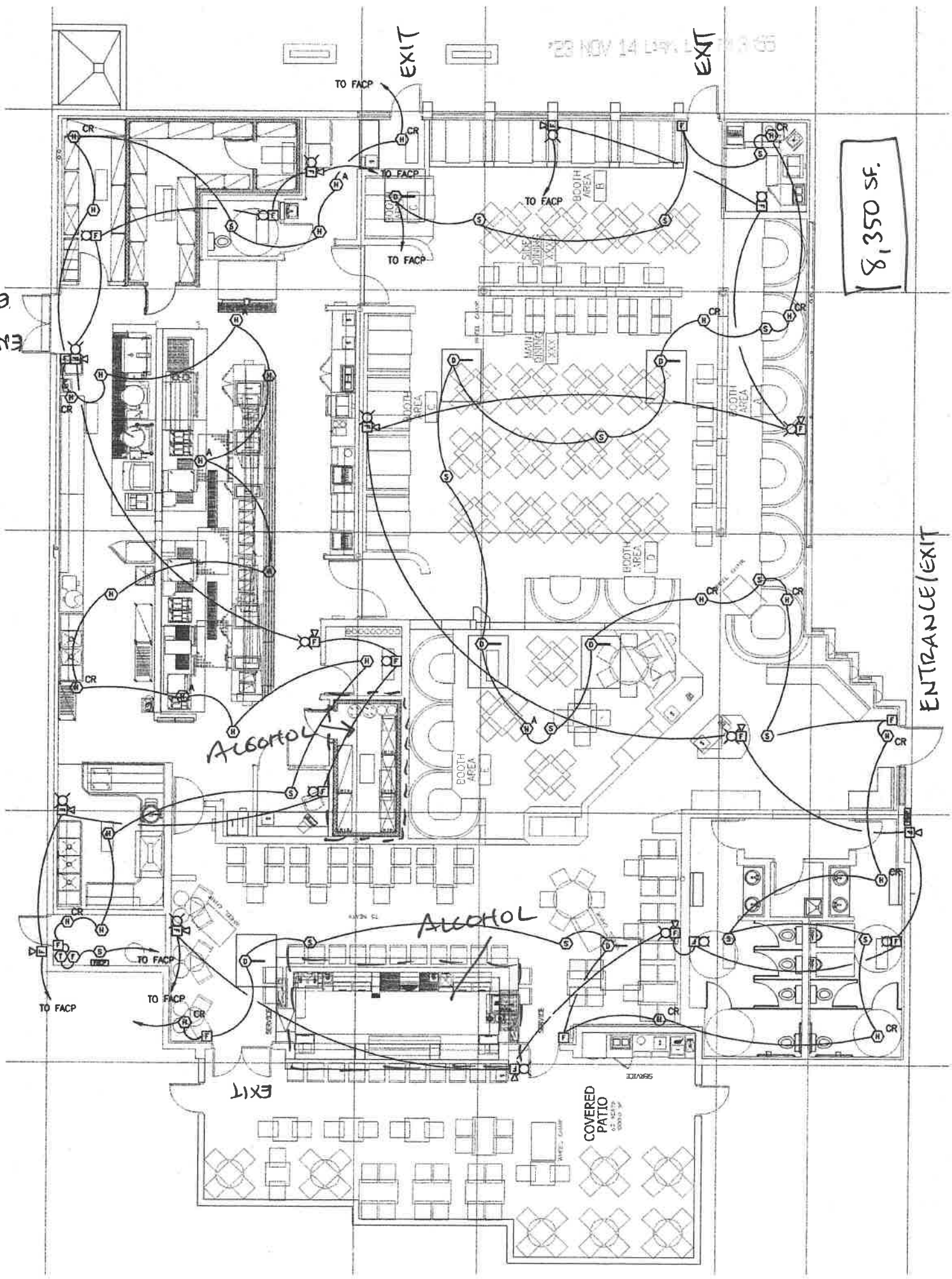
ENTRANCE/EXIT

ALCOHOL

ALCOHOL

EXIT

COVERED
PATIO
62 SEAT
10000 SF





RESTAURANT/HOTEL/MOTEL OPERATION PLAN

Arizona Dept. of Liquor Licenses and Control
800 W. Washington St. 5th Floor Phoenix, AZ 85007
(602) 542-5141

Type or Print with **Black Ink**

1. Name of restaurant (Please print): **MACAYO'S MEXICAN FOOD**

2. Must indicate the equipment below by Make, Model, and Capacity:

LIST ONLY THE FOLLOWING - <u>NO ATTACHMENTS</u>	
Grill	Bakers Pride BPHCB-36I
Oven	Lincoln Oven 1180-2V
Freezer	N/A
Refrigerator	Nor-Lake Walk in
Sink	Stainless Steel
Dish Washing Facilities	Noble Warewashing double rack WF-II-NO 115/1
Food Preparation Counter (Dimensions)	2.6' x 9'
Other	

3. Attach a copy of your FULL menu with pricing **INCLUDING NON-ALCOHOLIC BEVERAGES**

4. What percentage of your public premises is used primarily for restaurant dining?

(Do not include kitchen, bar, hi-top tables, or game area.) 45 %

5. Does your restaurant have a bar area that is distinct and separate from the dining area? ☒ YES ☐ No

(If yes, what percentage of the public floor space does this area cover?) 10 %

6. List the **seating capacity** for:

a) Restaurant dining area of your premises: [197]

(DO NOT INCLUDE PATIO SEATING)

b) Bar area [+ 50]

TOTAL [= 247]

7. What type of dinnerware is primarily used in your restaurant? ☐ Reusable ☐ Disposable ☒ Both
8. Does your restaurant contain any **games, televisions, or any other entertainment**? ☒ YES ☐ No

If yes, specify what types and how many (examples: 4-TV's, 2-Pool Tables, 1-Video Game, etc.)

6 TV'S

9. Do you have live entertainment or dancing? ☐ YES ☒ No

If yes, what type and how often (example: DJ-2 x a week, Karaoke-2 x a month, Live Band-1 x a month, etc.)

10. List number of employees for each position:

Position	How many
Cooks	16
Bartenders	10
Hostesses	10
Managers	5
Servers	35
Other (BUSSEER)	8
Other (DISHWASHER)	5
Other ()	

I, (Print Full Name) NAVAYOGASINGAM THURASINGAM, hereby swear under penalty of perjury and in compliance with A.R.S. § 4-210(A)(2) and (3) that I have read and understand the foregoing and verify that the information and statements that I have made herein are true and correct to the best of my knowledge.

Applicant Signature: _____



For The Table

Macayo's Famous Cheese Crisp 8.99

Toasted flour tortillo, layers of melted cheese
Green Chile: Roasted Green Chiles 9.59

Homemade Guacamole 10.29

Fresh avocado, serranos, red onions, lime juice, cilantro.
Topped with queso fresco and Pico de Gallo

Spinach con Queso

Creamy cheese dip, Baja sauce, spinach, Pico de Gallo
Cup 6.79 • Bowl 10.79

Carne Asada Fries 10.59

Hand-cut French fries topped with Grilled Angus Steak,
mixed cheese, sour cream, guacamole & Pico de Gallo

Mexican Corn 6.49

Roasted corn served off the cob, topped with
queso fresco, mayo crema & Pepe's Picante Salsa

Green Corn Tamale Bites 8.29

Bite-sized green corn tamales, battered &
deep fried, served with our famous Baja sauce

ENSALADAS

Served with your choice of dressing
Ranch • Cilantro Ranch • Cilantro Lime • Italian

Harvest Chopped Salad 11.99 ‡

Fire-roasted poblano chile, red bell pepper, grilled corn,
black beans, Mexican cheese & diced avocado on
romaine lettuce & shredded cabbage

Grilled Chicken +3.99

Grilled Angus Steak or Grilled Shrimp +4.59

Fiesta Salad 11.99 ‡

Fresh greens, black beans, mixed cheese,

Pico de Gallo, served in a taco shell

Grilled Chicken +3.99 or Grilled Angus Steak +4.59

Fajita Bowl ‡

Fajita vegetables, rice, refried beans, mixed cheese, guacamole,
sour cream & Pico de Gallo

Grilled Chicken 12.99 or Grilled Angus Steak 13.59

Chipotle BBQ Chicken Salad 13.99

Chipotle BBQ grilled chicken, fresh greens, Pico de Gallo,
black beans, Jack cheese

SOPA

Tortilla Soup

Chicken, fresh avocado, rich broth, tortilla strips, mixed cheese

Cup 5.29 • Bowl 7.79

LADOS

0.99 Pico de Gallo • Tomatillo Salsa • Picante Salsa

1.99 Sour Cream • Mixed Cheese

3.29 Refried Beans • Black Beans • Mexican Rice
Guacamole • Baja Sauce • Calabacitas

Platos Pequeños

Red Corn Chicken Taquitos 11.59

Shredded chicken wrapped in our signature red chile corn
tortillas topped with Baja sauce, Jack cheese, Pico de Gallo

Mini Chimichangas 11.59

Bite-sized beef or chicken chimis served with sour cream,
guacamole, mixed cheese, Pico de Gallo

Flauta de Mexico 10.99

Shredded beef flautas topped with sour cream, guacamole,
mixed cheese, Pico de Gallo

Combo Plate 13.99

The perfect sampler plate! Chicken Mini Chimis, Beef Mini
Chimis, Red Corn Chicken Taquitos, Green Corn Tamale Bites,
Spinach con Queso

Nachos Supreme 14.99

House chips, shredded beef or shredded chicken,
mixed cheese, sour cream, guacamole, refried beans,
tomatoes, jalapeños upon request

TACOS

Served on warm corn tortillas with
rice & refried beans. Sub Calabacitas +0.59.
Tomatillo salsa or Picante salsa available upon request

Grilled Tacos ‡ †

Grilled Chicken 14.59 or Grilled Angus Steak 15.99,
topped with shredded cabbage & Pico de Gallo

Seasonal Fish Tacos 15.59

Choice of marinated, grilled fish or lightly battered
fish topped with chipotle crema, shredded cabbage
& Pico de Gallo

Grilled Shrimp Tacos 15.59

Marinated, grilled shrimp topped with chipotle crema,
shredded cabbage & Pico de Gallo

Veggie Tacos 12.99

Black beans, calabacitas, Jack cheese,
spinach, guacamole

MEX-N-MATCH

1 Item & 1 Side 10.49 or 2 Sides 12.49

2 Items & 1 Side 14.49 or 2 Sides 15.49

Tacos: Shredded Beef • Shredded Chicken
Ground Beef • Carnitas

Enchiladas: Cheese • Shredded Beef
Shredded Chicken • Carnitas • Baja Spinach

Tostadas: Refried Beans • Black Beans • Guacamole
Shredded Beef & Bean • Shredded Chicken & Bean

BURROS: Bean & Cheese
Shredded Beef • Ground Beef • Shredded Chicken
Carnitas • Red Chile • Green Chile Pork Stew

Sides: Rice • Refried Beans • Black Beans
Calabacitas • Cup of Tortilla Soup

🌿 Fajitas 🌿

Fajitas de Macayo ‡ †
Vegetables 13.99 • Chicken 17.99 • Steak or Shrimp 19.99
With fresh vegetables, sour cream, guacamole,
Pico de Gallo, refried beans

Fajita Quesadilla ‡ †
Grilled Chicken 14.99 • Grilled Angus Steak 15.99
Grilled flour tortilla, fresh vegetables, mixed cheese,
guacamole, sour cream, rice & refried beans

Enchiladas

Rolls in corn tortillas, served with rice and black beans

Verde Shrimp Enchiladas 16.99 🍴
Sautéed shrimp with green chiles and onions topped
with fire-roasted Tomatillo sauce and Jack cheese

Baja Verde Carnitas Enchiladas 15.99 🍴
Carnitas topped with fire-roasted Tomatillo sauce,
Baja sauce and Jack cheese

Sonoran Enchilada Trio 17.29 🍴
Beef enchilada with Tomatillo sauce • Chicken enchilada
with Baja sauce • Cheese enchilada with red sauce

Veggie Enchiladas 12.99 🍴
Calabacitas, spinach & black beans topped with fire-roasted
Tomatillo salsa, sour cream & Jack cheese

ESPECIALES de Macayo

Tres Rellenos 17.29
3 roasted Anaheim chiles, mixed cheese with red enchilada
sauce, carnitas with fire-roasted Tomatillo salsa, shredded
chicken with Baja sauce with rice and black beans

Carnitas Dinner 16.99
Pork carnitas, sour cream, rice, refried beans,
Pico de Gallo, flour tortillas

Chicken Poblano 15.99 🍴
Lightly breaded Poblano chile stuffed with
shredded chicken, served with Baja sauce, red enchilada sauce,
Jack cheese, tomatoes, rice and refried beans

Tamale Dinner*
One Tamale 12.59 • Two Tamales 14.99
Beef or green corn tamale, rice, refried beans, choice of red,
Tomatillo sauce or Baja sauce

Hand-Dipped Relleno
Our original recipe, prepared fresh every day!
One Relleno 13.99 • Two Rellenos 15.99

Jack cheese stuffed in an Anaheim chile,
battered & hand-dipped, rice, refried beans, fire-roasted
Tomatillo or Relleno sauce

Green Chile Pork Stew 11.99 🍴
Award
Winning! Pork sirloin, fire-roasted poblano chile, tomatillo, jalapeño,
onion & cilantro. Topped with shredded cabbage &
Pico de Gallo. Served with black beans & warm flour tortillas

Macayo's Original CHIMICHANGA

Legend has it our founder invented the chimichanga back in 1946!

Chimi de Macayo: Shredded beef, chicken or carnitas in a crispy flour tortilla, smothered in zesty Relleno sauce,
topped with sour cream, mixed cheese & Pico de Gallo. Choice of rice or refried beans 14.59

Baja Chimi: Zesty Relleno sauce, topped with our famous Baja sauce, Jack cheese & Pico de Gallo. Choice of rice or refried beans 14.59

Grande Dinner or Baja Grande Dinner: With Everything: Rice, refried beans & guacamole 16.99

Carne Asada Chimi: Grilled Angus Steak in a crispy flour tortilla, smothered in Spinach con Queso,
topped with Pico de Gallo, with rice & refried beans 17.95 ‡ †

BURROS

California Burro 10.99
Mexican rice, refried beans, sour cream, guacamole,
mixed cheese, lettuce & tomatoes wrapped in a flour tortilla.
Served with a side of Pico de Gallo
Grilled Chicken +3.99 or Grilled Angus Steak +4.59

Green Chile Pork or Red Chile Burro 12.99 🍴
Green chile pork or red chile wrapped in a warm
flour tortilla, served with rice and refried beans.

Pollo Blanco Burro 12.99
Shredded chicken, rice, black beans & Baja sauce wrapped
in a flour tortilla. Served with fire-roasted Tomatillo salsa.

Baja Burro 🍴
Shredded Chicken 14.59 or Shredded Beef 15.79
Wrapped in a flour tortilla, deep fried, smothered in our famous
Baja sauce & Jack cheese. Served with rice and refried beans

Carne Asada Burro 16.99 ‡ †
Grilled Angus Steak, Pico de Gallo, mixed cheese
wrapped in a flour tortilla. Served with rice & refried beans
Guac & Sour Cream inside +1.49 each

🍌 Dessert 🍌

Macayo's Fried Ice Cream 6.99
Crispy coated vanilla ice cream, honey,
Chocolate Fudge or Strawberries + 0.99

Enchiladas Dulces 6.99
Diced apples & cream cheese wrapped in a flour tortilla,
lightly fried, coated in cinnamon & sugar. Served with vanilla
ice cream, chocolate sauce & homemade Mexican caramel

Flan 5.99
Served in a mason jar, Mexican caramel,
whipped cream & Mexican cookie

Chocolate Mini Chimis 6.99
Bite-size chocolate chimis, served with vanilla ice cream
& chocolate fudge drizzle

Sopapillas 5.29
Topped with powdered sugar. Honey on the side

Churros 5.29
Original or Caramel filled, choice of dipping sauce
Add a scoop of ice cream +0.99

Handcrafted COCKTAILS

Mule-Jito 9.99

Hornitos Plata, Licor 43, Coconut Water, Ginger Beer, Freshly Squeezed Lime Juice, Mint

Tennessee Iced Tea 8.79

Jack Daniels, Freshly Brewed Iced Tea, House Made Sweet & Sour, Peach

Tito's Sunshine 8.79

Tito's Handmade Vodka, Chambord, House Made Sweet & Sour, Fresh Lemon

Red Sangria

Merlot, Don O Pasion Rum, Chambord, Orange Juice
Glass 8 • Carafe 28

White Sangria

Sauvignon Blanc, Don O Pasion Rum,
Bols Peach, Orange Juice
Glass 8 • Carafe 28

Specialty MARGARITAS

Cucumber Cilantro Margarita 9.99

Herradura Silver, Bols Triple Sec, House Made Sweet & Sour,
Fresh Cucumber, Cilantro & Jalapeño

Paloma 8.99

Corazon Blanco, Bols Elderflower, Agave, Freshly Squeezed
Lime Juice, Jarritos Grapefruit Soda

Wildberry Margarita 9.49

Served Frozen, 1800 Reposado, Bols Elderflower, Strawberry,
Blackberry, Raspberry

MACAYO Favorites

Texas Margarita 10.29

1800 Reposado, Grand Marnier, Orange Juice

Arizona Sunset Margarita 9.99

Espolon Reposado, Cointreau, Bols Peach, Cranberry Juice

Prickly Pear Margarita 8.99

El Jimador Reposado, Bols Triple Sec, Desert Pear

MARGARITA Classics

Perfect Patrón Margarita 10.59

Hand Shaken Table Side, Patrón Silver, Patrón Citronge Lime, House
Made Sweet & Sour

Grand Margarita 10.29

Cabo Wabo Blanco, House Made Sweet & Sour, Grand Marnier Float

Margarita Flight

Pick Any Four 9.99

House • Apple • Mango • Peach • Prickly Pear
Raspberry • Strawberry • Wildberry



NA BEVERAGE.

PEPSI - 3.29

ICE TEA 3.29

TEQUILAS

1800 Reposado

Aged for 6 months in American & French oak barrels
Buttery caramel notes with mild spices

Cabo Wabo Blanco

Unaged • Made with full on agave you can taste, enough spice to hold a kick

Corazon Blanco

Unaged • Clean, clear, crisp and smooth to the finish

El Jimador Reposado

Aged a minimum of 2 months • Rich combination of spice, fruit, wood, vanilla & subtle roasted hazelnuts

Espolon Reposado

Aged 3 to 5 months • Rested in new American oak barrels

Herradura Silver

Aged 45 days in oak barrels • Sweet agave, mellowed slightly by woody notes of the oak barrel

Herradura Reposado

Aged 11 months in wood barrels • Vanilla and butter are subtly noted with sweet, cooked agave

Herradura Añejo

Aged 24 months • Smooth with cooked agave and dried fruit and a smooth creamy finish

Hornitos Plata

Unaged • Clean, lively flavor with floral and herbal notes

Patrón Silver

Handmade, immediately bottled • Smooth, sweet taste with a light pepper finish

Bob & Cha Cha

Margarita de Macayo with Mug 11.99

Bob or Cha Cha Mug 9.99

Margarita de Macayo Refill 4.99

Add Any Flavor +0.89

Strawberry • Raspberry • Mango • Peach • Prickly Pear • Wildberry

Limit two discounts refills per guest



CERVEZAS

Import Bottle 4.25 • Draft 4.95

Corona • Corona Light • Dos XX Ambar • Dos XX Lager
Modelo Especial • Negra Modelo • Pacifico • Tecate • Tecate Light

Domestic Bottle 3.95 • Draft 4.95

Bud Light • Blue Moon • Coors Light • Michelob Ultra
Miller Lite • St. Pauli NA

Craft 4.95 Varies by Location

WINES

By the Glass 8.50

Hess Shirttail Creek Chardonnay Monterey, CA

SeaGlass Sauvignon Blanc Santa Barbara County

SeaGlass Cabernet Santa Barbara County



RECORDS REQUIRED FOR AUDIT RESTAURANT/HOTEL/MOTEL

Arizona Dept. of Liquor Licenses and Control
800 W. Washington St. 5th Floor Phoenix, AZ 85007
(602) 542-5141

Type or Print with **Black Ink**

In the event of an audit, you will be asked to provide to the Department any documents necessary to determine Compliance with A.R.S. §4-205.02(G). Such documents requested may include however, are not limited to:

MACAYO'S MEXICAN FOOD

1. Name of restaurant (Please print): _____
2. All invoices and receipts for the purchase of food and spirituous liquor for the licensed premises.
3. A list of **all** food and liquor vendors
4. The restaurant menu used during the audit period
5. A price list for alcoholic beverages during the audit period
6. Mark-up figures on food and alcoholic products during the audit period
7. A recent, **accurate** inventory of food and liquor (taken within two weeks of the Audit Interview Appointment)
8. Monthly Inventory Figures - beginning and ending figures for food and liquor
9. Chart of accounts (copy)
10. Financial Statements-Income Statements-Balance Sheets

11. General Ledger

A. Sales Journals/Monthly Sales Schedules

- 1) Daily sales Reports (to include the name of each waitress/waiter, bartender, etc. with sales for that day)
- 2) Daily Cash Register Tapes - Journal Tapes and Z-tapes
- 3) Dated Guest Checks
- 4) Coupons/Specials/Discounts
- 5) Any other evidence to support income from food and liquor sales

B. Cash Receipts/Disbursement Journals

- 1) Daily Bank Deposit Slips
- 2) Bank Statements and canceled checks

12. Tax Records

- A. Transaction Privilege Sales, Use and Severance Tax Return (copies)
- B. Income Tax Return - city, state and federal (copies)
- C. Any supporting books, records, schedules or documents used in preparation of tax returns

13. Payroll Records

- A. Copies of all reports required by the State and Federal Government
- B. Employee Log (A.R.S. §4-119)
- C. Employee time cards (actual document used to sign in and out each work day)
- D. Payroll records for all employees showing hours worked each week and hourly wages

14. Off-site Catering Records (must be complete and separate from restaurant records)

- A. All documents which support the income derived from the sale of food off the license premises.
- B. All documents which support purchases made for food to be sold off the licensed premises.
- C. All coupons/specials/discounts

The sophistication of record keeping varies from establishment to establishment. Regardless of each licensee's accounting methods, the amount of gross revenue derived from the sale of food and liquor must be substantially documented.

**REVOCATION OF YOUR LIQUOR LICENSE MAY OCCUR IF YOU FAIL TO COMPLY WITH
A.R.S. §4-210(A)7 AND A.R.S. §4-205.02(G).**

A.R.S. §4-210(A)7

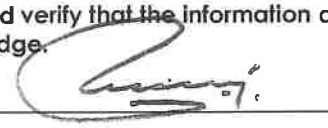
The licensee fails to keep for two years and make available to the department upon reasonable request all invoices, records, bills or other papers and documents relating to the purchase, sale and delivery of spirituous liquors and, in the case of a restaurant or hotel-motel licensee, all invoices, records, bills or other papers and documents relating to the purchase, sale and delivery of food.

A.R.S. §4-205.02(G)

For the purpose of this section:

- 1. "Restaurant" means an establishment which derives **at least forty percent (40%)** of its gross revenue from the sale of food
- 2. "Gross revenue" means the revenue derived from all sales of food and spirituous liquor on the licensed premises regardless of whether the sales of spirituous liquor are made under a restaurant license issued pursuant to this section or under any other license that has been issued for the premises pursuant to this article.

I, (Print Full Name) NAVAYOGASINGAM THURASINGAM, hereby swear under penalty of perjury and in compliance with A.R.S. § 4-210(A)(2) and (3) that I have read and understand the foregoing and verify that the information and statements that I have made herein are true and correct to the best of my knowledge.

Applicant Signature: 

MAKE A COPY OF THIS DOCUMENT AND KEEP IT WITH RECORDS REQUIRED BY THE STATE

LC:

Amount:



AGENT/CONTROLLING PERSON QUESTIONNAIRE

Arizona Dept. of Liquor Licenses and Control
800 W. Washington St. 5th Floor Phoenix, AZ 85007
(602) 542-5141

Type or Print with **Black Ink**

DLLC USE ONLY

Job #: 266925

Date Accepted: 11/14/2023

CSR: sg

License Number:

Fp current
02-04-2022

ATTENTION APPLICANT: This is a legally binding document. An investigation of your background will be conducted. Incomplete applications will not be accepted. False or misleading answers may result in the denial or revocation of a license or permit and could result in criminal prosecution.

Attention local governments: Social security and birth date information is confidential. This information will be given to law enforcement agencies for background checks only.

QUESTIONNAIRE IS TO BE COMPLETED ACCORDINGLY AND SUBMITTED TO THE DEPARTMENT WITH A **BLUE OR BLACK LINED FINGERPRINT CARD AND \$22 FEE. FINGERPRINTS MUST BE DONE BY A LAW ENFORCEMENT AGENCY OR BONA FIDE FINGERPRINT SERVICE.**

1. Check the
Appropriate
Box →



Agent



Controlling Person

2. Name: THURASINGAM, NAVAYOGASINGAM Birth Date: [REDACTED]
Last First Middle (NOT a public record)
3. Social Security #: [REDACTED] Drivers License #: [REDACTED] State Issued: AZ
4. Place of birth: TG. MALIM, PERAK, MALAYSIA Height: 5'6" Weight: 190 Eyes: BR Hair: BLK
City State COUNTRY
5. Name of current/most recent spouse: THURASINGAM, LETICIA EMILIA Birth Date: [REDACTED]
Last First Middle (NOT a public record)
6. Are you a bonafide resident of Arizona? Yes ☒ No ☐ If yes, what is your date of residency? 5/1/1993
7. Daytime telephone number: 480.329.0149 Email address: NAVASINGAM@MSN.COM
8. Premises Name: MACAYO'S MEXICAN FOOD Business Phone: 480 / 696 / 3079
9. Premises Address: 1474 N LITCHFIELD ROAD GOODYEAR, AZ 85338 MARICOPA
Street (do not use PO Box) City State County Zip

10. List your employment or type of business during the past five (5) years, if unemployed, retired, or student, list place of residence address. (ATTACH ADDITIONAL SHEET IF NECESSARY)

FROM Month/Year	TO Month/Year	DESCRIBE POSITION OR BUSINESS	EMPLOYERS NAME OR NAME OF BUSINESS (Street Address, City, State & Zip)
05/2005	CURRENT	CEO	KIND HOSPITALITY - 219 S SIESTA LANE TEMPE, AZ 85288

11. Provide your residence address information for the last five (5) years A.R.S. §4-202(D) (ATTACH ADDITIONAL SHEET IF NECESSARY)

FROM Month/Year	To Month/Year	Street	City	State	Zip
6/2021	CURRENT		8215 E VIEWCREST CIRCLE MESA, AZ 85207		
8/2003	6/2001		4617 E GROVE CIRCLE MESA, AZ 85206		

(ATTACH ADDITIONAL SHEET IF NECESSARY)

12. As an Agent or Controlling Person, will you be managing the day to day operation of the licensed premises? If you answered YES, then answer #13 below. If NO, skip to #14 Yes ☒ No ☐
13. Have you attended a DLLC approved Basic and Management Liquor Law Training Course within the past 3 years? MUST attach copies of both training certificates. Yes ☒ No ☐
14. Have you been cited, arrested, indicted, convicted, or summoned into court for violation of ANY criminal law or ordinance, regardless of the disposition, even if dismissed or expunged, within the past five (5) years? Yes ☐ No ☒
15. Are there ANY administrative law citations, compliance actions or consents, criminal arrests, indictments or summons pending against you? (Do not include civil traffic tickets) A.R.S. §4-202, 4-210 Yes ☐ No ☒
16. Has anyone EVER obtained a judgement against you the subject of which involved fraud or misrepresentation? Yes ☐ No ☒
17. Have you had a liquor application or license rejected, denied, revoked or suspended in or outside of Arizona within the last five years? A.R.S. §4-202(D) Yes ☐ No ☒
18. Has an entity in which you are or have been a controlling person had an application or license rejected, denied, revoked, or suspended in or outside of Arizona within the last five years? A.R.S. §4-202(D) Yes ☐ No ☒

If you answered "YES" to any Question 14 through 18 YOU MUST attach a signed statement. Give complete details including dates, agencies involved and dispositions. CHANGES TO QUESTIONS 14-18 MAY NOT BE ACCEPTED

I, (Print Full Name) NAVAYOGASINGAM THURASINGAM hereby swear under penalty of perjury and in compliance with A.R.S. § 4-210(A)(2) and (3) that I have read and understand the foregoing and verify that the information and statements that I have made herein are true and correct to the best of my knowledge.

Signature:  Date: 11-14-2023



ALIEN STATUS

Arizona Dept. of Liquor Licenses and Control
800 W. Washington St. 5th Floor Phoenix, AZ 85007
(602) 542-5141

Type or Print with Black Ink

Title IV of the federal Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (the "Act"), 8 U.S.C. § 1621, provides that, with certain exceptions, only United States citizens, United States non-citizen nationals, non-exempt "qualified aliens" (and sometimes only particular categories of qualified aliens), nonimmigrant, and certain aliens paroled into the United States are eligible to receive state, or local public benefits. With certain exceptions, a professional license and commercial license issued by a State agency is a State public benefit.

Arizona Revised Statutes § 41-1080 requires, in general, that a person applying for a license must submit documentation to the license agency that satisfactorily demonstrates the applicant's presence in the United States is authorized under federal law.

Directions: All applicants must complete Sections I, II, and IV. Applicants who are not U.S. citizens or nationals must also complete Section III.

Submit this completed form and a copy of one or more document(s) from the attached "Evidence of U.S. Citizenship, U.S. National Status, or Alien Status" with your application for license or renewal. If the document you submit does not contain a photograph, you must also provide a government issued document that contains your photograph. You must submit supporting legal documentation (i.e. marriage certificate) if the name on your evidence is not the same as your current legal name.

SECTION I – APPLICANT INFORMATION

APPLICANT NAME (Print or type) NAVAYOGASINGAM THURASINGAM

SECTION II – CITIZENSHIP OR NATIONAL STATUS DECLARATION

Are you a citizen or national of the United States? ☒ Yes ☐ No - If **yes**, indicate place of birth:

City TG. MALIM State PERAK COUNTRY MALAYSIA

If you answered **Yes, 1)** Attach a legible copy of a document from the list below.

2) Name of document: PASSPORT

If you answered **No**, you must complete Sections III.

EVIDENCE OF U.S. CITIZENSHIP, U.S. NATIONAL STATUS, OR ALIEN STATUS

You must submit supporting legal documentation (i.e. marriage certificate) if the name on your evidence is not the same as your current legal name.

Evidence showing authorized presence in the United State includes the following:

1. An Arizona driver license issued after 1996 or an Arizona non-operating identificationcard.
2. A driver license issued by a state that verifies lawful presence in the UnitedStates.
3. A birth certificate or delayed birth certificate showing birth in one of the 50 states, the District of Columbia, Puerto Rico (on or after Jan. 13, 1941), Guam, the U.S. Virgin Islands (on or after January 17, 1917), American Samoa, or the Northern Mariana Islands (on or after November 4, 1986, Northern Mariana Islands local time)
4. A United States certificate of birth abroad.
5. A United States passport. ***Passport must be signed***
6. A foreign passport with a United States visa.
7. An I-94 form with a photograph.
8. A United States citizenship and immigration services employment authorization document or refugee travel document.
9. A United States certificate of naturalization.
10. A United States certificate of citizenship.
11. A tribal certificate of Indian blood.
12. A tribal or bureau of Indian affairs affidavit of birth.
13. Any other license that is issued by the federal government, any other state government, an agency of this state or a political subdivision of this state that requires proof of citizenship or lawful alien status before issuing the license.

SECTION III – QUALIFIED ALIEN DECLARATION

Applicants who are not citizens or nationals of the United States. Please indicate alien status by checking the appropriate box. Attach a legible copy of a document from the attached list or other document as evidence of your status.

Name of document provided

Qualified Alien Status (8 U.S.C. §§ 1621(a)(1), -1641(b) and (c))

- ☐ 1. An alien lawfully admitted for permanent residence under the Immigration and Nationality Act (INA)
- ☐ 2. An alien who is granted asylum under Section 208 of the INA.
- ☐ 3. A refugee admitted to the United States under Section 207 of the INA.
- ☐ 4. An alien paroled into the United States for at least one year under Section 212(d)(5) of the INA.
- ☐ 5. An alien whose deportation is being withheld under Section 243(h) of the INA.
- ☐ 6. An alien granted conditional entry under Section 203(a)(7) of the INA as in effect prior to April 1, 1980.
- ☐ 7. An alien who is a Cuban/Haitian entrant.
- ☐ 8. An alien who has, or whose child or child's parent is a "battered alien" or an alien subject to extreme cruelty in the United States

Nonimmigrant Status (8 U.S.C. § 1621(a)(2))

- 9. A nonimmigrant under the Immigration and Nationality Act [8 U.S.C § 1101 et seq.] Non-immigrants are persons who have temporary status for a specific purpose. See 8 U.S.C § 1101(a)(15).

Alien Paroled into the United States for Less Than One Year (8 U.S.C. § 1621(a)(3))

- 10. An alien paroled into the United States for less than one year under Section 212(d)(5) of the INA

Other Persons (8 U.S.C § 1621(c)(2)(A) and (C))

- 11. A nonimmigrant whose visa for entry is related to employment in the United States, or
- 12. A citizen of a freely associated state, if section 141 of the applicable compact of free association approved in Public Law 99-239 or 99-658 (or a successor provision) is in effect [Freely Associated States include the Republic of the Marshall Islands, Republic of Palau and the Federate States of Micronesia, 48 U.S.C. § 1901 et seq.];
- 13. A foreign national not physically present in the United States.
- 14. **Otherwise Lawfully Present**
- 15. A person not described in categories 1-13 who is otherwise lawfully present in the United States.

PLEASE NOTE: The federal Personal Responsibility and Work Opportunity Reconciliation Act may make persons who fall into this category ineligible for licensure. See 8 U.S.C. §

NAVAYOGASINGAM THURASINGAM

Print Name

Signature

Date

in Order to form a more perfect Union,
establish Justice, insure domestic Tranquillity,
provide for the common defence,
promote the general Welfare, and secure
the Blessings of Liberty to ourselves and
our Posterity, do ordain and establish this
Constitution for the United States of America.



63

UNITED STATES OF AMERICA



THURAISSINGAM

Given Names / Prénoms / Nombres

NAVAYOGASINGAM

Downloaded At: 11:52 11 September 2009

LC:
Amount:



AGENT/CONTROLLING PERSON QUESTIONNAIRE

Arizona Dept. of Liquor Licenses and Control
800 W. Washington St. 5th Floor Phoenix, AZ 85007
(602) 542-5141

Type or Print with **Black Ink**

DLLC USE ONLY

Job #:	266925
Date Accepted:	11/14/2023
CSR:	sg

License Number:

*Fp current
02-04-2022*

ATTENTION APPLICANT: This is a legally binding document. An investigation of your background will be conducted. Incomplete applications will not be accepted. False or misleading answers may result in the denial or revocation of a license or permit and could result in criminal prosecution.

Attention local governments: Social security and birth date information is confidential. This information will be given to law enforcement agencies for background checks only.

QUESTIONNAIRE IS TO BE COMPLETED ACCORDINGLY AND SUBMITTED TO THE DEPARTMENT WITH A BLUE OR BLACK LINED FINGERPRINT CARD AND \$22 FEE. FINGERPRINTS MUST BE DONE BY A LAW ENFORCEMENT AGENCY OR BONA FIDE FINGERPRINT SERVICE.

1. Check the
Appropriate
Box →

☐

Agent

☒

Controlling Person

2. Name: THURASINGAM ARYANNA DEVI Birth Date: [REDACTED]
Last First Middle (NOT a public record)

3. Social Security #: [REDACTED] Drivers License #: [REDACTED] State Issued: AZ

4. Place of birth: FLAGSTAFF, AZ USA Height: 5'1" Weight: 125 Eyes: BR Hair: BLK
City State COUNTRY

5. Name of current/most recent spouse: N/A Birth Date: / /
Last First Middle (NOT a public record)

6. Are you a bonafide resident of Arizona? Yes ☒ No ☐ If yes, what is your date of residency? 5/9/1997

7. Daytime telephone number: 480.696.3079 Email address: ARYSINGAM@MSN.COM

8. Premises Name: MACAYO'S MEXICAN FOOD Business Phone: 480 / 696 / 3079

9. Premises Address: 1474 N LITCHFIELD ROAD GOODYEAR, AZ 85338 MARICOPA
Street (do not use PO Box) City State County Zip

10. List your employment or type of business during the past five (5) years, if unemployed, retired, or student, list place of residence address. **(ATTACH ADDITIONAL SHEET IF NECESSARY)**

FROM Month/Year	TO Month/Year	DESCRIBE POSITION OR BUSINESS	EMPLOYERS NAME OR NAME OF BUSINESS (Street Address, City, State & Zip)
07/2021	CURRENT	STUDENT	914 KEITH HILLS RD. LILLINGTON, NC 27546
11/2020	06/2021	HEALTH COACH	IORA HEALTH - 5916 MCKELLIPS RD MESA, AZ 85215
09/2019	10/2020	LAB TECHNICIAN	U OF A - 475 N 5TH ST. PHOENIX, AZ 85004
09/2018	09/2019	AMERICORPS VOLUNTEER	EMMAUS INC - 100 WINTER ST. HAVERHILL, MA 01830
08/2015	09/2018	STUDENT	4617 E GROVE CIR. MESA, AZ 85206

11. Provide your residence address information for the last five (5) years **A.R.S. §4-202(D)** **(ATTACH ADDITIONAL SHEET IF NECESSARY)**

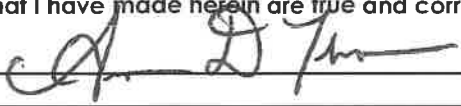
FROM Month/Year	To Month/Year	Street	City	State	Zip
07/2021	CURRENT	914 KEITH HILLS RD.	LILLINGTON, NC		27546
05/2021	07/2021	8215 E VIEWCREST CIR.	MESA, AZ		85207
09/2019	05/2021	4617 E GROVE CIR.	MESA, AZ		85206
09/2018	09/2019	100 WINTER ST.	HAVERHILL, MA		01830
08/2003	09/2018	4617 E GROVE CIR.	MESA, AZ		85206

(ATTACH ADDITIONAL SHEET IF NECESSARY)

12. As an Agent or Controlling Person, will you be managing the day to day operation of the licensed premises? If you answered YES, then answer #13 below. If NO, skip to #14 Yes ☐ No ☒
13. Have you attended a DLLC approved Basic and Management Liquor Law Training Course within the past 3 years? **MUST** attach copies of both training certificates. Yes ☐ No ☐
14. Have you been cited, arrested, indicted, convicted, or summoned into court for violation of ANY criminal law or ordinance, regardless of the disposition, even if dismissed or expunged, within the past five (5) years? Yes ☐ No ☒
15. Are there ANY administrative law citations, compliance actions or consents, criminal arrests, indictments or summons pending against you? (Do not include civil traffic tickets) A.R.S. §4-202, 4-210 Yes ☐ No ☒
16. Has anyone EVER obtained a judgement against you the subject of which involved fraud or misrepresentation? Yes ☐ No ☒
17. Have you had a liquor application or license rejected, denied, revoked or suspended in or outside of Arizona within the last five years? A.R.S. §4-202(D) Yes ☐ No ☒
18. Has an entity in which you are or have been a controlling person had an application or license rejected, denied, revoked, or suspended in or outside of Arizona within the last five years? A.R.S. §4-202(D) Yes ☐ No ☒

If you answered "YES" to any Question 14 through 18 YOU MUST attach a signed statement. Give complete details including dates, agencies involved and dispositions. CHANGES TO QUESTIONS 14-18 MAY NOT BE ACCEPTED

I, (Print Full Name) ARYANNA DEVI THURASINGAM hereby swear under penalty of perjury and in compliance with A.R.S. § 4-210(A)(2) and (3) that I have read and understand the foregoing and verify that the information and statements that I have made herein are true and correct to the best of my knowledge.

Signature: 

Date: 11-14-23

LC:
Amount:



PREMISES MANAGER QUESTIONNAIRE

Arizona Dept. of Liquor Licenses and Control
800 W. Washington St. 5th Floor Phoenix, AZ 85007
(602) 542-5141

DLLC USE ONLY

Job #:	266925
Date Accepted:	11/14/2023
CSR:	sg

Type or Print with Black Ink

Fp Current
02-04-2022

License Number:

ATTENTION APPLICANT: This is a legally binding document. An investigation of your background will be conducted. Incomplete applications will not be accepted. False or misleading answers may result in the denial or revocation of a license or permit and could result in criminal prosecution.

Attention local governments: Social security and birth date information is confidential. This information will be given to law enforcement agencies for background checks only.

QUESTIONNAIRE IS TO BE COMPLETED ACCORDINGLY AND SUBMITTED TO THE DEPARTMENT WITH A BLUE OR BLACK LINED FINGERPRINT CARD AND \$22 FEE. FINGERPRINTS MUST BE DONE BY A LAW ENFORCEMENT AGENCY OR BONA FIDE FINGERPRINT SERVICE.

1. Name: **BOETTCHER DEREK TODD** Birth Date: [REDACTED] (NOT a public record)

2. Social Security #: [REDACTED] Driver's License #: [REDACTED] State Issued: **AZ**

3. Place of birth: **VANDENBURG AFB, CA USA** Height: **6'3"** Weight: **290** Eyes: **BL** Hair: **BR**

4. Name of current/most recent spouse: **BOETTCHER GLORIA SUZZANE** Birth Date: [REDACTED] (NOT a public record)

5. Are you a bonafide resident of Arizona? Yes ☒ No ☐ If yes, what is your date of residency? **2008**

6. Daytime telephone number: **602.377.5665** Email address: **DEREK@KINDHOSPITALITY.COM**

7. Premises Name: **MACAYO'S MEXICAN FOOD** Business Phone: **480 696 3079**

8. Premises Address: **1474 N LITCHFIELD ROAD GOODYEAR, AZ 85338 MARICOPA**

Street (do not use PO Box) City State County Zip

9. List your employment or type of business during the past five (5) years, if unemployed, retired, or student, list place of residence address. (ATTACH ADDITIONAL SHEET IF NECESSARY)

FROM Month/Year	TO Month/Year	DESCRIBE POSITION OR BUSINESS	EMPLOYERS NAME OR NAME OF BUSINESS (Street Address, City, State & Zip)
2/2015	CURRENT	EXECUTIVE VP OF OPERATIONS	KIND HOSPITALITY - 1225 N GILBERT RD MESA, AZ 85203

10. Provide your residence address information for the last five (5) years A.R.S. §4-202(D) (ATTACH ADDITIONAL SHEET IF NECESSARY)

FROM Month/Year	To Month/Year	Street	City	State	Zip
07/2015	CURRENT		5737 E HILLERY DR, SCOTTSDALE	AZ	85254

11. Have you attended a DLLC approved Basic Liquor Law Training Course within the past 3 years? Yes ☒ No ☐
12. Have you been cited, arrested, indicted, convicted, or summoned into court for violation of ANY criminal law or ordinance, regardless of the disposition, even if dismissed or expunged, within the past five (5) years? Yes ☐ No ☒
13. Are there ANY administrative law citations, compliance actions or consents, criminal arrests, indictments or summons pending against you? (Do not include civil traffic tickets) A.R.S. §4-202, 4-210 Yes ☐ No ☒
14. Has anyone EVER obtained a judgement against you the subject of which involved fraud or misrepresentation? Yes ☐ No ☒
15. Have you had a liquor application or license rejected, denied, revoked or suspended in or outside of Arizona within the last five years? A.R.S. §4-202(D) Yes ☐ No ☒
16. Has an entity in which you are or have been a controlling person had an application or license rejected, denied, revoked, or suspended in or outside of Arizona within the last five years? A.R.S. §4-202(D) Yes ☐ No ☒

If you answered "YES" to any Question 12 through 16 YOU MUST attach a signed statement. Give complete details including dates, agencies involved and dispositions. CHANGES TO QUESTIONS 12-16 MAY NOT BE ACCEPTED

I, (Print Full Name) DEREK BOETTCHER hereby swear under penalty of perjury and in compliance with A.R.S. § 4-210(A)(2) and (3) that I have read and understand the foregoing and verify that the information and statements that I have made herein are true and correct to the best of my knowledge.

Signature: [Signature] Date: 11-14-23

The Licensee has authorized the person named on this questionnaire to act as manager for the above License.

Print Name: NAVAYOGASINGAM THURASINGAM Signature: [Signature] Date 11-14-23

23 NOV 14 11:47 AM 3:56

Certificate # ON-LINE

Certificate of Completion
For
Title 4 **MANAGEMENT** Liquor Law Training

A Certificate of Completion must be on a form provided by the Arizona Department of Liquor. Certificates are completed by a state-approved training provider and, when issued, the Certificate is signed by the course participant.

Basic Title 4 training is a prerequisite for MANAGEMENT Title 4 training. A valid Certificate of Completion for BASIC Title 4 training must be on file at the Department of Liquor and satisfactory completion of a State-approved BASIC Title 4 course must be verified by the training provider prior to issuing a Certificate of Completion for MANAGEMENT Title 4 training.

A replacement Certificate of Completion for Title 4 training must be available through the training provider for two years after the training completion date.

Student Information

Derek Boettcher

Full Name (please print)

Signature

01/25/2022

Training Completion Date

01/25/2025

Certificate Expiration Date
(three years from completion date)

Training Provider Information

AATF – All-Star Alcohol Awareness

Company Name

P.O. Box 6252, Chandler, Arizona 85246

Mailing Address

(480) 664-0389

Daytime Contact Phone Number

I, Jared Repinski, certify that the above named individual did successfully complete

Instructor Name (please print)

Title 4 MANAGEMENT Training in accordance with A.R.S. §4-112(G)(2) and Arizona Administrative Code (A.A.C.)R19-1-103 using training course content and materials approved by the Arizona Department of Liquor Licenses and Control. I understand that misuse of this Certificate of Completion can result in the revocation of State-approval for the Title 4 Training Provider named in this section as provided by A.A.C. R19-1-103(E) and (F).

Instructor Signature

01 / 25 / 2022
Day Mo Year

Persons required to complete BASIC & MANAGEMENT Title 4 training: 1) owner(s) actively involved in the daily business operations of a liquor-licensed business of a series listed below
2) licensees, agents and managers actively involved in the daily business operations of a liquor-licensed business of a series listed below

In-state Microbrewery (series 3)
Conveyance (series 8)
Restaurant (series 12)

Government (series 5)
Liquor Store (series 9)
In-state Farm Winery (series 13)

Bar (series 6)
Private Club (series 14)

Beer & Wine Bar (series 7)
Hotel/Motel w/restaurant (series 11)
Beer & Wine Store (series 10)

Liquor license applications (initial and renewal) are not complete until valid Certificates of Completion for all required persons have been submitted to the Department of Liquor.

The questionnaire (which designates a manager to a location) and the agent change form (which assigns a new agent to active liquor licenses) are not complete until valid Certificates of Completion for all required persons have been submitted to the Department of Liquor.

July 11, 2013

23 NOV 14 11:47 AM 3 57

Certificate # ON-LINE

Certificate of Completion
For
Title 4 BASIC Liquor Law Training

☐ On-sale
☐ Off-sale
☒ On- and off-sale

A Certificate of Completion must be on a form provided by the Arizona Department of Liquor. Certificates are completed by a state-approved training provider and, when issued, the Certificate is signed by the course participant.

The State requires BASIC Title 4 training only as a prerequisite for MANAGEMENT Title 4 training or as a result of a liquor law violation. Persons required to have BASIC Title 4 training are listed at the base of this Certificate. Licensees sometimes require BASIC Title 4 Training a condition of employment.

A replacement Certificate of Completion for Title 4 training must be available through the training provider for two years after the training completion date.

Student Information

Derek Boettcher

Full Name (please print)

Signature

01/24/2022

Training Completion Date

01/24/2025

Certificate Expiration Date
(three years from completion date)

Training Provider Information

AATF - All-Star Alcohol Awareness

Company Name

P.O. Box 6252, Chandler, Arizona 85246

Mailing Address

(480) 664-0389

Daytime Contact Phone Number

I, **Jared Repinski**, certify that the above named individual did successfully complete
Instructor Name (please print)

Title 4 BASIC Training in accordance with A.R.S. §4-112(G)(2) and Arizona Administrative Code (A.A.C.) R19-1-103 using training course content and materials approved by the Arizona Department of Liquor Licenses and Control. I understand that misuse of this Certificate of Completion can result in the revocation of State-approval for the Title 4 Training Provider named in this section as provided by A.A.C. R19-1-103(E) and (F).

Instructor Signature

01 / 24 / 2022
Day Mo Year

Persons required to complete BASIC & MANAGEMENT Title 4 training: 1) owner(s) actively involved in the daily business operations of a liquor-licensed business of a series listed below
2) licensees, agents and managers actively involved in the daily business operations of a liquor-licensed business of a series listed below

In-state Microbrewery (series 3)
Conveyance (series 8)
Restaurant (series 12)

Government (series 5)
Liquor Store (series 9)
In-state Farm Winery (series 13)

Bar (series 6)
Private Club (series 14)

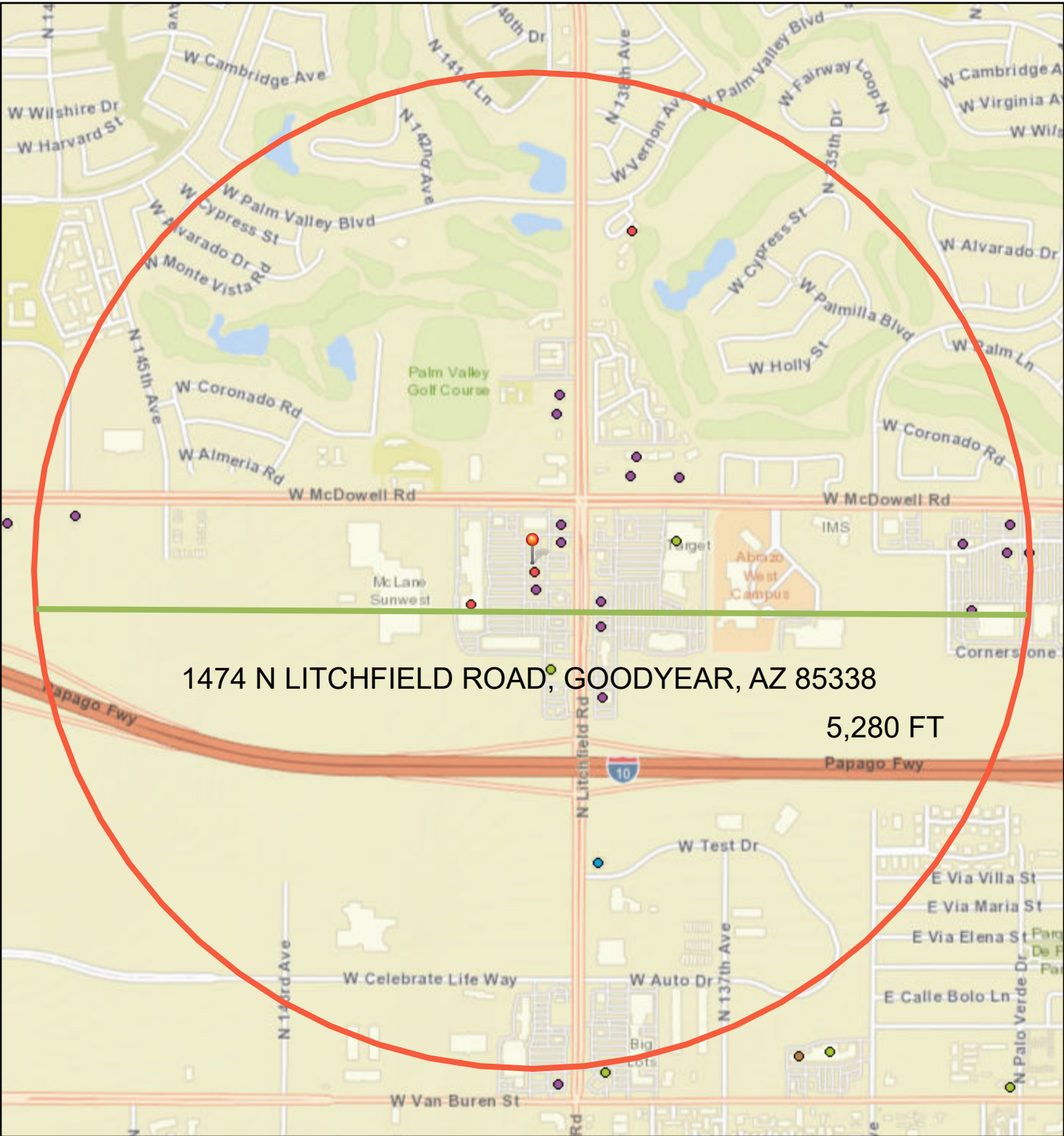
Beer & Wine Bar (series 7)
Hotel/Motel w/restaurant (series 11)
Beer & Wine Store (series 10)

Liquor license applications (initial and renewal) are not complete until valid Certificates of Completion for all required persons have been submitted to the Department of Liquor.

The questionnaire (which designates a manager to a location) and the agent change form (which assigns a new agent to active liquor licenses) are not complete until valid Certificates of Completion for all required persons have been submitted to the Department of Liquor.

July 11, 2013

Liquor License Evaluation - Macayo's Mexican Food



1474 N LITCHFIELD ROAD, GOODYEAR, AZ 85338

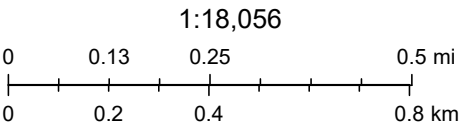
5,280 FT

11/30/2023, 10:38:34 AM

October 2022 Liquor Licenses

- Bar
- Beer and Wine Bar
- Beer and Wine Store

- Liquor Store
- Liquor Store Sampling Beer and Wine Store
- Restaurant
- Unlicensed



PHX GIS, City of Goodyear, Bureau of Land Management, Esri, HERE, Garmin, INCREMENT P, NGA, USGS, City of Goodyear

Liquor Licenses within One Mile – Macayo's Mexican Food

Applicant Address: 15280 W MCDOWELL RD, Goodyear, AZ, 85395

Business Name	Address	Distance from Applicant Address	License Series
Liquor Establishments			
MOD PIZZA	1380 N LITCHFIELD RD	183.64 ft	12
HAYASHI HIBACHI	1480 N LITCHFIELD RD	435.51 ft	12
CHIPOTLE MEXICAN GRILL #542	1560 N LITCHFIELD RD	592.33 ft	12
TOTAL WINE & MORE #1008	1416 N LITCHFIELD RD	739.25 ft	9
TOTAL WINE & MORE #1008	1416 N LITCHFIELD RD	739.25 ft	09S
CHILI'S GRILL & BAR #608	1371 N LITCHFIELD RD	784.27 ft	12
RAUL & THERESA'S	1363 N LITCHFIELD RD	912.5 ft	12
CIRCLE K STORE #9177	1264 N LITCHFIELD RD	1,041.4 ft	10
APPLEBEE'S NEIGHBORHOOD GRILL & BAR	13832 W MCDOWELL RD	1,450.02 ft	12
CRACKER BARREL #277	1209 N LITCHFIELD RD	1,508.98 ft	12
TARGET #1242	1515 N LITCHFIELD RD	1,555.84 ft	10
CHEF BEN SUSHI & ASIAN EXPRESS	13824 W MCDOWELL RD	1,644.29 ft	12
GUS'S NEW YORK PIZZA & BAR	13824 W MCDOWELL RD	1,644.29 ft	12
HAYMAKER GOODYEAR	1800 N LITCHFIELD RD	1,695.34 ft	12
BLACK ANGUS STEAKHOUSE	13766 W MCDOWELL RD	1,847.18 ft	12
OLD CHICAGO PIZZA AND TAPROOM	1828 N LITCHFIELD RD	1,906.96 ft	12
RUDY'S COUNTRY STORE & BAR B QUE	845 N LITCHFIELD RD	3,154.55 ft	7
PALM VALLEY GOLF CLUB	2211 N LITCHFIELD RD	3,772.28 ft	6
BOOTY'S WINGS BURGERS & BEER	13375 W MCDOWELL RD	4,561.47 ft	12
CHUCK E CHEESE #202	13371 W MCDOWELL RD	4,669.73 ft	12
RED ROBIN AMERICA'S GOURMET BURGERS & SPIRITS	14551 W MCDOWELL RD	4,897.55 ft	12
MANUELS MEXICAN FOOD RESTAURANT	13319 W MCDOWELL RD	5,020.13 ft	12
BUFFALO WILD WINGS	13311 W MCDOWELL RD	5,072.71 ft	12
OCHO RIOS JERK SPOT	13291 W MCDOWELL RD	5,265.29 ft	12
			12

Schools			
ARCHWAY TRIVIUM WEST	2001 N BULLARD AVE	5,253.35 ft	
MONTESSORI IN THE PARK	1832 N LITCHFIELD RD	1,951.02 ft	

Series Legend:

Alternating Proprietorship (20)
Bar (6)
Beer & Wine Bar (7)
Beer & Wine Store (10)
Beer & Wine Store (10) with Sampling Privileges
Private Club (14)
Conveyance (8)
Craft Distiller (18)
Custom Crush (21)
Direct Shipment (17W)
Government (5)
Hotel (11)
Producer: In State (1)
Producer: Out of State (2)
Producer: Limited out of State (2L)
Producer: Out of State Winery (2W)
Producer: Out of State Microbrewery (2M)
Liquor Store (9)
Liquor Store (9) with Sampling Privileges
Microbrewery (3)
Restaurant (12)
Restaurant (12) with Growler Privileges
Special Event Contractor (SEC)
Wholesaler (4)
Winery (13)
Tasting Room (19)

ITEM #: 4.
DATE: 12/11/2023
AI #:1659



CITY COUNCIL ACTION REPORT

SUBJECT: INTERGOVERNMENTAL AGREEMENT (IGA) WITH MARICOPA COUNTY FOR THE ALLOCATION OF AMERICAN RESCUE PLAN ACT (ARPA) FUNDS TO SUPPORT THE DEVELOPMENT OF AFFORDABLE HOUSING IN GOODYEAR

STAFF PRESENTER(S): Jenna Goad, Assistant to the City Manager

SUMMARY

The Intergovernmental Agreement (IGA) with Maricopa County will allow the City to receive federal American Rescue Plan Act (ARPA) grant funds to be used to support the development of affordable housing in Goodyear.

STRATEGIC PLAN ALIGNMENT



Quality of Life



Economic
Vitality



Sense of
Community

RECOMMENDATION

Authorize the Mayor to execute an Intergovernmental Agreement (IGA) with Maricopa County to receive American Rescue Plan Act (ARPA) funds to be used to support the development of affordable housing in Goodyear. (Jenna Goad, Assistant to the City Manager)

FISCAL IMPACT

There is no local match required to receive this grant, however, there will be administrative expenses associated with ongoing compliance and reporting for a period of 20 years. There may be an opportunity to recover some of these costs through an agreement with the developer.

BACKGROUND AND PREVIOUS ACTIONS

On January 9, 2023, Council approved the submission of a grant application to Maricopa County for ARPA funds to support the development of affordable housing in Goodyear. The County has awarded \$2 million to the City to support the Suncrest Vistas senior housing development.

Council approved a request to rezone approximately 29 acres generally located southeast of

Cotton Lane and Van Buren Street for the Suncrest Vista and Estrella Springs multi-family housing developments on January 24, 2022.

STAFF ANALYSIS

This agreement will allow the City to receive ARPA funds to support the development of affordable housing in Goodyear. The City will also need to enter into an agreement with the developer, Dominion, Inc., to specify the terms of the funding pass-through. The \$2 million in ARPA funds will be provided to the developer as a 20-year, deferred loan with a zero percent interest rate. At the end of the 20-year period, the funds will be repaid to the County by the developer. The funds will be used to assist 10 units within the 261-unit Suncrest Vista senior housing development. The ARPA-assisted units will be reserved for residents earning 50% or less of the area median income (AMI). Per Arizona Department of Housing requirements, the other units will be restricted to residents earning at or below 60% AMI. The City will be responsible for the ongoing monitoring and reporting associated with the use of federal ARPA funds for a period of 20 years.

Attachments

Intergovernmental Agreement with Maricopa County



INTERGOVERNMENTAL AGREEMENT
BETWEEN
MARICOPA COUNTY
ADMINISTERED BY ITS
HUMAN SERVICES DEPARTMENT
AND
CITY OF GOODYEAR

Agreement Number: _____
Agreement Amount: \$2,000,000
Agreement Start Date: December 6, 2023
Agreement Termination Date: June 30, 2026
ALN; 21.027 American Rescue Plan Act
Unique Entity ID: KRJRN8WVGH3

1.0 PARTIES

This financial Intergovernmental Agreement ("Agreement") is between City of Goodyear ("City" or "Subrecipient") and Maricopa County ("County") administered by its Human Services Department, ("Department"), The County and the Subrecipient collectively are referred to as the "Parties" and individually as the "Party."

2.0 PURPOSE

Through this Agreement, affordable rental opportunities in Maricopa County will be expanded. The County shall provide the City of Goodyear with American Rescue Plan Act ("ARPA") Funds to be used for construction costs of rental apartment homes for seniors in the Goodyear area.

3.0 TERM OF AGREEMENT

- 3.1 The term of this Agreement is from December 6, 2023 through June 30, 2026.
- 3.2 This Agreement may be extended, but not beyond December 31, 2026, with the condition the Subrecipient is in compliance with the terms and conditions of this Agreement. Extensions shall be process as identified in section 4.0 (Amendment).
- 3.3 This Agreement shall be effective upon approval and signature by both Parties.

4.0 AMENDMENTS

Any changes to this Agreement shall be effective only by a written amendment signed by both Parties.

5.0 ADMINISTRATIVE CHANGE ORDERS

- 5.1 The Chairman of the Board of Supervisors is authorized upon the recommendation of the County's Human Services Department Director and Legal Counsel to make changes within the general scope of the Agreement on behalf of the County through Administrative Change Orders. Administrative Change Orders will be effective upon approval and execution by both the Chairman of the Board of Supervisors and the City. Administrative Change Orders may address any of the following areas:
 - 5.1.1 Modifications to the project timeline if the last day of the project timeline is within the Agreement term;
 - 5.1.2 Modifications to budget line items if the Agreement amount remains unchanged;
 - 5.1.3 Modifications required by federal, state, or County regulations, ordinances, or policies; and/or
 - 5.1.4 Modifications to administrative requirements such as changes in reporting periods, frequency of reports, or report formats required by the U.S. Department of Treasury or local regulations, policies, or requirements.

6.0 FUNDING

The County shall provide the Subrecipient with \$2,000,000 in ARPA Funds under Assistance Listing Number (ALN) 21.027 and provided to the County through the U.S. Department of Treasury.

7.0 AVAILABILITY OF FUNDS

- 7.1 This Agreement and the Parties' obligations under it shall become effective when funds assigned for the purpose of compensating the Subrecipient are available to the County for disbursement. The County shall be the sole authority in determining the availability of funds under this Agreement, and the County shall keep the Subrecipient fully informed as to the availability of funds.
- 7.2 If any action is taken by any federal, state, local agency, or any other agency or instrumentality other than the County to amend, suspend, or terminate its fiscal obligation under or provided in connection with this Agreement, then the County may amend, suspend, or terminate this Agreement. In the event of termination, the County shall be liable for payment only for services rendered prior to the effective date of the termination, provided that such services were performed in accordance with the provisions of this Agreement. Furthermore, upon termination Subrecipient shall be released from all pending responsibilities and shall have no further obligation to perform under the Agreement unless it is expressly provided for herein as an obligation that survives termination. The County shall give written notice of their intent to suspend performance or their intent to terminate this Agreement under this Section at least ten (10) calendar days in advance.

8.0 RESPONSIBILITIES OF ORGANIZATIONS

- 8.1 The Subrecipient shall:
 - 8.1.1 Complete the project description in Exhibit A, Statement of Work.
 - 8.1.2 Ensure compliance with federal, state, and County requirements as they relate to the federal ARPA requirements.
 - 8.1.3 Ensure compliance with all laws, rules, and regulations.
 - 8.1.4 Maintain a sufficient number of qualified and trained staff to provide services under this Agreement.
 - 8.1.5 Complete Quarterly Reports that contain the following information

- 8.1.5.1 Status and updates on project timelines;
- 8.1.5.2 Current quarter expenditures;
- 8.1.5.3 Expenditure forecasting;
- 8.1.5.4 Anticipated delays or issues;
- 8.1.5.5 Any recent significant disruptions or issues;
- 8.1.5.6 Other information the Department should be aware of;
- 8.1.5.7 Quarterly Reports will be due no later than 30 days after the end of the reporting quarter.

8.2 The County shall:

- 8.2.1 Review invoiced costs related to costs associated with this project on a monthly basis.
- 8.2.2 Report to the U.S. Department of Treasury on the Subrecipient's use of funds.

9.0 **COMPENSATION**

- 9.1 This agreement is on a cost reimbursement basis. Subrecipient shall submit monthly invoices to the County for all costs associated with the projects.
- 9.2 Subrecipient must submit a Request for Reimbursement to the County of all expenditures within the same fiscal year in which the expenditures are incurred. The fiscal year is July 1st through June 30th each year. Therefore, reimbursement must be submitted no later than July 30th for the preceding fiscal year.
- 9.3 Final Reimbursement Upon Agreement Termination.
 - 9.3.1 Prior to termination of this Agreement, at the date identified on page 1 of this Agreement, or as may be amended, the Subrecipient shall submit the final reimbursement request.
 - 9.3.2 This request shall be submitted no later than 30 calendar days after the termination date except as noted immediately below.
 - 9.3.2.1 If the termination date is between June 10 and June 30, of any fiscal year, then the final Reimbursement Request shall be submitted by July 10th.
 - 9.3.3 The final progress report, and any other required reports that may be applicable, such as the program income report, shall be submitted with the Final Reimbursement Request.
 - 9.3.4 Late receipt of the Final Reimbursement Request (e.g., not received within 45 days following the termination date) may result in forfeiture of payment.

10.0 **METHOD OF PAYMENT**

- 10.1 The Subrecipient shall submit invoices for project activities to hsdfinance@maricopa.gov
- 10.2 Funds not expended in implementing the Statement of Work or upon completion of the Statement of Work shall be returned to the ARPA unprogrammed funds account.
- 10.3 The County shall reimburse the Subrecipient on a net zero (0) payments standard.
- 10.4 Payment by the County is not to be construed as final in the event the Department of Treasury disallows payment for the activity or any portion thereof.

11.0 **DISALLOWED COSTS**

- 11.1 The cost principles set forth in the Code of Federal Regulations, 2 C.F.R. Part 200 Subpart E (2 C.F.R.) including later amendments and editions on file with the Arizona Secretary of State and incorporated herein by reference, shall be used to determine the allowability of incurred reimbursable costs under this Agreement.

- 11.2 Further, the Subrecipient shall follow cost principles as outlined in Office of Management and Budget (OMB) Uniform Guidance, 2 C.F.R. §§ 200, et seq.
- 11.3 Costs defined as unallowable in 2 C.F.R. shall not be submitted by the Subrecipient and will not be reimbursed by the County.

12.0 TERMINATION

- 12.1 Under A.R.S. § 38-511, the Parties may cancel this Agreement without penalty or further obligation within three years (3) after execution of this Agreement, if any person significantly involved in initiating, negotiating, securing, drafting or creating this Agreement on behalf of one Party at any time while this Agreement or any extension of this Agreement is in effect, is or becomes an employee or agent of any other Party to this Agreement in any capacity or consultant to any other party to this Agreement with respect to the subject matter of this Agreement. Additionally, pursuant to A.R.S. § 38-511, either Party may recoup any fee or commission paid or due to any person significantly involved in initiating, negotiating, securing, drafting, or creating this Agreement on behalf of the one Party from the other Party to this Agreement arising as the result of this Agreement. A cancellation notice made under this Subparagraph shall be effective when the recipient receives a written notice of cancellation unless the notice specifies a later date.
- 12.2 Either Party may terminate this Agreement at any time by giving the other Party at least sixty (60) calendar days prior notice in writing (unless terminated by a Party under the Availability of Funds provision). Any notice shall be given by either personal delivery or registered or certified mail, postage prepaid and return receipt requested, to the persons at the addresses set forth in Section 13.0 of this Agreement. In the event of termination, the Parties shall be liable for payment only for reimbursable costs incurred prior to the effective date of the termination, provided that such services were performed in accordance with the provisions of this Agreement. Neither Party shall be liable for any incomplete or additional performance under the Agreement unless expressly stated herein as an obligation that survives termination.
- 12.3 The County may suspend or terminate this Agreement if the Subrecipient violates any term or condition of this Agreement or if the Subrecipient fails to maintain a good-faith effort to carry out the purpose of this Agreement.

13.0 NOTICES

Notifications and communications concerning this Agreement shall be directed to the following:

Subrecipient:
City of Goodyear
Jenna Goad, Assistant to the City Manager
(623) 882-7069
jenna.goad@goodyearaz.gov
1900 N Civic Square
Goodyear, AZ 85395

Maricopa County
Human Services Department
Jamie Macfarlane, Housing and
Community Development Manager
(602) 506-5813
jamie.macfarlane@maricopa.gov
234 N. Central Avenue 3rd Floor
Phoenix, AZ 85004

14.0 EMPLOYMENT DISCLAIMER

- 14.1 This Agreement is not intended to constitute, create, give rise to, or to otherwise recognize a joint venture, partnership, or other formal business association or

organization of any kind, and the rights and obligations of the Parties shall be only those expressly set forth in this Agreement.

- 14.2 The Subrecipient agrees that no individual performing under this Agreement on behalf of the Subrecipient shall be considered a County agent, employee, or representative and those individuals are not entitled County civil service rights, County retirement rights, or any other rights provided under the County personnel rules, nor shall those rights accrue or apply to any such individual. The Subrecipient shall have total responsibility for all salaries, wages, bonuses, retirement, withholdings, workers' compensation, occupational disease compensation, unemployment compensation, other employee benefits, and all taxes and premiums appurtenant thereto concerning such individuals shall indemnify, defend and hold harmless the County with respect to the foregoing.
- 14.3 The County agrees that no individual performing under this Agreement on behalf of County may be considered a Subrecipient agent, employee, or representative and that no rights of Subrecipient civil service, Subrecipient retirement, or Subrecipient personnel rules shall accrue or apply to any such individual. The County shall have total responsibility for all salaries, wages, bonuses, retirement, withholdings, workers' compensation, occupational disease compensation, unemployment compensation, other employee benefits, and all taxes and premiums appurtenant thereto concerning such individuals and the County shall indemnify, defend and hold harmless the Subrecipient with respect to the foregoing.

15.0 GENERAL REQUIREMENTS

- 15.1 The terms of this Agreement shall be construed in accordance with Arizona law and the applicable laws and regulations of ARPA. Any lawsuit arising out of this Agreement shall be brought in the superior court of Maricopa County, Arizona.
- 15.2 The Subrecipient shall, without limitation, obtain and maintain all licenses, permits and authority necessary to do business, render services and perform work under this Agreement, and shall comply with all laws regarding unemployment insurance, disability insurance and worker's compensation.
- 15.3 The Subrecipient shall comply with the regulations prohibiting a conflict of interest. The Subrecipient shall not make any payments, either directly or indirectly, to any person, partnership, corporation, trust, or other organization that has a substantial interest in Subrecipient's organization or with which the Subrecipient (or any of its directors, officers, owners, trust certificate holders, or a relative thereof) has a substantial interest, unless the Subrecipient has made full written disclosure of the proposed payments to the County and has received written approval for the payments.
- 15.4 For purposes of this provision, the terms "substantial interest" and "relative" shall have the meanings prescribed by A.R.S. § 38-502.

16.0 ASSIGNMENT AND SUBCONTRACTING

- 16.1 No right, liability, obligation, or duty under this Agreement may be assigned, delegated, or subcontracted, in whole or in part, without the prior written approval of the County. The Subrecipient shall bear all liability under this Agreement, even if it is assigned, delegated, or subcontracted, in whole or in part, unless the County agrees otherwise.
- 16.2 In accordance with 2 C.F.R. §200.331, the Subrecipient may make a "Subaward" as a pass-through entity for the purpose of carrying out a portion of the federal award and General Funds. The Subrecipient will make determinations classifying recipients of federal funds as a subrecipient.

- 16.3 Subrecipient shall ensure compliance by any subcontractor with all ARPA requirements, including reporting requirements.

17.0 DISPUTES

- 17.1 Except as otherwise provided for in this Agreement, the Parties may attempt to informally resolve any dispute arising out of this Agreement for a reasonable period of time, but which shall not exceed one hundred twenty (120) calendar days. Disputes which are not resolved in that time period, shall be submitted in accordance with the following formal dispute resolution process.
- 7.1.1 Notice of the specific grounds of a dispute shall be in writing and filed with the County Representative listed in the Notices paragraph, within ten (10) business days from the date the Subrecipient knew or should have known of the basis of the dispute.
- 7.1.2 The County Representative shall respond in writing to the Subrecipient within fourteen (14) business days. The decision of the County Representative shall be final and conclusive unless, within seven (7) business days after the date the Subrecipient is served with the decision, the Subrecipient files a written notice of appeal with the Human Services Department Director.
- 7.1.3 The Department Director shall provide the Subrecipient with a written response within fourteen (14) business days following receipt of the notice of appeal. The decision of the Director shall be final and not appealable.
- 7.1.4 Pending a final decision of the Director, the Subrecipient shall diligently proceed with its performance of this Agreement in accordance with the County Representative's decision.
- 7.1.5 In the event Subrecipient disagrees with the Director's decision, Subrecipient shall have every existing and future right or remedy available by law or in equity to resolve the dispute.

18.0 SEVERABILITY

Any provision of this Agreement that is determined to be invalid, void, or illegal by a court that determination shall in no way affect, impair, or invalidate any other provision of this Agreement, and the remaining provisions shall remain in full force and effect.

19.0 STRICT COMPLIANCE

One Party's acceptance of the other Party's performance that is not in strict compliance with the terms of this Agreement shall not be deemed to waive the requirements of strict compliance for all future performance. All changes in performance obligations under this Agreement shall be in writing and signed by both Parties.

20.0 SINGLE AUDIT ACT REQUIREMENTS

The Subrecipient is in receipt of federal funds through the County and is subject to the federal audit requirements of the Single Audit Act of 1984, as amended (Pub. L. No. 98-502) (codified at 31 U.S.C. § 7501, *et seq.*). The Subrecipient shall comply with 2 C.F.R. 200, Subpart F. Upon completion, such audits shall be made available for public inspection. Audits shall be submitted to the County within the twelve (12) months following the close of the fiscal year. The Subrecipient shall take corrective actions within six (6) months of the date of the receipt of audit findings. The County shall consider sanctions as described in 2 C.F.R. § 200.505 if it is determined by ARPA or the County that the Subrecipient is not in compliance with the audit requirements.

21.0 AUDIT DISALLOWANCES

- 21.1 The Subrecipient shall, upon written notice, reimburse the County for any payments made under this Agreement that are disallowed by a federal, state, or County audit. Court costs and attorney and expert fees incurred will be specifically identified as applicable to the recovery of the disallowed costs in question.
- 21.2 If the County determines that a cost for which payment has been made is a disallowed cost, then the County will notify the Subrecipient in writing of the disallowance and identify the required course of action, which shall be at the option of the County, either to adjust any future claim submitted by the Subrecipient by the amount of the disallowance or to require immediate repayment of the disallowed amount by the Subrecipient issuing a check payable to the County.

22.0 LIMITATION ON LIABILITY

- 22.1 The County and its agents, representatives, officials, officers, directors, employees, volunteers, departments, agencies, boards, committees, and commissions shall not be liable for any act or omission by the Subrecipient or any and all of its agents, representatives, officials, officers, directors, employees, volunteers, departments, agencies, boards, committees, or commissions occurring in the performance of this Agreement, nor shall the County and its agents, representatives, officials, officers, directors, employees, volunteers, departments, agencies, boards, committees, and commissions be liable for purchases or contracts made by the Subrecipient or any and all of its agents, representatives, officials, officers, directors, employees, volunteers, departments, agencies, boards, committees, or commissions in connection with this Agreement, except as otherwise provided by law.
- 22.2 The Subrecipient and its agents, representatives, officials, officers, directors, employees, volunteers, departments, agencies, boards, committees, and commissions shall not be liable for any act or omission by the County or any and all of its agents, representatives, officials, officers, directors, employees, volunteers, departments, agencies, boards, committees, or commissions occurring in the performance of this Agreement, nor shall the Subrecipient and its agents, representatives, officials, officers, directors, employees, volunteers, departments, agencies, boards, committees, and commissions be liable for purchases or contracts made by the County or any and all of its agents, representatives, officials, officers, directors, employees, volunteers, departments, agencies, boards, committees, or commissions in connection with this Agreement, except as otherwise provided by law.

23.0 GENERAL INDEMNIFICATION

Each Party (as "Indemnitor") agrees to indemnify, defend, and hold harmless the other Party and its officers, officials, employees, and agents (collectively, "Indemnitees") from and against any and all claims, losses, liability, costs, or expenses (including reasonable attorney and expert fees) (collectively referred to as "Claims") either arising from or related to breach of this Agreement, but only to the extent that such Claims are caused by the act, omission, negligence, misconduct, or other fault of the Indemnitor and any and all of its agents, representatives, officials, officers, directors, employees, volunteers, departments, agencies, boards, committees, and commissions. The obligations under this Section 23 shall survive termination of this Agreement.

24.0 INSURANCE

24.1 The Subrecipient is a public entity and shall provide the County with a Certificate of Self-Insurance equal to:

General Aggregate \$3,000,000

Each Occurrence Limit \$1,000,000

24.2 Certificate of Insurance shall be sent to:

Maricopa County
c/o Risk Management
301 W Jefferson St., Suite 910
Phoenix, AZ 85003

25.0 OFFSHORE PERFORMANCE OF WORK PROHIBITED

Due to security and identity protection concerns, direct services under this Agreement shall be performed within the borders of the United States. Any services that are described in the specifications or scope of work that directly serve State of Arizona residents and may involve access to secure or sensitive data or personal client data or development or modification of software shall be performed within the borders of the United States. Unless specifically stated otherwise in the specifications, this definition does not apply to indirect or "overhead" services, redundant back-up services, or services that are incidental to the performance of the Agreement. This provision applies to work all performed by Subrecipients or subcontractors at all tiers.

26.0 TECHNICAL ASSISTANCE

The County will provide reasonable technical assistance to the Subrecipient to assist in complying with state and federal laws, and regulations, and accountability for diligent performance and compliance with the terms and conditions of this Agreement and all applicable laws, regulations, and standards. However, this assistance in no way relieves the Subrecipient of full responsibility and accountability for its actions and performance in compliance with the terms of this Agreement.

27.0 STAFF AND VOLUNTEER TRAINING

The County may make available to the Subrecipient the opportunity to participate in any applicable training activities conducted by the County.

28.0 CLEAN AIR ACT

The Subrecipient agree to comply with all regulations, standards and orders issued pursuant to the Clean Air Act of 1970, as amended (42 U.S.C. §§ 7401, *et seq.*), to the extent any are applicable by reason of performance of this Agreement.

29.0 LOBBYING

29.1 No federal appropriated funds have been paid or will be paid by or on behalf of the Subrecipient to any person for influencing or attempting to influence an officer or employee of any agency, a member of Congress, an officer or employee of Congress, or an employee of a member of Congress in connection with the awarding of any federal agreement, the making of any federal grant, the making of any federal loan, the entering into of any cooperative agreement, and the extension, continuation, renewal, amendment, or modification of any federal agreement, grant, loan, or cooperative agreement.

29.2 If any funds, other than federal appropriated funds, have been paid or will be paid to any person for influencing or attempting to influence an officer or employee of any agency, a member of Congress, an officer or employee of Congress, or an employee

of a member of Congress in connection with any federal agreement, grant, loan or cooperative agreement, then the Subrecipient shall complete and submit OMB Form-LLL, titled "Disclosure of Lobbying Activities," in accordance with its instructions and 31 U.S.C. § 1352.

30.0 RELIGIOUS ACTIVITIES

The Subrecipient warrants that none of its costs incurred will include any expense related to any religious activities.

31.0 POLITICAL ACTIVITY PROHIBITED

None of the funds, materials, property, or services contributed by the County under this Agreement shall be used for any partisan political activity, or to further the election or defeat of any candidate for public office.

32.0 COVENANT AGAINST CONTINGENT FEES

The Subrecipient warrants that no persons or entities have been employed or retained by it to solicit or secure this Agreement upon an agreement or understanding for a commission, percentage, brokerage, or contingent fee. For breach or violation of this warranty, the County may immediately terminate this Agreement without liability.

33.0 RIGHTS IN DATA

The Parties shall each have the use of data and reports resulting from this Agreement without cost or other restriction, except as otherwise provided by law or applicable regulation. Each Party shall supply to the other Party, upon request, any available information that is relevant to this Agreement and to the performance under it, except to the extent prohibited by law.

34.0 COPYRIGHTS

If this Agreement results in a book or other written material, the author is free to copyright the work, but the Parties reserve a royalty-free, nonexclusive, perpetual and irrevocable license to reproduce, publish, and otherwise use and to authorize others to use, all copyrighted material and all material that may be copyrighted as a result of this Agreement.

35.0 AGREEMENT COMPLIANCE MONITORING/AUDITING

35.1 The County will monitor the Subrecipient's compliance as needed for fiscal and programmatic performance under the terms and conditions of this Agreement and applicable regulations promulgated by ARPA and Maricopa County. On-site visits for compliance monitoring may be made by the County and/or its grantor agencies at any time during the Subrecipient's normal business hours, announced and/or unannounced. For auditing purposes, the County shall provide the Subrecipient with 30-days' advance notice of any proposed on-site visit. During an on-site visit(s), the Subrecipient shall reasonably make all of its records and accounts related to work performed or services provided under this Agreement available to the County for inspection and copying.

35.2 The County shall request information for fiscal monitoring/audit per OMB Uniform Guidance 2 C.F.R. § 200, to include as applicable:

35.2.1 Financial Management 2 C.F.R. § 200.302

35.2.2 Internal Controls 2 C.F.R. § 200.303

35.2.3 Bonds 2 C.F.R. § 200.304

35.2.4 Payment and Financial Reporting 2 C.F.R. § 200.305

35.2.5 Cost Sharing or Matching 2 C.F.R. § 200.306

- 35.2.6 Program Income 2 C.F.R. § 200.307
- 35.2.7 Revision of Budget and Program Plans 2 C.F.R. § 200.308
- 35.2.8 Period of Performance 2 C.F.R. § 200.309
- 35.2.9 Insurance Coverage 2 C.F.R. § 200.310
- 35.2.10 Record Retention and Access 2 C.F.R. §§ 200.334 – 200.338
- 35.2.11 Procurement Standards 2 C.F.R. § 200.318
- 35.2.12 Indirect Costs 2 C.F.R. § 200.414
- 35.2.13 Compensation-Personal Services 2 C.F.R. § 200.430
- 35.2.14 Audit Requirements 2 C.F.R. §§ 200.501-200.517

36.0 CONTINGENCY RELATING TO OTHER AGREEMENTS AND GRANTS

- 36.1 The Subrecipient shall, during the term of this Agreement, within fifteen (15) business days from acceptance, inform the Director in writing of the award of any other agreement or grant, including any other agreement or grant awarded by the County, where the award may affect either the direct or indirect costs being paid or reimbursed under this Agreement. The Subrecipient's failure to notify the County of any such agreement shall be a breach of this Agreement and the County may immediately terminate this Agreement without liability.
- 36.2 The Director may request, and Subrecipient shall provide within a reasonable time, which shall not exceed ten (10) business days, a copy of all such other agreements or grants, when, in the opinion of the Director, the award of the agreement or grant may affect the costs being paid or reimbursed under this Agreement, except to the extent prohibited by law.
- 36.3 If the Director determines that the award to the Subrecipient from such other agreements or grants has affected the costs being paid or reimbursed under this Agreement, then the Director shall prepare an amendment to this Agreement effecting a cost adjustment. If the Subrecipient disputes the proposed cost adjustment, then the dispute shall be resolved pursuant to the "Disputes" paragraph of this Agreement.

37.0 MINIMUM WAGE REQUIREMENTS

The Subrecipient warrants that it shall pay all of its employees who are engaged in either performing work or providing services under the terms of this Agreement not less than the minimum wage specified under Section 206(a)(1) of the Fair Labor Standards Act of 1938, as amended (29 U.S.C. §§ 201, et seq.), by law and regulation, and, as applicable, Executive Order 13658, as amended, and as specified by Arizona law.

38.0 RECOGNITION OF COUNTY SUPPORT

The Subrecipient shall give recognition to the County and the funding source for its support when the Subrecipient publishes materials or releases public information that is paid for in whole or in part with funds received by the Subrecipient under this Agreement.

39.0 NONDISCRIMINATION, EQUAL OPPORTUNITY AND EQUAL ACCESS

The Subrecipient, in connection with any services or other activities under this Agreement, shall not in any way discriminate against any person on the grounds of race, color, religion, sex, national origin, age, disability, political affiliation or belief. The Subrecipient shall include this clause in all its Subcontracts.

40.0 DISABILITY REQUIREMENTS

The Subrecipient agrees that any electronic or information technology offered under this Agreement shall comply with A.R.S. §§41-2531 and 41-2532 and Section 508 of the

Rehabilitation Act of 1973, which requires that employees and members of the public shall have access to and use of information technology that is comparable to the access and use by employees and members of the public who are not individuals with disabilities.

41.0 EQUAL EMPLOYMENT OPPORTUNITY

- 41.1 The Subrecipient shall not discriminate against any employee or applicant for employment because of race, age, disability, color, religion, sex, sexual identity, gender identity, or national origin.
- 41.2 The Subrecipient shall take affirmative action to ensure that applicants are employed and that employees are treated during employment without regard to their race, age, disability, color, religion, sex, sexual identity, gender identity, or national origin. Such action shall include, but is not limited to, the following: employment, upgrading, demotion or transfer, recruitment or recruitment advertising, lay-off or termination, rates of pay or other forms of compensation, and selection for training, including apprenticeship.
- 41.3 The Subrecipient shall and shall cause their respective subcontractors to comply with:
 - 41.3.1 Title VI and VII of the Civil Rights Act of 1964, as amended (42 U.S.C. §§ 2000a, *et seq.*);
 - 41.3.2 the Rehabilitation Act of 1973, as amended (29 U.S.C. §§ 701, *et seq.*);
 - 41.3.3 the Age Discrimination in Employment Act of 1967, as amended (29 U.S.C. §§ 621, *et seq.*);
 - 41.3.4 the Americans With Disabilities Act of 1990 (42 U.S.C. §§ 12101, *et seq.*); and
 - 41.3.5 Arizona Executive Order 2009-09, *et seq.* as amended, which mandates that all persons shall have equal access to employment opportunities.

42.0 UNIFORM ADMINISTRATIVE REQUIREMENTS

The Subrecipient agree to comply with all applicable provisions of Title 2, Subtitle A, Chapter II, Part 200—UNIFORM ADMINISTRATIVE REQUIREMENTS, COST PRINCIPLES, AND AUDIT REQUIREMENTS FOR FEDERAL AWARDS contained in Title 2 C.F.R. §§ 200, *et seq.*

43.0 FINANCIAL MANAGEMENT

The Subrecipient shall establish an accounting system that assures the safeguarding and accountability of all money and assets provided under this Agreement. No part of the money deposited in the bank account shall be commingled with other funds or money belonging to the Subrecipient. All interest earned on the account shall be disbursed in the manner specified by the County in accordance with applicable State of Arizona and federal regulations. If an accounting system is used, then it shall be in accordance with generally accepted accounting principles.

44.0 RETENTION OF RECORDS

- 44.1 This provision applies to all financial and programmatic records, supporting document, statistical records, and other records of the Subrecipient that are related to this Agreement.
- 44.2 The Subrecipient shall retain all records relevant to this Agreement for six (6) years after final payment or until after the resolution of any audit questions which could be more than six (6) years, whichever is longer, and the County, federal and state auditors and any other persons duly authorized by the County shall have full access to, and the right to examine, copy, and make use of any and all of the records.

45.0 ADEQUACY OF RECORDS

If the Subrecipient's books, records and other documents related to this Agreement are not sufficient to support and document that allowable services were provided to eligible participants as determined by a court of competent jurisdiction, then the Subrecipient shall reimburse the County for the services not supported and documented.

46.0 IMMIGRATION LAWS AND REGULATIONS

46.1 Federal Immigration and Nationality Act

46.1.1 The Subrecipient understand and acknowledge the applicability of the Immigration Reform and Control Act of 1986 (IRCA). The Subrecipient agrees to comply with the IRCA in performing under this Agreement and to permit the County to reasonably inspect personnel records to verify such compliance, to the extent required by law.

46.1.2 By entering into this Agreement, the Subrecipient warrants compliance with the Federal Immigration and Nationality Act (FINA) and all other federal immigration laws and regulations related to the immigration status of its employees. The Subrecipient shall obtain statements from their subcontractors certifying compliance and shall furnish the statements to the County upon request. These warranties shall remain in effect through the term of the Agreement. The Subrecipient and their subcontractors shall also maintain Employment Eligibility Verification forms (I-9) as required by the U.S. Department of Labor's Immigration and Control Act for all employees performing work under the Agreement. I-9 forms are available for download at USCIS.GOV.

46.1.3 The County may request verification of compliance for any employee or subcontractor performing work under the Agreement. Should the County suspect or find that the Subrecipient or any of its subcontractors are not in compliance, then the County may pursue any and all remedies allowed by law, including, but not limited to: suspension of work, termination of the Agreement for default, and suspension or debarment (or both) of the Subrecipient. All costs necessary to verify compliance are the responsibility of the subrecipient or its subcontractor.

46.2 **Arizona Law:** The Subrecipient warrants that it is in compliance with A.R.S. § 41-4401 (e-verify requirements) and further acknowledges that:

46.2.1 That the Subrecipient and their Vendors, if any, warrant their compliance with all federal immigration laws and regulations that relate to their employees and their compliance with A.R.S. § 23-214;

46.2.2 A breach of a warranty under this Subparagraph 48.2.2 shall be deemed a material breach of this Agreement and the County may immediately terminate this Agreement without liability; and

46.2.3 The County and any contracting government entity retain the legal right to inspect the papers and employment records of the Subrecipient or their Vendor's employees who works on this Agreement to ensure that such Party or Vendor is complying with the warranty provided under this Subparagraph 46.2.3 and that the Subrecipient agrees to make all papers and employment records of those employees available during normal working hours in order to facilitate such an inspection.

47.0 DRUG FREE WORKPLACE ACT

The Subrecipient shall comply with the Drug-Free Workplace Act of 1988 (41 U.S.C. §§ 701, *et seq.*), which requires that Subrecipients and grantees of federal funds must certify that they will provide Drug-Free workplaces. This certification is a precondition to receiving a grant or entering into this Agreement.

48.0 CERTIFICATION REGARDING DEBARMENT, SUSPENSION, INELIGIBILITY AND VOLUNTARY EXCLUSION

48.1 The undersigned, by signing this Agreement, represents that he/she has the authority to bind the Subrecipient to the terms of this Certification. The Subrecipient, as the primary participant in accordance with 2 C.F.R. Part 180, certifies to the best of its knowledge and belief that it and its principals:

48.1.1 Are not presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded from covered transactions by any federal department or agency;

48.1.2 Have not within a 3-year period preceding the Start Date of this Agreement, been convicted of or had a civil judgment rendered against them for (1) the commission of fraud or a criminal offense in connection with obtaining, attempting to obtain, or performing a public (federal, State, or local) transaction or a contract under a public transaction; (2) the violation of any federal or State antitrust statutes or (3) the commission of embezzlement, theft, forgery, bribery, falsification or destruction of records, making false statements, or receiving stolen property;

48.1.3 Are not presently indicted or otherwise criminally or civilly charged by a governmental entity (federal, state, or local) with the commission of any of the offenses enumerated in Sub-subparagraph 48.1.2 above; and

48.1.4 Have not, within a three-year period preceding the Start Date of this Agreement, had one or more public transactions (federal, state, or local) terminated for cause or default.

48.2 The Subrecipient agrees to include, without modification, this clause in all lower tier covered transactions (i.e., transactions with subcontractors) and in all solicitations for lower tier covered transactions related to this Agreement.

49.0 SUBRECIPIENT EMPLOYEE WHISTLEBLOWER RIGHTS AND REQUIREMENT TO INFORM EMPLOYEES OF WHISTLEBLOWER RIGHTS:

49.1 The Subrecipient agrees that this Agreement and its employees working on this Agreement will be subject to the whistleblower rights and remedies in the federal pilot program established at 41 U.S.C. § 4712 by Section 828 of the National Defense Authorization Act for Fiscal Year 2013 (Pub. L. 112–239) and Section 3.908 of the Federal Acquisition Regulation;

49.2 The Subrecipient shall inform its employees in writing, in the predominant language of the workforce, of employee whistleblower rights and protections under 41 U.S.C. § 4712, as described in Section 3.908 of the Federal Acquisition Regulation. Documentation of such employee notification must be kept on file by the Subrecipient and copies provided to County upon request; and

49.3 The Subrecipient shall insert the substance of this clause, including this Paragraph 49.0, in all subcontracts over the agreed upon simplified acquisition threshold (\$250,000 as of June 2021).

50.0 WRITTEN CERTIFICATION PURSUANT TO A.R.S. § 35-393.01

If the Subrecipient engages in for-profit activity and has 10 or more employees, and if this Agreement has a value of \$100,000 or more, then the Subrecipient certifies it is not currently engaged in, and agrees for the duration of this Agreement not to engage in, a boycott of goods and services from Israel. This certification does not apply to a boycott prohibited by 50 U.S.C. § 4842 or a regulation issued pursuant to 50 U.S.C. § 4842.

51.0 SURVIVAL

The indemnification, hold harmless, defense, and non-liability provisions of this Agreement shall have full force and effect notwithstanding any other provisions in this Agreement and shall survive the termination or expiration of this Agreement.

52.0 DEFAULT AND REMEDIES FOR NONCOMPLIANCE

- 52.1 Notwithstanding anything to the contrary, this Section shall not be deleted or superseded by any other provision of this Agreement.
- 52.2 This Agreement may be immediately terminated by a Party if the other Party defaults by failing to perform any objective or breaches any obligation under this Agreement, or any event occurs that jeopardizes the other Party's ability to perform any of its obligations under this Agreement.
- 52.3 Failure to comply with the requirements of this Agreement and all the applicable federal, state, or local laws, rules, and regulations may result in suspension or termination of this Agreement, the return of unexpended funds (less just compensation for work satisfactorily completed that, to date, had not been reimbursed), the reimbursement of funds improperly expended, or the recovery of funds improperly acquired. Noncompliance includes, but is not limited to:
 - 52.3.1 Non-performance of any obligations required by this Agreement.
 - 52.3.2 Noncompliance with any applicable federal, state, or local laws, rules, or regulations.
 - 52.3.3 Unauthorized expenditure of funds.
 - 52.3.4 Noncompliance with applicable financial record requirements, accounting principles, or standards established by OMB circulars and 2 C.F.R. §§ 200 *et seq.*
 - 52.3.5 Noncompliance with recordkeeping, record retention, or reporting requirements.
- 52.4 Notwithstanding the suspension or termination of this Agreement, or the final determination of the proper disposition of funds, the Subrecipients, without intent to limit or with restrictions, be subject to the following:
 - 52.4.1 Acknowledge that suspension or termination of this Agreement does not affect or terminate any rights against that Party at the time of suspension or termination, or that may accrue later. Nothing herein shall be construed to limit or terminate any right or remedy available under Agreement.
 - 52.4.2 Waiver of a breach or default of any term, covenant, or condition of this Agreement or any federal, state, or local law, rule, or regulation shall not operate as a waiver of any subsequent breach of the same or any other term, covenant, condition, law, rule, or regulation.
- 52.5 The Subrecipient shall, upon notice or with knowledge obtained by itself or others, take any and all proactive actions necessary, and provide any and all applicable remedies to address and correct any act by itself, and any and all of its agents, representatives, officers, officials, directors, employees, volunteers, successors, assigns, or subcontractors that resulted in any wrongdoing (intentional or unintentional); misuse or misappropriation of funds; the incorrect or improper

disposition of funds; any violation of any federal, state, or local law, rule, or regulation; or the breach of any certification or warranty provided in this Agreement.

53.0 ADMINISTRATIVE REQUIREMENTS

- 53.1 Accounting Standards - The Subrecipient agrees to comply with this Agreement and to adhere to the accounting principles and procedures required to utilize adequate internal controls and maintain necessary source documentation for all costs incurred, as well as any applicable federal laws and regulations. The Subrecipient further agrees to maintain an adequate accounting system that provides for appropriate grant accounting (including calculation of program income).
- 53.2 Repayment of Funds – The Subrecipient agrees to repay funds provided under this Agreement for noncompliance with the terms of this Agreement. Repayment shall be in accordance with the terms of this Agreement or the requirement of applicable laws and regulations, including continuing use compliance. The County shall specify in writing, the terms of the repayment or alternative terms in lieu of repayment. However, in no case shall repayment or compliance with the alternative terms be complete any later than sixty (60) calendar days following the written determination of noncompliance by the County.
- 53.3 Documentation and Record Keeping - The Subrecipient agrees to comply with this Agreement and the following record keeping requirements:
 - 53.3.1 Records to be maintained - The Subrecipient shall maintain all financial records as required by 2 C.F.R. § 200, and OMB Circulars;
 - 53.3.2 System for Award Management -The Subrecipient and all subcontractors or subrecipients shall have a valid Unique Entity Identifier (UEI) number and an active profile in the federal System for Award Management, or SAM.gov. Documentation of the UEI Number must be included in all project files.
 - 53.3.3 Records Retention - The Subrecipient shall retain all records pertinent to this Agreement for a period of six (6) years after all requirements have been met. In the event of litigation, a claim, or an audit is begun before the expiration of this retention period, said records shall be retained until all such action or audit findings involving the records have been resolved.
 - 53.3.4 Disclosure - The Subrecipient understands that client information collected under this Agreement is private and the use or disclosure of such information, when not directly connected with the administration of the County's or the Subrecipient's responsibilities with respect to services provided under this Agreement, is prohibited unless written consent is obtained from such person receiving service.
 - 53.3.5 Property Records - The Subrecipient shall maintain property and equipment inventory records that clearly identify properties and equipment purchased, improved, or sold. Properties and equipment retained shall continue to meet eligibility criteria and shall conform to the use of property and equipment.

54.0 UYGHUR FORCED LABOR PREVENTION ACT (UFLPA)

- 54.1 The Subrecipient warrants and certifies that it does not currently, and agrees for the duration of the agreement that it will not, use:
 - 54.1.1 The forced labor of ethnic Uyghurs in the People's Republic of China.

- 54.1.2 Any goods or services produced by the forced labor of ethnic Uyghurs in the People's Republic of China.
- 54.1.3 Any contractors, subcontractors or suppliers that use the forced labor or any goods or services produced by the forced labor of ethnic Uyghurs in the People's Republic of China.
- 54.2 If the Subrecipient becomes aware during the term of the Agreement that the Subrecipient is not in compliance with this paragraph, the Subrecipient shall notify the County within five business days after becoming aware of the noncompliance. Failure of the Subrecipient to provide a written certification that the Subrecipient has remedied the noncompliance within one hundred eighty (180) days after notifying the public entity of its noncompliance, this Agreement shall terminate unless the Term of this Agreement shall end prior to said one hundred eighty (180) day period.

55.0 FORCE MAJEURE

- 55.1 The Subrecipient shall be liable for failure of performance, nor incur any liability to the other Party on account of any loss or damage resulting from any delay or failure to perform all or any part of this Agreement if such delay or failure is caused by events, occurrences, or causes beyond the reasonable control and without negligence of the Parties. Such events, occurrences, or causes will include Acts of God/Nature (including fire, flood, earthquake, storm, hurricane, or other natural disaster), war, invasion, act of foreign enemies, hostilities (whether war is declared or not), civil war, riots, rebellion, revolution, insurrection, military or usurped power or confiscation, terrorist activities, nationalization, government sanction, lockout, blockage, embargo, labor dispute, strike, pandemic, and interruption or failure of electricity or telecommunication service.
- 55.2 The Subrecipient, as applicable, shall give the other Party notice of its inability to perform and particulars in reasonable detail of the cause of the inability. Each party must use best efforts to remedy the situation and remove, as soon as practicable, the cause of its inability to perform or comply.
- 55.3 The Party asserting Force Majeure as a cause for non-performance shall have the burden of proving that reasonable steps were taken to minimize delay or damages caused by foreseeable events, all non-excused obligations were substantially fulfilled, and the other Party was timely notified of the likelihood or actual occurrence that would justify such an assertion, so that other prudent precautions could be contemplated.

[Signatures contained on following page]

IN WITNESS, the Parties have approved and signed this Agreement:

APPROVED BY:
CITY OF GOODYEAR

APPROVED BY:
MARICOPA COUNTY

Mayor Date

Clint Hickman Date
Chairman Board of Supervisors

Attested to:

Attested to:

City Clerk Date

Juanita Garza, Clerk of the Board Date

IN ACCORDANCE WITH A.R.S. §§ 9-240 AND 11-952, THIS AGREEMENT HAS BEEN REVIEWED BY THE UNDERSIGNED ATTORNEY WHO HAS DETERMINED THIS AGREEMENT IS PROPER IN FORM AND WITHIN THE POWERS AND AUTHORITY GRANTED TO THE CITY OF GOODYEAR UNDER THE LAWS OF THE STATE OF ARIZONA.

IN ACCORDANCE WITH A.R.S. §§ 11-201, 11-251, AND 11-952, THIS AGREEMENT HAS BEEN REVIEWED BY THE UNDERSIGNED ATTORNEY WHO HAS DETERMINED THIS AGREEMENT IS PROPER IN FORM AND WITHIN THE POWERS AND AUTHORITY GRANTED TO MARICOPA COUNTY UNDER THE LAWS OF THE STATE OF ARIZONA.

APPROVED AS TO FORM:

APPROVED AS TO FORM:

City Attorney Date

Kim Miles, Deputy County Attorney Date

EXHIBIT A - STATEMENT OF WORK

1.0 Project Description:

- 1.1 By agreeing to act as the Subrecipient of Maricopa County ARPA funds, the City of Goodyear agrees to partially fund Suncrest Vista (Project), which will provide 261 affordable rental apartment homes for seniors on an 9.44-acre parcel of undeveloped land in Goodyear, AZ directly south of the southeast corner of Loop 303 and Van Buren Street. Future residents will benefit from the proximity to retail, grocers, and access to a variety of services. The community includes 76 one-bedroom apartments, 153 two-bedroom apartments, and 32 three-bedroom apartments. The in-unit amenities will include hardwood-style flooring, gourmet kitchen cabinets, walk-in closets, and central air. All ground floor units will include patios and the remaining units will have balconies.
- 1.2 The total development cost of the project is estimated to be \$120,000,000. ARPA funds are estimated to be \$2,000,000. Additional construction phase funding sources include a tax-exempt construction mortgage from Deutsche Bank, equity bridge financing from both Deutsche Bank and Bremer Bank, and a Surplus Cash Flow Bond originated by Colliers Securities. Investments in both Low-Income Housing Tax Credits and Solar Tax Credits from US Bank Community Development Corporation, along with a Freddie Mac Forward Tax-Exempt Loan will be used to repay a majority of the construction phase financing.
- 1.3 Maricopa County will provide \$2,000,000 of ARPA funds which will be used to pay construction hard costs, including but not limited to, substantial cost escalations in electrical equipment and wall finishes. The ten (10) ARPA-assisted unit composition will be as follows:
 - 4 one-bedroom units
 - 4 two-bedroom units
 - 2 three-bedroom units
- 1.4 The Project will carry a 30-year affordability period, per ADOH requirements, 20 years of which will apply to the ARPA-assisted units. The income and restrictions of the ARPA-assisted units will match HOME Low Rent Limits (i.e. 50% of Area Median Income (AMI), with rent limits as established by the Arizona Department of Housing as published for the applicable year for the 50% AMI low-income tenants.). The remaining non-ARPA assisted units will be restricted to residents earning at or below 60% of AMI. Gross rents for non-ARPA assisted units shall be restricted to no more than the allowable rent limit as established by the Arizona Department of Housing as published for the applicable year for the 60% AMI low-income tenants.
- 1.5 No on-site supportive services are planned for this development.

2.0 Subrecipient contributions:

Goodyear agrees to serve as the subrecipient for the ARPA funds and to monitor the ARPA-assisted units for compliance for a period of 20 years.

3.0 Project Eligibility:

- 3.1 Property Standards - Housing that is constructed or rehabilitated with ARPA funds must meet all applicable local codes, rehabilitation and construction standards,

ordinances, and zoning ordinances, including Section 504 of the Rehabilitation Act of 1973 and Fair Housing Act, as amended, at the time of project completion. All work shall meet decent, safe and sanitary housing standards consistent with HOME regulations including HUD Housing Quality Standards and Maricopa County Housing Rehabilitation Standards. These standards are available on the Maricopa County website under Housing & Community Development or upon request. The property shall be maintained in such a way to continue meeting these standards and in accordance with all applicable local codes and ordinances.

- 3.2 Occupancy Requirements –The Developer shall determine and verify income eligibility of tenants for the ARPA assisted-units prior to occupancy of a unit. The occupancy of the ARPA-assisted units must be by households whose income is at or below 50% AMI throughout the Period of Affordability; Updated HOME Income and Rent Limits are available on the Maricopa County website under Housing & Community Development or upon request. The Project shall define “Annual Income” as it is defined at 24 C.F.R. Part 92 and shall document sources of income and examine eligibility on an annual basis in order to meet requirements of HOME regulations at 24 C.F.R. Part 92.203.
- 3.3 Rental Requirements - The ARPA-assisted units shall be designated as Low HOME units, which are outlined in the HOME Income and Rent Limits. The Low HOME rent limit is the maximum rent allowed for an ARPA-assisted unit; the maximum rent amount includes the utility allowance. Any increase in the lesser of these rent limits must be approved by HUD and the State of Arizona Department of Housing. The Developer shall provide Goodyear notice of planned rent increases and supporting documentation from HUD and the State of Arizona Department of Housing authorizing the increase. ARPA-Assisted units will require a minimum lease term of one year.
- 3.4 Affordability Period – The Subrecipient shall ensure all housing assisted under this Agreement meets the affordability requirements set forth within this agreement for a period of 20 years. This period will be secured and enforced through a Promissory Note, as well as a Deed of Trust, and Covenants, Conditions and Restrictions (CC&Rs) between the City and the Developer that will be recorded at the Maricopa County Recorder's Office.
- 3.5 Program Income – Program income will be defined as any principal and interest payments made on the \$2,000,000 loan from the City of Goodyear to the developer. Any program income generated through completion of this activity will be recoverable by Maricopa County to reallocate to one or more future affordable housing projects. ARPA funds will be provided from the City to the developer as a 20-year, deferred loan with a zero percent interest rate. Program income payments shall be made to Maricopa County by the subrecipient annually on June 1, commencing upon completion of the project. The subrecipient will be required to submit an annual certification to document program income activity.

4.0 Deliverables:

Beneficiaries			
	ARPA Assisted	Non-ARPA Assisted	Total Assisted
Number of households (units)	10	251	261
Number of people served annually (approximate)	18	377	392

5.0 Budget:

Fund Sources	
Sources	Total
Maricopa County – ARPA	\$2,000,000

	ARPA Funds
Construction Hard Costs- Residential	\$2,000,000
TOTALS	\$2,000,000

6.0 Proposed Project Schedule:

Project Milestone	Estimated Completion Date	Comments
Site Acquisition	May 13, 2021	Land was purchased by Sponsor in 2021
Construction Loan (Closing Date)	July 27, 2023	
Partnership Closing (Closing Date)	July 27, 2023	
Permanent Loan Commitment	June 30, 2023	
Permanent Loan Closing	June 30, 2026	Freddie Mac Commitment will contain 36-month forward period. Date shown is the conversion to perm financing
Other Funds Firm Commitment	April 11, 2023	
Other Funds Firm Commitment	April 12, 2023	Surplus Cash Flow Note
Environmental Review Completion	February 6, 2023	Date of the latest Phase 1 ESA.
Authority to Use Grant Funds	September 15, 2023	
Zoning Entitlements	October 14, 2022	Date of Site Plan Approval
Plans Submitted to the Municipality	March 29, 2023	The development has provided one set of comments to the plans, and re-submittals were made on March 29.
Civil Permits Issued	August 1, 2023	
Building Permits Issued	August 28, 2023	
Contractors Notice to Proceed Issued	August 1, 2023	
Construction Mobilization	August 16, 2023	
25% Completion	June 1, 2024	
50% Completion	September 1, 2024	
75% Completion	March 1, 2025	
Certificate of Occupancy	October 1, 2025	
ARPA-Assisted Units Occupied	October 15, 2025	
100% Occupancy	February, 2026	

ITEM #: 5.
DATE: 12/11/2023
AI #:1774



CITY COUNCIL ACTION REPORT

**SUBJECT: SOUTHWEST FAMILY ADVOCACY CENTER
INTERGOVERNMENTAL AGREEMENT (IGA) WITH CITY OF
AVONDALE**

STAFF PRESENTER(S): Art Miller, Interim Chief of Police

SUMMARY

Southwest Family Advocacy Center Intergovernmental agreement between the city of Goodyear and the city of Avondale.

STRATEGIC PLAN ALIGNMENT



Quality of Life

RECOMMENDATION

Approve the Southwest Family Advocacy Center Intergovernmental Agreement (IGA) with Partnering Agencies and Department of Child Safety. (Art Miller, Interim Chief of Police)

FISCAL IMPACT

The costs associated with the SWFAC are shared between the Partnering Agencies and the Department of Child Safety. The operational costs are included in the FY24 Police Department base budget in the amount of \$377,300.

BACKGROUND AND PREVIOUS ACTIONS

On May 29, 2014, former Governor Jan Brewer signed into law a bill creating a new State Agency to oversee child services, the Department of Child Safety (DCS). This bill separated the Division of Children, Youth and Families' Child Protective Services unit from the Department of Economic Security.

On July 13, 2015, Council approved the First Amendment to the Amended and Restated IGA that allowed for law enforcement to continue providing services to victims of domestic violence, child abuse, sexual assault and elder abuse at the Southwest Family Advocacy Center (SWFAC). The IGA permitted costs to be shared among the cities of Avondale, Buckeye, Goodyear, and MCSO (collectively, "Partnering Agencies").

The partnering agencies are submitting the latest IGA to replace the current IGA that expired on June 30, 2023.

STAFF ANALYSIS

The SWFAC is a multidisciplinary facility that opened in May 2008. SWFAC has provided the community with a child and family focused, facility-based program in which representatives from many disciplines, including law enforcement, child protection, prosecution, mental health, and medical, work together to investigate, treat, manage and prosecute child abuse cases, sexual assault, domestic violence and elder abuse.

Continuing the IGA to provide these services is beneficial to the city as resources might not be otherwise available.

Attachments

City of Avondale IGA

**INTERGOVERNMENTAL AGREEMENT
BETWEEN
THE CITY OF AVONDALE, THE CITY OF BUCKEYE, THE CITY OF GOODYEAR
AND THE MARICOPA COUNTY ACTING THROUGH THE MARICOPA COUNTY
SHERIFF'S OFFICE**

THIS INTERGOVERNMENTAL AGREEMENT (the "Agreement") is entered into on the date of the last signature below, by and between the City of Avondale, an Arizona municipal corporation ("Avondale"), the Town of Buckeye, an Arizona municipal corporation ("Buckeye"), the City of Goodyear, an Arizona municipal corporation ("Goodyear") and Maricopa County, Arizona, an Arizona municipal corporation, acting by and through the Maricopa County Sheriff's Office ("Maricopa") (each referred to individually as a "Partnering Agency" and collectively identified as the " Partnering Agencies") to provide integrated services to children and families.

RECITALS

WHEREAS, the Partnering Agencies have authority to enter into the Agreement pursuant to ARIZ.REV. STAT.§ 11-952.

WHEREAS, the Partnering Agencies have entered into past Intergovernmental Agreements and amendments concerning the operation of a domestic violence victim advocacy center located at 2333 N. Pebble Creek Parkway, Suite A-200, Goodyear, Arizona (the "Center") for the provision of services to and for child and adult victims of physical abuse, sexual abuse and domestic violence.

WHEREAS, pursuant to past Intergovernmental Agreements and amendments, the Partnering Agencies agreed that Avondale shall be the day-to-day manager of the Center. As the day-to-day manager, Avondale shall be responsible for office and facility related concerns.

WHEREAS, the Partnering Agencies desire to continue the shared use and operation of the Center to provide on-site agency collaboration through the use of multi-disciplinary team approach for the prevention, investigation, assessment, protection, treatment and referral for prosecution of matters related to the sexual and physical abuse of children and adults including domestic violence matters (the "Services).

AGREEMENT

NOW THEREFORE, in consideration of the foregoing recitals, which are incorporated herein by reference, the following mutual covenants and conditions, and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the Partnering Agencies agree as follows:

1. Purpose & Intent of Agreement.

- 1.1. The Partnering Agencies intend to provide on-site agency collaboration related to the Services at the Center.
- 1.2. This Agreement provides for the operation and funding of the Center and supersedes all agreements previously entered into for the operation of the Center.
- 1.3. Avondale shall act as the overall day-to-day manager of the Center subject to the guidance of the Steering Committee (as defined in section 2 below).

2. Center Governance and Operations.

- 2.1. **Steering Committee.** The established Steering Committee shall serve as the governing body of the Center. The Steering Committee shall consist of the Avondale Police Chief, the Buckeye Police Chief, the Goodyear Police Chief and the Maricopa County Sheriff's Office Bureau Chief (the "Steering Committee").
- 2.2. **Chairperson.** During FY 2023-24, the Avondale Police Chief shall serve as chairman of the Steering Committee. Thereafter, at the first meeting of each fiscal year (July 1 through June 30), the Steering Committee chairperson position shall rotate among the partners (Buckeye, Goodyear, Maricopa and Avondale, in that order).
- 2.3. **Responsibilities.** As the governing body of the Center, the Steering Committee shall (1) review and approve any capital improvement plan for the Center, (2) review and approve the annual Center Operation and Maintenance Budget for the period July 1 through June 30 or portion thereof for each year of operation, by February 1st for the following fiscal year, (3) review and approve the Center Operations Manual, and any amendments thereto, and (4) conduct all other duties and responsibilities necessary for the operation of the Center.
- 2.4. **Meetings.** The Steering Committee will meet as necessary, but not less than quarterly. Meetings will be scheduled on not less than 30 days' written notice to each Partnering Agency, except upon consent of all the members of the Steering Committee. The Center Director will attend Steering Committee meetings as a non-voting member. Steering Committee members may appoint alternates who may attend Steering Committee meetings but who shall not have a vote except in the absence of the respective Steering Committee member. The Center Director shall develop the meeting agenda, preside at and conduct all meetings of the Steering Committee. As soon as possible after each meeting, a copy of the minutes shall be provided to each of the Steering Committee members.
- 2.5. **Voting Authority.** Members of the Steering Committee shall vote on all items based on one vote per Steering Committee member. Except in the case of a tie, in which the Steering Committee Chairman will have two votes. In the case of the absence of a Steering Committee member, an appointed alternate shall have the right to vote on behalf of the respective Partnering Agency. A Steering Committee member may not designate another Steering Committee member to be his/her proxy for voting purposes. Before any action or decision of the Steering Committee is taken or made, the members

present shall have the opportunity to discuss their respective Partnering Agency's positions or opinions on matters before the Steering Committee.

- 2.6. Center Director.** The "Center Director" shall be an Avondale employee, appointed by and serving at the pleasure of the Avondale City Manager, as provided herein. The Center Director's salary and benefits shall be paid for out of the Center Operations and Maintenance Budget. The members of the Steering Committee will participate in the selection process of the Center Director and will make a recommendation to the Avondale City Manager regarding selection of the Center Director. After considering recommendations from the Steering Committee members participating in the selection process, the Avondale City Manager will select the Center Director. The Steering Committee may make recommendations to Avondale regarding the Center Director's performance at the time when Avondale is preparing to conduct the Center Director's evaluation. Avondale agrees to consider the Steering Committee's recommendations in conducting the Center Director's performance evaluation and, in addition, Avondale may use additional criteria in evaluating the Center Director's performance for the year. If the Center Director's position becomes vacant while this Agreement is in effect, Avondale agrees to provide an interim Center Director and to recruit and select a new Center Director as outlined herein. All cost for recruitment and selection for the position of Center Director shall be paid for by the Center Operation and Maintenance Budget.
- 2.7. Responsibilities.** The Center Director will be primarily responsible for implementing the decisions of the Steering Committee and for overseeing the day-to-day operations of the Center. Through the Steering Committee's annual review and approval of the annual budget for the Center, the Steering Committee will establish priorities for the Center Director for the upcoming year as they relate to the Center.
- 2.8. Center Operations.** Avondale, acting by and through the Center Director shall serve as the day-to-day manager of the Center. The Center Director shall have the responsibility to maintain the Center in good condition and repair as outlined in the lease agreement and for overseeing the maintenance and repair of the Center by the property owner. Avondale shall develop facility management contracts with vendors and oversee the procurement of emergency repairs for the Center, as required. Emergency repairs will be defined as those repairs that are immediately necessary to protect buildings, facilities and grounds from further damage and to keep the Center functional. The Center Director along with the Avondale Police Department Budget Manager shall establish and maintain accounts and records, including personnel, property, financial, project management, and other records as required by Avondale and consistent with generally accepted accounting principles to ensure proper accounting for all ongoing operating and maintenance costs.
- 2.9. Operations Manual.** The Center Director will continue to maintain and update, subject to the Steering Committee's approval, the Center Operations Manual to address matters relating to (1) scheduling procedures, (2) policies, procedures and practices for day-to-day (or otherwise necessary and beneficial to the) operations of the Center, (3) the staffing and organizational structure of the Center, (4) policies, procedures, practices,

terms and rental fees, if any, for use of the Center by non-participating agencies,(5) Partnering Agency responsibilities when using the Center, (6) general guidance for the Center Director's professional operation and management of the Center and (7) any other matters deemed necessary or beneficial by the Center Director and Steering Committee.

- 2.10. Quarterly Reports.** The Center Director shall provide each Partnering Agency with a quarterly update outlining each Partnering Agency's usage for the quarter and cumulative total for the current year. The quarterly update shall include usage from Partnering and non-partnering agencies, as well as information related to the administration, leadership, budget, donations, personnel, training and community outreach conducted during the quarter. Quarterly updates shall be presented to the Steering Committee for approval.

3. Finances and Budget.

- 3.1.** Each Partnering Agency shall contribute toward the annual operating, maintenance and repair cost of the Center ("O&M Costs") in equal shares, as more fully set forth herein.
- 3.2.** The Center Director and the Avondale Police Department Budget Manager will develop an estimated annual Center operations and maintenance budget for review by the Partnering Agencies by November 15th of each year. The Steering Committee shall adopt and approve a final operations and maintenance budget for the following fiscal year, no later than February 1st of the current fiscal year. The operations and maintenance budget shall include all annual operating, maintenance, and repair costs for the Center, including, but not limited to, (1) authorized personnel salaries and benefits, (2) services and supplies including, but not necessarily limited to, utilities, office supplies, maintenance supplies, contractual services, (3) expenditures related to repair and maintenance of the Center facility, (4) liability insurance as set forth in this agreement and (5) all other expenditures approved by the Steering Committee.

4. Partnering Agency Obligations.

- 4.1.** Each Partnering Agency shall bear, at its own expense, the operating, repair, and maintenance costs incurred solely for the benefit of each respective Partnering Agency (i.e., Partnering Agency provided office furniture and equipment used by the respective Partnering Agency). Each Partnering Agency will acquire, hold or dispose of the personal property housed at the Center and necessary to operate its respective portion of the Center (i.e., computers, printers, etc.).

5. Center Fund.

- 5.1.** All Center accounts are subject to oversight and control of the Steering Committee. Avondale will administer the financial activities of the Center as a revenue fund (the "Center Fund") in accordance with generally accepted accounting principles. All monies received by the Center, including each Partnering Agencies' proportionate share

of the O&M Costs, shall be deposited into the Center Fund. Expenditures from the Center Fund over \$5,000 require the approval of the Steering Committee. The Center Fund will receive and separately account for all income belonging to the Center, including outside rental income, if any. All monies not expended in the Center Fund will remain the property of the Center Fund and roll forward into the next fiscal year for expenditure in accordance with the provisions herein. Any interest earned on the monies in the Center Fund, after deducting applicable bank charges, must be credited to the Center Fund. Nothing in this Agreement will act as an abrogation of the budgeting and appropriation authority of the legislative and/or governing bodies of the respective Partnering Agencies.

6. Joint Use Purchases.

- 6.1.** All property items (i.e. furniture, equipment, supplies and furnishings) authorized by the Steering Committee to be jointly purchased for use by the Partnering Agencies shall be considered "Joint Use Items."
- 6.2.** The cost for Joint Use Items shall be shared equally by the Partnering Agencies and shall be paid for out of the Center Fund.
- 6.3.** All Joint Use Items shall be considered property of the Center and shall not be removed from the Center by a Partnering Agency. Avondale, as the day-to-day operator of the Center, shall not dispose of or otherwise convert any such Joint Use Items without the consent of the Steering Committee.
- 6.4.** Subject to the termination provisions set forth in Section 18 below, all Joint Use Items shall be held by Avondale for the benefit of and use by all Partnering Agencies.

7. Reimbursement.

- 7.1.** Each Partnering Agency shall reimburse the Center for the costs of repair of damage to the Center beyond ordinary wear and tear, caused by the Partnering Agency.
- 7.2.** The Center Director shall (1) determine the costs of repair and a preliminary determination as to whether such repairs are beyond ordinary wear and tear and (2) report such determinations to the Steering Committee, which shall be the final decision maker as to whether the costs are to be assessed to a Partnering Agency.
- 7.3.** If the Steering Committee disagrees with the Center Director's determination, the costs shall be paid from the Center Fund.
- 7.4.** This provision does not apply to claims covered under any property coverage or insurance.

8. Utilities; Telephone Service.

- 8.1.** Each party to the Agreement shall pay its pro rata share of all reasonable charges for water, natural gas and electricity consumed at the Center.

9. Invoices.

- 9.1.** Avondale, acting by and through the Center Director, shall invoice each Partnering Agency at least annually for its proportionate share of O&M Costs, by July 30th for each following fiscal year.
- 9.2.** For purposes of municipal budgeting and planning purposes, an estimate of the proportionate share for the following fiscal year will be provided to each Partnering Agency not later than February 1st of each year.

10. Term.

- 10.1.** This Agreement shall remain in full force and effect from July 1, 2023 through June 30, 2026 (the "Initial Term"), unless terminated as otherwise provided pursuant to the terms and conditions of this Agreement. After the expiration of the Initial Term, this Agreement shall automatically renew for three successive three-year terms (each a "Renewal Term") thereafter until the Partnering Agencies terminate this Agreement pursuant to the terms and conditions contained herein. The Initial Term and any Renewal Term(s) are collectively referred to herein as the "Term." Upon renewal, the terms and conditions of this Agreement shall remain in full force and effect.

11. Indemnification.

- 11.1.** To the extent permitted by law, each Party (as "Indemnitor") agrees to defend, indemnify, and hold harmless the other Party and its officials, officers, employees, volunteers and agents (collectively, "Indemnitees") from and against any and all claims, losses, liability, costs, or expenses (including reasonable attorney's fees) (hereinafter collectively referred to as "Claims") arising out of bodily injury of any person (including death) or property damage, but only to the extent that such Claims are caused by the act, omission, negligence, misconduct, or other fault of the Indemnitor, its officers, officials, agents, employees, or volunteers. If a Claim or Claims by third parties become subject to this indemnity provision, the Parties to this Agreement that are the subject of such Claim or Claims shall expeditiously meet to discuss a common and mutual defense, including possible proportionate liability and payment of possible litigation expenses and damages.
- 11.2.** These obligations shall survive termination of this Agreement.
- 11.3.** In the event of any lawsuit that names the Center or more than one Partnering Agency as a defendant ("Defendant Party" or "Defendant Parties"), the Defendant Parties shall seek to secure an allocation of comparative negligence among themselves where appropriate and each Defendant Party shall provide contribution to each other Defendant Party to the extent of the comparative allocation.

12. Insurance.

- 12.1.** Each Party agrees to procure and maintain for the duration of the Agreement, insurance against claims for injury to persons or damage to property that may arise from or in connection with this Agreement.
- 12.2.** The insurance requirements contained in this Agreement are minimum requirements and in no way limit the indemnity covenants contained in this Agreement. The Agencies in no way warrant that the minimum limits are sufficient to protect the Parties from liabilities that might arise out of this Agreement. The Parties are free to purchase additional insurance as they deem necessary.
- 12.3.** Minimum Scope and Limits of Insurance. Each Party shall provide coverage with limits of liability not less than those stated below:
 - Commercial General Liability – Occurrence Form. Policy shall include bodily injury, property damage, personal injury, and broad form contractual liability coverage.
 - General Aggregate \$2,000,000
 - Each Occurrence \$1,000,000
- 12.4.** Workers' Compensation Insurance. Each Party shall maintain Workers' Compensation insurance to cover obligations imposed by federal and state statutes having jurisdiction over each Agencies employees engaged in the performance of work or services under this Agreement and shall also maintain Employers' Liability Insurance of not less than \$1,000,000 for each accident, \$1,000,000 disease for each employee and \$1,000,000 disease policy limit.
- 12.5.** Each insurance policy required by the insurance provisions of this Agreement shall not be suspended, voided, cancelled, reduced in coverage or in limits without ten (10) business days' written notice from the insurer to the Agencies. Notice shall be mailed directly to the Agencies and shall be sent by certified mail, return receipt requested.
- 12.6.** Acceptability of Insurers: Insurance coverage must be provided by an insurance company admitted to do business in Arizona and rated A-VII or better by AM Best's Insurance Rating or by a risk retention pool authorized pursuant to ARIZ. REV. STAT. § 11-952.01.
- 12.7.** A party to this Agreement that is self-insured shall provide a Certificate of Self-Insurance showing no less than the minimum CGL and Workers' Compensation limits listed in this section.

13. Workers' Compensation.

- 13.1.** The Partnering Agencies agree that they are not joint employers for the purpose of workers' compensation coverage and that any Partnering Agency employee assigned to the Center shall remain an employee of such Partnering Agency.
- 13.2.** To the extent that employees of one Partnering Agency perform duties on behalf of another Partnering Agency, such employee shall be deemed to be an "employee" of both public agencies while performing pursuant to this Agreement solely for purposes of ARIZ. REV. STAT. § 23-1022 and the Arizona Workers' Compensation laws.

- 13.3. The primary employer shall be solely liable for any workers' compensation benefits, which may accrue. Each Partnering Agency shall post a notice pursuant to the provisions of ARIZ. REV. STAT. § 23-1022.

14. Non-Discrimination.

- 14.1. All parties to the Agreement shall comply with Executive Order 75-5, as modified by Executive Order 99-4, which mandates that all persons, regardless of race, color, religion, sex, age, national origin or political affiliation, shall have equal access to employment opportunities, and all other applicable State and Federal employment laws, rules and regulations, including the Americans with Disabilities Act.
- 14.2. All parties to the Agreement shall take affirmative action to ensure that applicants for employment and employees are not discriminated against due to race, creed, religion, sex, national origin or disability.

15. Applicable Law; Venue; Arbitration.

- 15.1. In the performance of the Agreement, all parties to the Agreement shall abide by and conform to any and all laws of the United States and State of Arizona including, but not limited to, federal and state executive orders providing for equal employment and procurement opportunities, the Federal Occupational Safety and Health Act and any other federal or state laws applicable to this Agreement.
- 15.2. The Agreement shall be governed by the laws of the State of Arizona and suit pertaining to the Agreement may be brought only in courts in the State of Arizona.
- 15.3. The parties to the Agreement agree to resolve all disputes arising out of or relating to the Agreement through arbitration, after exhausting applicable administrative review, to the extent required by ARIZ. REV. STAT. § 12-1518.

16. Relationship of the Parties.

- 16.1. This Agreement is not intended to constitute, create, give rise to, or otherwise recognize a joint venture agreement, partnership or other formal business association or organization of any kind, and the right and obligations of the Parties shall be only those expressly set forth in this Agreement.
- 16.2. All parties to the Agreement shall act in their individual capacity and not as an agent, employee, partner, joint venture, associate, or any other representative capacity of the other. All parties shall be solely and entirely responsible for its acts or acts of its agents and employees during the performance of this Agreement.
- 16.3. This Agreement shall not be construed to imply authority to perform any tasks, or accept any responsibility, not expressly set forth herein.
- 16.4. This Agreement shall be strictly construed against the creation of a duty or responsibility unless the intention to do so is clearly and unambiguously set forth herein.
- 16.5. Each party shall have total responsibility for their respective employees for all salaries, wages, bonuses, retirement, withholdings, workman's compensation, occupational

disease compensation, unemployment compensation, other employee benefits, all taxes and premiums appurtenant, and automobile insurance thereto concerning such individuals and shall save and hold the other parties harmless with respect thereto.

17. Integration; Amendment.

- 17.1.** The Agreement represents the entire agreement of the parties with respect to the subject matter hereof, and all agreements entered into prior hereto with respect to the subject matter hereof are revoked and superseded by this Agreement, and no additional representations, warranties, inducements, or oral agreements have been made by any of the parties except as expressly set forth herein, or in other contemporaneous written agreements.
- 17.2.** The Agreement may be modified only by a written amendment signed by persons duly authorized to enter into contracts on behalf of Avondale, Buckeye, Goodyear and Maricopa.

18. Termination of Agreement; Conflict of Interest.

- 18.1.** Any Partnering Agency may withdraw from this Agreement with or without cause by giving thirty (30) calendar days written notice to the other Agencies.
- 18.2.** The Agreement is subject to the provisions of ARIZ. REV. STAT. § 38-511. Either party may cancel the Agreement without penalty or further obligations by the party or any of its departments or agencies if any person significantly involved in initiating, negotiating, securing, drafting or creating the Agreement on behalf of the party or any of its departments or agencies is, at any time while the Agreement or any extension of the Agreement is in effect, an employee of any other party to the Agreement in any capacity or a Consultant to any other party of the Agreement with respect to the subject matter of the Agreement.

19. Continuation Subject to Appropriation.

- 19.1.** The performance by all parties to the Agreement of its obligations under the Agreement is subject to actual availability of funds appropriated by each party for such purposes. All parties to the Agreement shall be the sole judge and authority in determining the availability of funds under the Agreement and each party shall keep the other parties fully informed as to the availability of funds for its obligations.
- 19.2.** The obligation of each party to fund any obligation pursuant to the Agreement is a current expense of such party, payable exclusively from such annual appropriations, and is not a general obligation or indebtedness of the party.
- 19.3.** If the governing body of Avondale, Buckeye, Goodyear or Maricopa fails to appropriate money sufficient to meet its obligations as set forth in the Agreement during any immediately succeeding fiscal year, the Agreement shall terminate at the end of then-current fiscal year and all parties to the Agreement shall thereafter be relieved of any subsequent obligation under the Agreement.

20. Attorneys' Fees.

20.1. In the event legal action is brought or an attorney is retained by any party to the Agreement to enforce the terms of the Agreement or to collect any monies due hereunder, or to collect money damages for breach thereof, the prevailing party shall be entitled to recover, in addition to any other remedy, reimbursement for reasonable attorneys' fees, court cost of investigation and other related expenses incurred in connection therewith.

21. Arbitration.

21.1. The parties to the Agreement agree to resolve all disputes arising out of or relating to the Agreement through arbitration, after exhausting applicable administrative review, to the extent required by ARIZ. REV. STAT. § 12-1518, except as may be required by other applicable statutes.

22. Notices and Requests.

22.1. Any notice or other communication required or permitted to be given under this Agreement shall be in writing and shall be deemed to have been duly given if (1) delivered to the party at the address set forth below, (2) deposited in the U.S. Mail, registered or certified, return receipt requested, to the address set forth below, or (3) given to a recognized and reputable overnight delivery service, to the address set forth below:

If to the Avondale:
City of Avondale
11465 West Civic Center Drive
Avondale, Arizona 85323
Attn: City Manager

If to Buckeye:
City of Buckeye
530 E. Monroe Ave.
Buckeye, AZ 85326
Attn: City Manager

If to Goodyear:
1900 N. Civic Square
Goodyear, AZ 85395
Attn: City Manager

If to the Maricopa County Sheriff's Office:
550 W. Jackson Street

Phoenix, AZ 85003
Attn: Chief Financial Office

23. Records.

- 23.1.** All books, accounts, reports, files and other records of either party relating to the Agreement, or the work done under the Agreement shall be subject at all reasonable times to inspection and audit by all parties to the Agreement. Such records shall be available for inspection upon five business days' notice to the Center's day-to-day manager.

24. Miscellaneous

- 24.1.** Severability. If any provision of the Agreement is declared void or unenforceable, such provision shall be deemed severed from the Agreement, which shall otherwise remain in full force and effect.
- 24.2.** No Assignment. Neither party may assign or delegate any of its rights or obligations hereunder without first obtaining the written consent of the other.
- 24.3.** Waiver. Failure of any party to exercise any right or option arising out of a breach of the Agreement shall not be deemed a waiver of any right or option with respect to any subsequent or different breach, or the continuance of any existing breach.
- 24.4.** Captions. Captions and section headings used herein are for convenience only and are not a part of the Agreement and shall not be deemed to limit or alter any provisions hereof and shall not be deemed relevant to construing the Agreement.
- 24.5.** Immigration Laws. By entering into the Agreement, all parties to the Agreement warrant compliance with applicable State and Federal immigration laws and regulations related to the immigration status of its employees. These warranties shall remain in effect through the term of the Agreement.

25. Counterparts.

- 25.1.** The Agreement may be executed in any number of counterparts, all such counterparts shall be deemed to constitute one and the same instrument, and each of said counterparts shall be deemed original hereof. Faxed, copied, electronic and scanned signatures are acceptable as original signatures.

[SIGNATURES CONTINUE ON FOLLOWING PAGES]

IN WITNESS WHEREOF, all Parties to the Agreement hereto have executed the Agreement on the dates set forth below.

“Avondale”

CITY OF AVONDALE, an Arizona
municipal corporation

Ron Corbin, City Manager

Date: _____

ATTEST:

Marcella Carrillo, City Clerk

CERTIFICATION BY LEGAL COUNSEL

In accordance with the requirements of ARIZ. REV. STAT. § 11-952(D), the undersigned Attorney acknowledges that (i) she has reviewed the above Agreement on behalf of her client and (ii) as to her client only, has determined that the Agreement is in proper form and is within the powers and authority granted under the laws of the State of Arizona.

Nicholle Harris, City Attorney

[SIGNATURES CONTINUE ON FOLLOWING PAGES]

“Buckeye”

CITY OF BUCKEYE, an Arizona
municipal corporation

Daniel Cotterman, City Manager

Date: _____

ATTEST:

Buckeye City Clerk

CERTIFICATION BY LEGAL COUNSEL

In accordance with the requirements of ARIZ. REV. STAT. § 11-952(D), the undersigned Attorney acknowledges that (i) he has reviewed the above Agreement on behalf of his client and (ii) as to his client only, has determined that the Agreement is in proper form and is within the powers and authority granted under the laws of the State of Arizona.

K. Scott McCoy, City Attorney

[SIGNATURES CONTINUE ON FOLLOWING PAGES]

“Goodyear”

CITY OF GOODYEAR, an Arizona
municipal corporation

Wynette Reed, City Manager

Date: _____

ATTEST:

Darcie McCracken, City Clerk

CERTIFICATION BY LEGAL COUNSEL

In accordance with the requirements of ARIZ. REV. STAT. § 11-952(D), the undersigned Attorney acknowledges that (i) he has reviewed the above Agreement on behalf of his client and (ii) as to his client only, has determined that the Agreement is in proper form and is within the powers and authority granted under the laws of the State of Arizona.

Roric V. Massey, City Attorney

[SIGNATURES CONTINUE ON FOLLOWING PAGES]

“Maricopa”

COUNTY OF MARICOPA, ARIZONA, an Arizona
municipal corporation

Clint Hickman, Chairman, Board of Supervisors

Date: _____

ATTEST:

Juanita Garza, Clerk of the Board

CERTIFICATION BY LEGAL COUNSEL

In accordance with the requirements of ARIZ. REV. STAT. § 11-952(D), the undersigned Attorney acknowledges that (i) she/he has reviewed the above Agreement on behalf of her/his client and (ii) as to her/his client only, has determined that the Agreement is in proper form and is within the powers and authority granted under the laws of the State of Arizona.

County Attorney

ITEM #: 6.
DATE: 12/11/2023
AI #:1805



CITY COUNCIL ACTION REPORT

SUBJECT: TOHONO O'ODHAM NATION GRANT-IN-AID AGREEMENT

STAFF PRESENTER(S): Christina Panaitescu, Grants & Neighborhood Services Supervisor

SUMMARY

The Tohono O'odham Nation has awarded \$72,564 to the city of Goodyear, following the submission of grant applications seeking support for a "Never Leave Your Child Alone" hot car display to be used by the Goodyear Fire Department (\$2,370) and a laser scanner system to be used by the Goodyear Police Department (\$70,194).

STRATEGIC PLAN ALIGNMENT



Quality of Life



Fiscal Resource
Management

RECOMMENDATION

Approve the Grant-In-Aid agreement provided by the Tohono O'odham Nation. (Christina Panaitescu, Grants & Neighborhood Services Supervisor)

FISCAL IMPACT

The grant-in-aid agreement will make \$72,564 in external resources available for the procurement of a "Never Leave Your Child Alone" hot car display to be used by the Goodyear Fire Department (\$2,370) and a laser scanner system to be used by the Goodyear Police Department (\$70,194). There is no match requirement.

BACKGROUND AND PREVIOUS ACTIONS

In 2002, Arizona eligible voters approved Proposition 202, which implemented a new requirement that Tribal/State Gaming Compacts must include a provision that the compacting tribe would contribute a portion of its annual net gaming revenues (the "Annual Contribution") for the benefit of the general public. Pursuant to Proposition 202, each tribe may determine the recipients of 12 percent of its total Annual contribution (the "12% Payments").

In June 2023, the Goodyear fire and police departments submitted applications in response to the Tohono O'odham Nation request for proposals.

Both applications were awarded and the city received a grant-in-aid agreement dated Nov. 15, 2023, to be signed by the Mayor prior to the release of funds.

STAFF ANALYSIS

The grant award will complement the city's General Fund public safety investment and both of the funded projects will contribute to the public safety of Goodyear residents.

Attachments

Grant-in-Aid Agreement

**GRANT-IN-AID AGREEMENT
BETWEEN
THE TOHONO O’ODHAM NATION
AND
CITY OF GOODYEAR, AZ**

THIS GRANT-IN-AID AGREEMENT (“Agreement”) is between the Tohono O’odham Nation, a federally recognized Indian tribe (the “Nation”), and the City of GOODYEAR, AZ, a political subdivision of the State of Arizona (“City”).

RECITALS

The Nation desires to convey to City a portion of its annual 12% local revenue-sharing contribution (“Contribution”) to be used by City and City recipients for services that benefit the general public.

The Constitution of the Tohono O’odham Nation, Article VI, Section 1(f) provides that the Tohono O’odham Legislative Council is authorized to negotiate and conclude agreements on behalf of the Nation with Federal, State, and local governments.

The Constitution of the Tohono O’odham Nation Article VII, Section 2(f) provides that the Chairman of the Nation is the official representative of the Nation; and as such, upon passage of a Resolution by the Legislative Council approving of any agreement with Federal, State, and local governments, the Chairman is authorized to sign such agreements on behalf of the Nation.

Under A.R.S. § 5-601.02(H)(4), City may receive monies from the Nation for services identified by the Nation that benefit the general public, including public safety, mitigation of gaming impacts, and promotion of commerce and economic development.

City is authorized by A.R.S. § 11-951 through § 11-954 to enter into agreements for joint or cooperative actions with public agencies.

Now, therefore, in consideration of the mutual promises contained herein, the parties hereby agree as follows:

AGREEMENT

- 1. Purpose.** The purpose of this Agreement is to set forth the rights and responsibilities of the parties with respect to the payment and distribution of the Contribution, as hereinafter defined.
- 2. Contribution.** On execution of this Agreement, the Nation will issue payment to the City in the amount described in Schedule A (the “Contribution”) for the purpose(s) detailed in Schedule A. City will distribute funds directly to the recipients (“Recipients”) listed in Schedule A.

[Type here]

3. Disbursement of Contribution.

- a. Disbursing Contribution and Recordkeeping.** City is responsible for disbursing the Contribution consistent with this Agreement. Within a reasonable time following receipt of the Contribution from the Nation, City shall distribute the Contribution per City policies and procedures governing the disbursement of these funds. City shall keep and maintain records relating to the disbursements and this Agreement.
- b. Post-Disbursement Responsibilities.** When applicable, the parties agree that City will be acting as a conduit for distribution of the Contribution to the Recipient. Upon distribution of the Contribution to the Recipients as identified in Section 2 of this Agreement, the City shall have no further responsibility to the Nation with respect to such funds or the use thereof by the Recipients. Therefore, upon the City's disbursement of the Contribution to a Recipient as provided in Section 2, the Nation shall release the City from any and all claims, demands, debts, liabilities, or obligations that may arise in the event that a Recipient fails to expend the Contribution in accord with Section 2. The Nation further agrees that the City shall have no obligation to reimburse the Nation the amount of the Contribution after the City disburses the Contribution to a Recipient and that the Nation shall look solely to the Recipient for repayment of the Contribution if the Contribution is not used for the intended purposes.

4. Term and Termination.

- a. Effective Date.** This Agreement shall become effective when all parties have signed. The date this Agreement is signed by the last party, as indicated by the date associated with the party's signature, shall be deemed the Effective Date.
- b. Term.** This Agreement shall commence upon the Effective Date and will continue for twelve (12) months unless terminated earlier ("End Date"). The Nation, in its discretion, may approve in writing any request by the City for a no-cost extension, including amending the End Date and adjusting any affected reporting requirements.
- c. Termination by Nation.** The Nation may terminate this Agreement with or without cause at any time by providing City fifteen (15) days advance notice in writing. If the Nation terminates this Agreement after City receives the Contribution but before City disbursed the Contribution in accord with Section 2, the Nation shall include in the notice of termination specific instructions regarding disposition of the Contribution.
- d. Termination by City.** All parties acknowledge that this Agreement may be subject to cancellation by City per A.R.S. § 38-511.

5. Money Unclaimed. If City fails to accept the Contribution on or before June 30, 2024, this Agreement will be deemed to have been terminated by City and the Nation will award the Agreement Contribution to another local government entity.

6. Monitoring, Review, and Audit. The Nation may monitor and review the Recipients' use of their portions of the Contribution as well as the Recipients' performance of the projects

funded thereunder, and their compliance with this Agreement, which may include onsite visits to assess the Recipients' governance, management and operations, to discuss the Recipient's programming and finances, and review relevant financial and other records and materials related to the Recipient's use of their portion of the Contribution. In addition, the Nation may conduct audits, including onsite audits, at any time during the term of this Agreement, and within three years after the Contribution has been fully spent by the Recipients. Any onsite visit or audit shall be conducted at the Nation's expense, following prior written notice, during normal business hours, and no more than once during any twelve (12) month period.

7. **Dispute Resolution.** The parties mutually agree that any disputes arising pursuant to this Agreement shall be resolved through informal dispute resolution. For all disputes arising under this Agreement the Nation and City shall first attempt to negotiate a resolution. All disputes that cannot be resolved through informal dispute resolution shall be resolved in the Courts of the Nation, subject to the laws of the Nation.
8. **Notices.** Any notice, consent or other communication required or permitted under this Agreement shall be in writing and shall be deemed received at the time it is personally delivered, on the day it is sent by facsimile transmission, on the second day after its deposit with any commercial air courier or express service or if mailed, three (3) days after the notice is deposited in the United States mail addressed as follows:

If to the Nation:

Verlon M. Jose, Chairman
Tohono O'odham Nation
P.O. Box 837
Sells, Arizona 85634
Phone: (520) 383-2028
Fax: (520) 383-3379

and

Executive Counsel
Tohono O'odham Nation
P.O. Box 837
Sells, Arizona 85634
Phone: (520) 383-2028
Fax: 520-383-3379

If to the City:

City of Goodyear
Attn: Clerk of the City Council
1900 N. Civic Square
Goodyear, AZ 85395

[Type here]

(623) 932-3910

Any time period stated in a notice shall be computed from the time the notice is deemed received. Either party may change its mailing address or the person to receive notice by notifying the other party as provided in this paragraph.

- 9. Entire Agreement, and Amendments.** This Agreement constitutes the entire understanding and agreement of the parties. This Agreement integrates all of the terms and conditions mentioned herein or incident hereto, and supersedes all negotiations or previous agreements between the parties with respect to all or any part of the subject matter hereof.
- 10. Relationship.** The relationship of the parties to this Agreement is determined solely by the provisions of this Agreement. The parties do not intend to create any agency, partnership, joint venture, trust, fiduciary or other relationship which would impose liability upon one party for the act or failure to act of the other party.
- 11. No Waiver.** Except as otherwise expressly provided in this Agreement, any failure or delay by any party in asserting any of its rights or remedies as to any default, shall not operate as a waiver of any default, or of any such rights or remedies, or deprive any such party of its right to institute and maintain any actions or proceedings which it may deem necessary to protect, assert or enforce any such rights or remedies.
- 12. Severability.** If any provision of this Agreement shall be found invalid or unenforceable, the remaining provisions of this Agreement shall not be affected thereby and shall be valid and enforceable to the fullest extent permitted by law.
- 13. Counterparts and Electronic Signatures.** This Agreement is executed in duplicate originals. Except as may be prohibited by applicable law or regulation, this Agreement and any amendment may be signed in counterparts, by facsimile, PDF, or other electronic means, each of which will be deemed an original and all of which when taken together will constitute one agreement. Facsimile and electronic signatures will be binding for all purposes.
- 14. Sovereign Immunity.** Nothing in this Agreement shall be deemed a waiver of either party's sovereign immunity in any forum or jurisdiction.

This Agreement is signed on behalf of the parties:

TOHONO O'ODHAM NATION



Verlon M. Jose, Chairman

11/15/2023

Date

[Type here]

CITY OF GOODYEAR, AZ

Mayor

Date

ATTEST:

Clerk of the City Council

Date

[Type here]

Schedule A--Recipients

Program	Project	Contribution
Organization	Project	Amount
Goodyear Fire Department	"Never Leave Your Child Alone" Hot Car Display	\$2,370.00
Goodyear Police Department	Laser Scanner System	\$70,194.00

TOTAL: \$72,564.00

[Type here]

ITEM #: 7.
DATE: 12/11/2023
AI #:1737



CITY COUNCIL ACTION REPORT

**SUBJECT: ANNUAL COMPREHENSIVE FINANCIAL REPORT (ACFR) AND
AUDIT RESULTS**

STAFF PRESENTER(S): Jared Askelson, Acting Finance Director

OTHER PRESENTER(S):

Heinfeld Meech & Co. Auditor Jill Shaw CPA

SUMMARY

Acceptance of the Fiscal Year 2023 ACFR and audit results.

STRATEGIC PLAN ALIGNMENT



Fiscal Resource
Management

RECOMMENDATION

Provide the Fiscal Year 2023 Annual Comprehensive Financial Report and audit results. No action is required. (Jared Askelson, Interim Finance Director)

FISCAL IMPACT

There is no fiscal impact of accepting the ACFR and audit results.

BACKGROUND AND PREVIOUS ACTIONS

Arizona state law requires all cities to prepare annual financial statements and file them with the Auditor General. Heinfeld Meech & Co. performed an independent audit of the financial statements for fiscal year 2023. The purpose of the audit is to provide an independent, professional opinion that the city of Goodyear has fairly presented the basic financial statements, as well as supplementary information, in accordance with U.S. generally accepted accounting principles. In addition to meeting state law, the audit also helps to ensure the city's quality controls, fiscal management, and adherence to accounting standards.

The auditors have issued an unmodified "clean" opinion on the city's financial statements and have identified areas for improvement, which will help staff to prepare for future audits.

The City of Goodyear Audit Subcommittee, consisting of Councilmember Hampton, Councilmember Lauritano, and Councilmember Gillis, reviewed these reports and other comments from the auditors on November 27, 2023.

A copy of the ACFR is on file with the City Clerk's Office and an electronic copy has been provided to the Council and posted on the city's website.

Staff will present the results of the Annual Comprehensive Financial Report to City Council and the independent auditor will present their findings directly to City Council and respond to any question. This item specifically satisfies the requirements of Arizona Revised Statute 9-481 that reference the auditors presenting directly to the governing body.

STAFF ANALYSIS

The Audit Subcommittee and Finance department staff have reviewed the ACFR and annual audit reports and found that they are in compliance with state law and city policies. They are in support of the proposed acceptance.

Attachments

Governance Letter
Financial Statement
Auditor's Presentation
Staff Presentation

November 28, 2023

To the Governing Board
City of Goodyear, Arizona

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Goodyear, Arizona (City) for the year ended June 30, 2023. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our engagement letter provided to you during the planning phase of the audit. Professional standards also require that we communicate to you the following matters related to our audit.

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by City of Goodyear, Arizona are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year. We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

As described in Note 1 of the financial statements, the City implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. No. 96, *Subscription-Based Information Technology Arrangements (SBITAs)*, for the year ended June 30, 2023. GASB Statement No. 96 increases the usefulness of the financial statements by requiring the recognition of certain assets and liabilities for SBITAs. The City's analysis of contracts and agreements in effect at the beginning of the year resulted in no changes to beginning balances reported in the financial statements due to the implementation of this standard.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

The most sensitive estimates affecting the financial statements were:

- Management's estimate of the useful lives of depreciable capital assets is based on the length of time management estimates those assets will provide some economic benefit in the future.
- Management's estimate of the allowance for uncollectible receivable balances is based on past experience and future expectation for collection of various account balances.
- Management's estimate of the insurance claims incurred but not reported is based on information provided by the entity's third-party administrators and subsequent claims activity.
- The assumptions used in the actuarial valuations of the pension and other postemployment benefits plans are based on historical trends and industry standards.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit and communicate them to the appropriate level of management. A misstatement is defined as a difference between the reported amount, classification, presentation, or disclosure of a financial statement item and the amount, classification, presentation, or disclosure that is required for the item to be presented fairly in accordance with the applicable financial reporting framework. During the course of the audit we did not identify any uncorrected misstatements which require communication.

In addition, as part of the professional services we provided to the City we assisted with the preparation of the financial statements, the notes to financial statements, and the SEFA and related notes as well as the Data Collection Form submission to the Federal Audit Clearinghouse. In providing these services we prepared adjusting journal entries necessary to convert the accounting records to the basis of accounting required by generally accepted accounting principles. Those adjusting journal entries have been provided to management who reviewed and approved those entries and accepted responsibility for them.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain written representations from management, which are included in the management representation letter provided to us at the conclusion of the audit.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a “second opinion” on certain situations. If a consultation involves application of an accounting principle to the City’s financial statements or a determination of the type of auditor’s opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants regarding auditing and accounting matters.

Discussions with Management

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management throughout the course of the year. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention as the City’s auditors.

Compliance with Ethics Requirements Regarding Independence

The engagement team, others in our firm, and as appropriate, our firm, have complied with all relevant ethical requirements regarding independence. Heinfeld, Meech & Co., P.C. continually assesses client relationships to comply with relevant ethical requirements, including independence, integrity, and objectivity, and policies and procedures related to the acceptance and continuance of client relationships and specific engagements. Our firm follows the “Independence Rule” of the AICPA Code of Professional Conduct and the rules of state boards of accountancy and applicable regulatory agencies. It is the policy of the firm that all employees be familiar with and adhere to the independence, integrity, and objectivity rules, regulations, interpretations, and rulings of the AICPA, U.S. Government Accountability Office (GAO), and applicable state boards of accountancy.

Responsibility for Fraud

It is important for both management and the members of the governing body to recognize their role in preventing, deterring, and detecting fraud. One common misconception is that the auditors are responsible for detecting fraud. Auditors are required to plan and perform an audit to obtain reasonable assurance that the financial statements do not include material misstatements caused by fraud. Unfortunately most frauds which occur in an organization do not meet this threshold.

The attached document prepared by the Association of Certified Fraud Examiners (ACFE) is provided as a courtesy to test the effectiveness of the fraud prevention measures of your organization. Some of these steps may already be in place, others may not. Not even the most well-designed internal controls or procedures can prevent and detect all forms of fraud. However, an awareness of fraud related factors, as well as the active involvement by management and the members of the governing body in setting the proper “tone at the top”, increases the likelihood that fraud will be prevented, deterred and detected.

Additional Reports Issued

In addition to the auditor’s report on the financial statements we will also issue the following documents related to this audit. These reports are typically issued within 60 days of the date of this letter.

- Single Audit Report
- Examination report on the Annual Expenditure Limitation Report
- Examination report on the use of Highway User Revenue Fund monies
- Communities Facilities District Reports

Other Important Communications Related to the Audit

Attached to this letter are a copy of the signed engagement letter provided to us at the initiation of the audit, and a copy of the management representation letter provided to us at the conclusion of the audit. If there are any questions on the purpose or content of these letters please contact the engagement partner identified in the attached engagement letter.

Restriction on Use

This information is intended solely for the use of the members of the City Council and management of City of Goodyear, Arizona and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,



Heinfeld, Meech & Co., P.C.
Scottsdale, Arizona

Fraud Prevention Checklist

The most cost-effective way to limit fraud losses is to prevent fraud from occurring. This checklist is designed to help organizations test the effectiveness of their fraud prevention measures.

1. Is ongoing anti-fraud training provided to all employees of the organization?

- Do employees understand what constitutes fraud?
- Have the costs of fraud to the company and everyone in it — including lost profits, adverse publicity, job loss and decreased morale and productivity — been made clear to employees?
- Do employees know where to seek advice when faced with uncertain ethical decisions, and do they believe that they can speak freely?
- Has a policy of zero-tolerance for fraud been communicated to employees through words and actions?

2. Is an effective fraud reporting mechanism in place?

- Have employees been taught how to communicate concerns about known or potential wrongdoing?
- Is there an anonymous reporting channel available to employees, such as a third-party hotline?
- Do employees trust that they can report suspicious activity anonymously and/or confidentially and without fear of reprisal?
- Has it been made clear to employees that reports of suspicious activity will be promptly and thoroughly evaluated?
- Do reporting policies and mechanisms extend to vendors, customers and other outside parties?

3. To increase employees' perception of detection, are the following proactive measures taken and publicized to employees?

- Is possible fraudulent conduct aggressively sought out, rather than dealt with passively?
- Does the organization send the message that it actively seeks out fraudulent conduct through fraud assessment questioning by auditors?
- Are surprise fraud audits performed in addition to regularly scheduled audits?
- Is continuous auditing software used to detect fraud and, if so, has the use of such software been made known throughout the organization?

- 4. Is the management climate/tone at the top one of honesty and integrity?**
 - Are employees surveyed to determine the extent to which they believe management acts with honesty and integrity?
 - Are performance goals realistic?
 - Have fraud prevention goals been incorporated into the performance measures against which managers are evaluated and which are used to determine performance-related compensation?
 - Has the organization established, implemented and tested a process for oversight of fraud risks by the board of directors or others charged with governance (e.g., the audit committee)?
- 5. Are fraud risk assessments performed to proactively identify and mitigate the company's vulnerabilities to internal and external fraud?**
- 6. Are strong anti-fraud controls in place and operating effectively, including the following?**
 - Proper separation of duties
 - Use of authorizations
 - Physical safeguards
 - Job rotations
 - Mandatory vacations
- 7. Does the internal audit department, if one exists, have adequate resources and authority to operate effectively and without undue influence from senior management?**
- 8. Does the hiring policy include the following (where permitted by law)?**
 - Past employment verification
 - Criminal and civil background checks
 - Credit checks
 - Drug screening
 - Education verification
 - References check
- 9. Are employee support programs in place to assist employees struggling with addictions, mental/ emotional health, family or financial problems?**
- 10. Is an open-door policy in place that allows employees to speak freely about pressures, providing management the opportunity to alleviate such pressures before they become acute?**
- 11. Are anonymous surveys conducted to assess employee morale?**

June 8, 2023

Honorable Mayor, Members of the City Council, and Management
City of Goodyear
1900 N Civic Square
Goodyear, AZ 85395

We are pleased to confirm our understanding of the services we are to provide for City of Goodyear, Arizona (City) for the year ended June 30, 2023. We encourage you to read this letter carefully as it includes important information regarding the services we will be providing to the City. If there are any questions on the content of the letter, or the services we will be providing, we would welcome the opportunity to meet with you to discuss this information further.

Audit Scope and Objectives

We will audit the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information, including the disclosures, which collectively comprise the basic financial statements of City of Goodyear, Arizona as of and for the year ended June 30, 2023.

We have also been engaged to report on supplementary information that accompanies the City's financial statements. We will subject the following supplementary information to the auditing procedures applied in our audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America, and we will provide an opinion on it in relation to the financial statements as a whole:

1. Schedule of expenditures of federal awards
2. Combining and individual fund financial statements and schedules

Accounting standards generally accepted in the United States provide for certain required supplementary information (RSI) to supplement the City's basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. As part of our engagement, we will apply certain limited procedures to the City's RSI in accordance with auditing standards generally accepted in the United States of America.

These limited procedures will consist of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We will not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance. The following RSI is required by generally accepted accounting principles and will be subjected to certain limited procedures, but will not be audited:

1. Management's discussion and analysis
2. Budgetary comparison schedules
3. GASB-required pension and other post-employment benefits schedules

In connection with our audit of the basic financial statements, we will read the following other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

1. Other information included with the audited financial statements such as the transmittal letter and statistical data

In addition, we will perform the necessary procedures to issue the applicable report for the following.

1. Examination report on the Annual Expenditure Limitation Report
2. Examination report on compliance for highway user revenue fund monies in accordance with ARS §9-481(B)(2)
3. Audit report for each of the following Community Facilities Districts (CFDs):

Estrella Mountain Ranch	Cottonflower
Goodyear General #1	Goodyear Utilities #1
Palm Valley #3	Centerra
Wildflower Ranch	Cortina
Wildflower Ranch #2	

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and issue an auditor's report that includes our opinion about whether your financial statements are fairly presented, in all material respects, in conformity with accounting principles generally accepted in the United States of America. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* will always detect a material misstatement when it exists. Misstatements, including omissions, can arise from fraud or error and are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment of a reasonable user made based on the financial statements.

The objectives also include reporting on:

- Internal control over financial reporting and compliance with provisions of laws, regulations, contracts, and award agreements, noncompliance with which could have a material effect on the financial statements in accordance with *Government Auditing Standards*.
- Internal control over compliance related to major programs and an opinion (or disclaimer of opinion) on compliance with federal statutes, regulations, and the terms and conditions of federal awards that could have a direct and material effect on each major program in accordance with the Single Audit Act Amendments of 1996 and Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

An important aspect to our expression of opinions on the financial statements is understanding the concept of materiality. Our determination of materiality is a matter of professional judgment and is affected by our perception of the financial information needs of users of the financial statements. For purposes of determining materiality we may assume that reasonable users –

1. have a reasonable knowledge of business and economic activities and accounting and a willingness to study the information in the financial statements with reasonable diligence;
2. understand that financial statements are prepared, presented, and audited to levels of materiality;
3. recognize the uncertainties inherent in the measurement of amounts based on the use of estimates, judgment, and the consideration of future events; and
4. make reasonable judgements based on the information in the financial statements.

Auditor's Responsibilities for the Audit of the Financial Statements and Single Audit

We will conduct our audit in accordance with auditing standards generally accepted in the United States of America; the standards for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the Single Audit Act Amendments of 1996; and the provisions of the Uniform Guidance, and will include tests of accounting records, a determination of major programs in accordance with Uniform Guidance, and other procedures we consider necessary to enable us to express such opinions. As part of an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we exercise professional judgment and maintain professional skepticism throughout the audit.

We will evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management. We will also evaluate the overall presentation of the financial statements, including the disclosures, and determine whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation. We will plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the City or to acts by management or employees acting on behalf of the City. Because the determination of abuse is subjective, *Government Auditing Standards* do not expect auditors to perform specific procedures to detect waste or abuse in the financial statements nor do they expect auditors to provide reasonable assurance of detecting waste or abuse.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is an unavoidable risk that some material misstatements may not be detected by us, even though the audit is properly planned and performed in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements or major programs. However, we will inform the appropriate level of management of any material errors, fraudulent financial reporting, or misappropriation of assets that comes to our attention. We will also inform the appropriate level of management of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential. We will include such matters in the reports required for a Single Audit. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

We will also conclude, based on the audit evidence obtained, whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts. Our procedures will also include, as deemed necessary, tests of the physical existence of inventories, and direct confirmation of receivables and certain assets and liabilities by correspondence with selected individuals, funding sources, creditors, and financial institutions. We will also request, if deemed necessary, written representations from the City's attorneys as part of the engagement, and they may bill you for responding to this inquiry.

Audit Procedures – Internal Control

We will obtain an understanding of the City and its environment, including internal control relevant to the audit, sufficient to identify and assess the risks of material misstatement of the financial statements, whether due to error or fraud, and to design and perform audit procedures responsive to those risks and obtain evidence that is sufficient and appropriate to provide a basis for our opinions. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control. Tests of controls may be performed to test the effectiveness of certain controls that we consider relevant to preventing and detecting errors and fraud that are material to the financial statements and to preventing and detecting misstatements resulting from illegal acts and other noncompliance matters that have a direct and material effect on the financial statements. Our tests, if performed, will be less in scope than would be necessary to render an opinion on internal control and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to *Government Auditing Standards*.

As required by the Uniform Guidance, we will perform tests of controls over compliance to evaluate the effectiveness of the design and operation of controls that we consider relevant to preventing or detecting material noncompliance with compliance requirements applicable to each major federal award program. However, our tests will be less in scope than would be necessary to render an opinion on those controls and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to the Uniform Guidance.

An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses. Accordingly, we will express no such opinion. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards, *Government Auditing Standards*, and the Uniform Guidance.

Audit Procedures – Compliance

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will perform tests of the City's compliance with applicable laws, regulations, contracts, and agreements, including grant agreements. However, the objective of those procedures will not be to provide an opinion on overall compliance and we will not express such an opinion in our report on compliance issued pursuant to *Government Auditing Standards*.

The Uniform Guidance requires that we also plan and perform the audit to obtain reasonable assurance about whether the City has complied with federal statutes, regulations and the terms and conditions of federal awards applicable to major programs. Our procedures will consist of tests of transactions and other applicable procedures described in the *OMB Compliance Supplement* for the types of compliance requirements that could have a direct and material effect on each of the City's major programs. For federal programs that are included in the *OMB Compliance Supplement*, our compliance and internal control procedures will relate to the compliance requirements that the *OMB Compliance Supplement* identifies being subject to audit. The purpose of these procedures will be to express an opinion on the City's compliance with requirements applicable to each of its major programs in our report on compliance issued pursuant to the Uniform Guidance.

Reporting

We will issue written reports upon completion of our Single Audit. Our reports will be addressed to the Governing Board of the City. Circumstances may arise in which our reports may differ from expected form and content based on the results of our audit. Depending on the nature of these circumstances, it may be necessary for us to modify our opinions, add a separate section, or add an emphasis-of-matter or other-matter paragraph to our auditor's report, or if necessary, withdraw from this engagement. If our opinions are other than unmodified, we will discuss the reasons with you in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed opinions, we may decline to express opinions or issue reports, or we may withdraw from this engagement.

The *Government Auditing Standards* report on internal control over financial reporting and on compliance and other matters will state that (1) the purpose of the report is solely to describe the scope of testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance, and (2) the report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. The Uniform Guidance report on internal control over compliance will state that the purpose of the report on internal control over compliance is solely to describe the scope of testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Both reports will state that the report is not suitable for any other purpose.

Nonaudit Services

As part of the audit, we will assist with preparation of your financial statements, notes to the financial statements, and supplementary information, including the schedule of expenditures of federal awards. In addition, we will assist with the completion of the auditee section of the data collection form to be submitted to the Federal Audit Clearinghouse. You have expressed your intention to use these nonaudit services within the scope of your request for proposal for audit services. These nonaudit services do not constitute an audit and such services will not be conducted in accordance with *Government Auditing Standards*. Upon engagement of the audit we will utilize the general ledger, accounting records, City prepared schedules and other information provided by City personnel in order to prepare the necessary year-end adjusting journal entries and to prepare drafts of the financial statements, notes to the financial statements, and the supplementary information.

You are responsible for the information provided by the City and for assuming all management responsibilities related to the financial statements, notes to the financial statements, supplementary information, data collection form, and the nonaudit services we provide. You are also responsible for designing, implementing, and maintaining internal controls over the financial statements process. Prior to their issuance you will be required to acknowledge in the management representation letter that you have reviewed and approved the financial statements and acknowledge that you have accepted responsibility for them. Further, you are required to designate an individual with suitable skill, knowledge, or experience to oversee the nonaudit services we provide; evaluate the adequacy and results of these nonaudit services; and accept responsibility for the nonaudit services.

As the City's independent auditor, professional standards place specific requirements on our provision of certain nonaudit services. We are strictly prohibited from assuming management responsibilities or making management decisions; therefore, the nonaudit services we provide are limited to those indicated above. We, in our sole professional judgment, reserve the right to refuse to perform any procedure or take any action that could be construed as assuming management responsibilities or making management decisions. Accordingly, to maintain our independence it is imperative that management understand its responsibilities and is capable of fulfilling these responsibilities. If there are any questions or concerns regarding management's responsibilities or ability to fulfill these responsibilities we request that you immediately contact us so that we may assess the circumstance and our continued independence with respect to providing audit services.

Responsibilities of Management for the Financial Statements and Single Audit

Our audit will be conducted on the basis that you acknowledge and understand your responsibility for (1) designing, implementing, establishing and maintaining effective internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, including internal controls over federal awards, and for evaluating and monitoring ongoing activities to help ensure that appropriate goals and objectives are met; (2) following laws and regulations; (3) ensuring that there is reasonable assurance that government programs are administered in compliance with compliance requirements; and (4) ensuring that management is reliable and financial information is reliable and properly reported. Management is also responsible for implementing systems designed to achieve compliance with applicable laws, regulations, contracts, and grant agreements.

You are also responsible for the selection and application of accounting principles; for the preparation and fair presentation of the financial statements, schedule of expenditures of federal awards, and all accompanying information in conformity with accounting principles generally accepted in the United States of America; and for compliance with applicable laws and regulations (including federal statutes) and the provisions of contracts and grant agreements (including award agreements). Your responsibilities also include identifying significant contractor relationships in which the contractor has responsibility for program compliance and for the accuracy and completeness of that information.

Management is also responsible for making schedule of expenditures of federal awards, all financial records, and related information available to us and for the accuracy and completeness of that information (including information from outside of the general and subsidiary ledgers). You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, identification of all related parties and all related-party relationships and transactions, and other matters; (2) access to personnel, accounts, books, records, supporting documentation, and other information as needed to perform an audit under Uniform Guidance; (3) additional information we may request for the purpose of the audit; and (4) and unrestricted access to persons within the City from whom we determine it necessary to obtain audit evidence. At the conclusion of our audit, we will require certain written representations from you about the financial statements; the schedule of expenditures of federal awards; federal award programs; compliance with laws, regulations, contracts, and grant agreements; and related matters.

Management's responsibilities also include adjusting the financial statements to correct material misstatements and confirming to us in the representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements of each opinion unit taken as a whole.

Management is responsible for the design and implementation of programs to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the City involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the financial statements. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the City received in communications from employees, former employees, grantors, regulators, or others. In addition, you are responsible for identifying and ensuring that the City complies with applicable laws, regulations, contracts, agreements, and grants. You are also responsible taking timely and appropriate steps to remedy fraud and noncompliance with provisions of laws, regulations, contracts, and grant agreements that we report. Additionally, as required by the Uniform Guidance, it is management's responsibility to evaluate and monitor noncompliance with federal statutes, regulations, and the terms and conditions of federal awards; take prompt action when instances of noncompliance are identified including noncompliance identified in audit findings; promptly follow up and take corrective action on reported audit findings; and prepare a summary schedule of prior audit findings and a separate corrective action plan. The summary schedule of prior audit findings should be available for our review prior to issuance of our reports.

Management is responsible for identifying all federal awards received and understanding and complying with the compliance requirements and for preparation of the schedule of expenditures of federal awards (including notes and noncash assistance received, and COVID-19 related concepts, such as lost revenues, if applicable) in conformity with the Uniform Guidance. You agree to include our report on the schedule of expenditures of federal awards in any document that contains and indicates that we have reported on the schedule of expenditures of federal awards. You also agree to include the audited financial statements with any presentation of the schedule of expenditures of federal awards that includes our report thereon or make the audited financial statements readily available to intended users of the schedule of expenditures of federal awards no later than the date the schedule of expenditures of federal awards is issued with our report thereon. Your responsibilities include acknowledging to us in the written representation letter that (1) you are responsible for presentation of the schedule of expenditures of federal awards in accordance with the Uniform Guidance; (2) you believe the schedule of expenditures of federal awards, including its form and content, is fairly presented in accordance with the Uniform Guidance; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the schedule of expenditures of federal awards.

Management is responsible for the preparation of the other supplementary information, which we have been engaged to report on, in conformity with accounting principles generally accepted in the United States of America. You agree to include our report on the supplementary information in any document that contains, and indicates that we have reported on, the supplementary information. You also agree to include the audited financial statements with any presentation of the supplementary information that includes our report thereon or to make the audited financial statements readily available to users of the supplementary information no later than the date the supplementary information is issued with our report thereon. Your responsibilities include acknowledging to us in a written representation letter that (1) you are responsible for presentation of supplementary information in accordance with accounting principles generally accepted in the United States of America; (2) you believe the supplementary information, including its form and content, is fairly presented in accordance with accounting principles generally accepted in the United States of America; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of supplementary information.

Management is responsible for establishing and maintaining a process for tracking the status of audit findings and recommendations. Management is also responsible for identifying and providing report copies of previous financial audits, attestation engagements, performance audits or studies related to the objectives discussed in the *Audit Scope and Objectives* section of this letter. This responsibility includes relaying to us corrective actions taken to address significant findings and recommendations resulting from those audits, attestation engagements, performance audits, or studies. You are also responsible for providing management's views on our current findings, conclusions, and recommendations, as well as your planned corrective actions for the report, and for the timing and format for providing that information.

With regard to the electronic dissemination of audited financial statements, including financial statements published electronically on your website, management understands that electronic sites are a means to distribute information and, therefore, we are not required to read the information contained in these sites or to consider the consistency of other information in the electronic site with the original document.

Planned Scope and Timing of the Audit

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested. Our tests will not include a detailed check of all transactions for the period.

We have identified the following significant risks of material misstatement as part of our audit planning:

1. Management override of controls
2. Improper revenue recognition

Our audit will include obtaining an understanding of the City and its environment, including internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. Material misstatements may result from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the City or to acts by management or employees acting on behalf of the City. We will generally communicate our significant findings at the conclusion of the audit. However, some matters could be communicated sooner, particularly if significant difficulties are encountered during the audit where assistance is needed to overcome the difficulties or if the difficulties may lead to a modified opinion. We will also communicate any internal control related matters that are required to be communicated under professional standards.

We expect to begin our audit in June 2023 and conclude audit procedures and date our report in November 2023.

Our audit of the financial statements does not relieve you of your responsibilities outlined in the *Responsibilities of Management for the Financial Statements* section of this letter.

Use of Third-Party Service Providers

We maintain internal policies, procedures, and safeguards to protect the confidentiality of your information. We may, depending on the circumstances, use third-party service providers in providing our professional services. The following service providers may be utilized in the completion of our engagement:

- Capital Confirmation, Inc. – electronic bank and account balance confirmation service
- Citrix ShareFile – web-based application service to transfer files
- CCH Engagement Organizer – web-based application service to transfer files
- Harvest Investments, Ltd. – investment portfolio valuation service

You hereby consent and authorize us to use the above service providers, if deemed necessary, to complete the professional services outlined in this letter.

Engagement Administration, Fees, and Other

Jill Shaw is the engagement partner and is responsible for supervising the engagement and signing the reports or authorizing another individual to sign them.

We will provide copies of our reports to the City; however, management is responsible for distribution of the reports and the financial statements.

At the conclusion of the engagement, we will complete the appropriate sections of the Data Collection Form that summarizes our audit findings. It is management's responsibility to electronically submit the reporting package (including financial statements, schedule of expenditures of federal awards, summary schedule of prior audit findings, auditor's reports, and corrective action plan) along with the Data Collection Form to the Federal Audit Clearinghouse. We will coordinate with you the electronic submission and certification. The Data Collection Form and the reporting package must be submitted within the earlier of 30 calendar days after receipt of the auditor's reports or nine months after the end of the audit period.

The audit documentation for this engagement is the property of Heinfeld, Meech & Co., P.C., and constitutes confidential information. However, we may be requested to make certain audit documentation available to a cognizant or oversight agency or its designee, a federal agency providing direct or indirect funding, the U.S. Government Accountability Office, or other authorized governmental agency for the purposes of a quality review of the audit, to resolve audit findings, or to carry out oversight responsibilities. We will notify you of any such request. If requested, access to such audit documentation will be provided under the supervision of Heinfeld, Meech & Co., P.C., personnel. Furthermore, upon request, we may provide copies of selected audit documentation to the aforementioned parties. These parties may intend, or decide, to distribute the copies or information contained therein to others, including other governmental agencies.

The audit documentation for this engagement will be retained for a minimum of seven (7) years after the report release date, or for any additional period requested by a regulator, cognizant agency, oversight agency for audit, or pass-through entity. Upon expiration of the seven year period, or any additional period, we will commence the process of destroying the contents of our engagement files. If we are aware that a federal awarding agency, pass-through entity, or auditee is contesting an audit finding, we will contact the party(ies) contesting the audit finding for guidance prior to destroying the audit documentation.

In the event we are required to respond to a subpoena, court order or other legal process for the production of documents and/or testimony relative to information we obtained and/or prepared during the course of this engagement, you agree to compensate us at our hourly rates, for the time we expend in connection with such response, and to reimburse us for all of our out-of-pocket costs incurred in that regard.

Any disagreement, controversy, or claim ("dispute") that may arise from any aspect of our services, including this engagement or any prior engagement, will be submitted to mediation. The parties will engage in the mediation process in good faith once a written request to mediate has been given by any party. Any mediation initiated as a result of this engagement shall be administered by The American Arbitration Association, according to its mediation rules before resorting to litigation. The results of any such mediation shall be binding only upon agreement of each party to be bound. Each party will bear its own costs in the mediation. The fees and expenses of the mediator will be shared equally.

The nature of our services makes it difficult, with the passage of time, to gather and present evidence that fully and fairly establishes the facts underlying any dispute that may arise between us. The parties agree that, notwithstanding any statute or law of limitations that might otherwise apply to a dispute, including one arising out of this agreement or the services performed under this agreement, for breach of contract or fiduciary duty, tort, fraud, misrepresentation or any other cause of action or remedy, any action or legal proceeding by you against us must be commenced within twenty-four (24) months ("limitation period") after the date when we deliver our final audit report under this agreement to you, regardless of whether we do other services for you relating to the audit report, or you shall be forever barred from commencing a lawsuit or obtaining any legal or equitable relief or recovery. The limitation period applies and begins to run even if you have not suffered any damage or loss, or have not become aware of the existence or possible existence of a dispute.

Professional standards prohibit auditors from agreeing to indemnify attest clients for damages, losses or costs arising from lawsuits, claims or settlements that relate, directly or indirectly, to the client's acts. As such, professional standards will prevail for indemnification clauses included in audit contracts. In addition, we are unable to obtain waivers on our professional liability insurance policy for certain provisions, including indemnification provisions, provisions requiring the firm to name the City as an additional insured party, and a waiver of subrogation rights.

Professional standards require us to be independent with respect to you in the performance of these services. Any discussion that you have with our personnel regarding potential employment with you could impair our independence with respect to this engagement. Therefore, we request that you inform us prior to any such discussions so that we can implement appropriate safeguards to maintain our independence and objectivity. Further, any employment offers to any staff members working on this engagement without our prior knowledge may require substantial additional procedures to ensure our independence. You will be responsible for any additional costs incurred to perform these procedures.

Our fee for these services will be at the amount outlined in our proposal. We exercised care in estimating the fee and believe it accurately indicates the scope of the work. Our invoices for these fees will be rendered each month as work progresses and are payable on presentation.

Our fees are based on anticipated cooperation from your personnel, timely receipt of information, and the assumption that unexpected circumstances will not be encountered during the audit, including factors beyond our control, such as new accounting pronouncements or legal requirements, additional consultation, and assistance in correcting errors in your financial records. We will plan the engagement based on the assumption that your personnel will prepare and provide us with the items listed in our request for audit information, including preparing requested schedules, retrieving supporting documents, and preparing confirmations. If, for whatever reason, your personnel are unavailable to provide the necessary assistance in a timely manner, it may substantially increase the work we have to do to complete the engagement within the established deadlines, resulting in an increase in fees over our original fee estimate. If significant additional time is necessary, we will discuss it with you and arrive at a new fee estimate before we incur the additional costs. Additional fees incurred will be billed at the following hourly rates: Partner - \$280; Manager - \$215; Senior - \$155; Staff - \$115.

If any term or provision of this agreement is determined to be invalid or unenforceable, such term or provision will be deemed stricken, and all other terms and provisions will remain in full force and effect.

Government Auditing Standards require that we provide you with a copy of our most recent external peer review report and any letter of comment, and any subsequent peer review reports and letters of comment received during the period of the contract. Our 2021 peer review report accompanies this letter.

We appreciate the opportunity to be of service to you and believe this letter accurately summarizes the significant terms of our engagement. Please feel free to contact us at any time if you have any questions or concerns. If you have any questions regarding this letter, please let us know. If you agree with the terms of our engagement as described in this letter, please sign the enclosed copy and return it to us.

Very truly yours,

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.
Scottsdale, Arizona

cc: Doug Sandstrom, Finance Director
Jared Askelson, Deputy Finance Director
Celina Morris, CGFM, MAcc, CRM, Finance Manager

RESPONSE

Please indicate the name of the individual responsible for overseeing the nonaudit services of preparing the year-end adjusting journal entries and the preparation of the financial statements:

Celina Morris

Name: _____

This letter correctly sets forth the understanding of City of Goodyear, Arizona.

Doug Sandstrom

Printed Name: _____

Finance Director

Title: _____

Signature: Doug Sandstrom

Date: 06/12/2023

Report on the Firm's System of Quality Control

August 31, 2021

To Heinfeld, Meech & Co., P.C. and the Peer Review Committee of the California Society of CPAs

We have reviewed the system of quality control for the accounting and auditing practice of Heinfeld, Meech & Co., P.C. (the firm) in effect for the year ended May 31, 2021. Our peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants (Standards).

A summary of the nature, objectives, scope, limitations of, and the procedures performed in a System Review as described in the Standards may be found at www.aicpa.org/prsummary. The summary also includes an explanation of how engagements identified as not performed or reported in conformity with applicable professional standards, if any, are evaluated by a peer reviewer to determine a peer review rating.

Firm's Responsibility

The firm is responsible for designing a system of quality control and complying with it to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. The firm is also responsible for evaluating actions to promptly remediate engagements deemed as not performed or reported in conformity with professional standards, when appropriate, and for remediating weaknesses in its system of quality control, if any.

Peer Reviewer's Responsibility

Our responsibility is to express an opinion on the design of the system of quality control and the firm's compliance therewith based on our review.

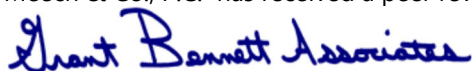
Required Selections and Considerations

Engagements selected for review included engagements performed under *Government Auditing Standards*, including compliance audits under the Single Audit Act and an audit of an employee benefit plan.

As a part of our peer review, we considered reviews by regulatory entities as communicated by the firm, if applicable, in determining the nature and extent of our procedures.

Opinion

In our opinion, the system of quality control for the accounting and auditing practice of Heinfeld, Meech & Co., P.C. in effect for the year ended May 31, 2021, has been suitably designed and complied with to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiency(ies)* or *fail*. Heinfeld, Meech & Co., P.C. has received a peer review rating of *pass*.



GRANT BENNETT ASSOCIATES
A PROFESSIONAL CORPORATION
Certified Public Accountants



www.gbacpa.com

10850 Gold Center Drive, Suite 260
Rancho Cordova, CA 95670
916/922-5109 FAX 916/641-5200

1970 Broadway, Suite 260
Oakland, CA 94612
510/817-4886

Princeville, HI
888/763-7323

Together as One. Grant Bennett Associates is a Member of the Alliott Global Alliance of independent professional firms.

SIGNATURE CERTIFICATE



REFERENCE NUMBER
D9A7038D-360E-4B87-A7DF-BCD4C0D17D41

TRANSACTION DETAILS	DOCUMENT DETAILS
Reference Number D9A7038D-360E-4B87-A7DF-BCD4C0D17D41	Document Name Engagement Ltr Fy23 Goodyear
Transaction Type Signature Request	Filename engagement_ltr_fy23_goodyear.pdf
Sent At 06/08/2023 12:21 MST	Pages 13 pages
Executed At 06/12/2023 11:25 MST	Content Type application/pdf
Identity Method email	File Size 393 KB
Distribution Method email	Original Checksum 3be635f65de794aca584a21b4ae7ce4bde71cade2e884a75a33f5f5446e47137
Signed Checksum ac664274dbde34eefdc9ffae05471eb3b97162b7b2d419e7181b809057d153c7	
Signer Sequencing Disabled	
Document Passcode Disabled	

SIGNERS

SIGNER	E-SIGNATURE	EVENTS
Name Doug Sandstrom	Status signed	Viewed At 06/12/2023 11:20 MST
Email doug.sandstrom@goodyearaz.gov	Multi-factor Digital Fingerprint Checksum 2e81168972bbcf5e27605b3f4a44a8e6e29c6efd27373bf9fcb32413a45ab33d	Identity Authenticated At 06/12/2023 11:25 MST
Components 5	IP Address 207.225.174.5	Signed At 06/12/2023 11:25 MST
	Device Microsoft Edge via Windows	
	Typed Signature 	
	Signature Reference ID DDBC6DC3	

AUDITS

TIMESTAMP	AUDIT
06/08/2023 12:21 MST	Carri Corbett (carri.corbett@hm.cpa) created document 'engagement_ltr_fy23_goodyear.pdf' on Chrome via Windows from 69.242.238.232.
06/08/2023 12:21 MST	Doug Sandstrom (doug.sandstrom@goodyearaz.gov) was emailed a link to sign.
06/08/2023 13:34 MST	Doug Sandstrom (doug.sandstrom@goodyearaz.gov) viewed the document on Microsoft Edge via Windows from 207.225.174.5.
06/12/2023 11:20 MST	Doug Sandstrom (doug.sandstrom@goodyearaz.gov) viewed the document on Microsoft Edge via Windows from 207.225.174.5.
06/12/2023 11:25 MST	Doug Sandstrom (doug.sandstrom@goodyearaz.gov) authenticated via email on Microsoft Edge via Windows from 207.225.174.5.
06/12/2023 11:25 MST	Doug Sandstrom (doug.sandstrom@goodyearaz.gov) signed the document on Microsoft Edge via Windows from 207.225.174.5.



Heinfeld, Meech & Co., P.C.
1365 N. Scottsdale Road, Suite 300
Scottsdale, AZ 85257

This representation letter is provided in connection with your audit of the financial statements of City of Goodyear, Arizona, which comprise the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information, as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows for the period then ended, and the disclosures (collectively the “financial statements”), for the purpose of expressing opinions as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

In addition, we provide this letter in connection with your audit of the financial statements of each of the nine community facilities districts as of June 30, 2023 for the purpose of expressing opinions as to whether the financial statements present fairly, in all material respects, the respective financial position of the governmental activities and the major funds of each community facilities district, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of the date of our signature, the following representations made to you during your audit.

Financial Statements

1. We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter, including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP and for preparation of the supplementary information in accordance with the applicable criteria.

2. The financial statements referred to above are fairly presented in conformity with U.S. GAAP and include all properly classified funds and other financial information of the primary government and all component units required by generally accepted accounting principles to be included in the financial reporting entity.
3. We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.
4. We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
5. The methods, significant assumptions, and data used in making accounting estimates and their related disclosures are appropriate to achieve recognition, measurement, or disclosure that is reasonable in accordance with U.S. GAAP.
6. Related party relationships and transactions, including revenues, expenditures/expenses, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from or payable to related parties have been appropriately accounted for and disclosed in accordance with U.S. GAAP.
7. Adjustments or disclosures have been made for all events, including instances of noncompliance, subsequent to the date of the financial statements that would require adjustment to or disclosure in the financial statements or in the schedule of findings and questioned costs.
8. The effects of all known actual or possible litigation, claims, and assessments have been evaluated, and if necessary, have been accounted for and disclosed in accordance with U.S. GAAP.
9. Guarantees, whether written or oral, under which the City is contingently liable, if any, have been properly recorded or disclosed.

Information Provided

10. We have provided you with:
 - a. Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records (including information obtained from outside of the general and subsidiary ledgers), documentation, and other matters and all audit or relevant monitoring reports, if any, received from funding sources.
 - b. Additional information that you have requested from us for the purpose of the audit.
 - c. Unrestricted access to persons within the City from whom you determined it necessary to obtain audit evidence.
 - d. Minutes of the meetings of the City Council or summaries of actions of recent meetings for which minutes have not yet been prepared.

11. All material transactions have been recorded in the accounting records and are reflected in the financial statements and the schedule of expenditures of federal awards.
12. We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
13. We have no knowledge of any fraud or suspected fraud that affects the City and involves:
 - Management,
 - Employees who have significant roles in internal control, or
 - Others where the fraud could have a material effect on the financial statements.
14. We have no knowledge of any allegations of fraud or suspected fraud affecting the City's financial statements communicated by employees, former employees, grantors, regulators, or others.
15. We have no knowledge of any instances of noncompliance or suspected noncompliance with provisions of laws, regulations, contracts, or grant agreements, or waste or abuse, whose effects should be considered when preparing financial statements.
16. We have disclosed to you all known actual or possible litigation, claims, and assessments whose effects should be considered when preparing the financial statements.
17. We have disclosed to you the identity of the City's related parties and all the related party relationships and transactions, including any side agreements.

Government-specific

18. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
19. If applicable, we have taken timely and appropriate steps to remedy fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements that you have reported to us.
20. We have a process to track the status of audit findings and recommendations.
21. We have identified and communicated to you any previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.
22. We have identified to you any investigations or legal proceedings that have been initiated with respect to the period under audit.
23. If applicable, we have provided our views on reported findings, conclusions, and recommendations, as well as our planned corrective actions, for the report.
24. The City has no plans or intentions that may materially affect the carrying value or classification of assets, liabilities, deferred outflows/inflows of resources, and fund balance or net position.

25. We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts, and legal and contractual provisions for reporting specific activities in separate funds.
26. With respect to your compliance examination of highway user revenue fund monies and other dedicated state transportation revenues, we represent the following:
 - we are responsible for compliance with A.R.S. Title 28, Chapter 18, Article 2; and for establishing and maintaining effective internal controls to ensure compliance.
 - we have disclosed to you all known noncompliance with the aforementioned statutes and related requirements.
 - we have disclosed to you all communications from regulatory agencies, internal auditors, other independent accountants or consultants, and others regarding possible noncompliance with the aforementioned statutes and related requirements.
27. We have identified and disclosed to you all instances of identified fraud and suspected fraud that we believe have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance.
28. We have identified and disclosed to you all instances of identified noncompliance with provisions of contracts and grant agreements that we believe have a material effect on the determination of financial statement amounts or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance.
29. We have identified and disclosed to you all instances of identified abuse that could be quantitatively or qualitatively material to the financial statements or other financial data significant to the audit objectives.
30. There are no violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), provisions of contracts and grant agreements, tax or debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statements, or as a basis for recording a loss contingency, or for reporting on noncompliance.
31. We understand that in addition to your audit, you prepared the adjusting journal entries necessary to convert our accounting records to the basis of accounting required by generally accepted accounting principles. We acknowledge that we have reviewed and approved those entries and accepted responsibility for the adjusting journal entries.
32. In addition to your audit, you assisted with preparation of the financial statements, notes to the financial statements, the schedule of expenditures of federal awards, and the data collection form. We acknowledge our responsibility as it relates to those nonaudit services, including that
 - we assume all management responsibilities;
 - oversee the nonaudit services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, or experience;
 - evaluate the adequacy and results of the nonaudit services performed;
 - and accept responsibility for the results of the nonaudit services.

33. We have reviewed, approved, and accepted responsibility for the financial statements, notes to the financial statements, the schedule of expenditures of federal awards, and the data collection form on which you have assisted with the preparation.
34. The City has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
35. The City has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
36. We have followed all applicable laws and regulations in adopting, approving, and amending budgets.
37. If applicable, the financial statements include all component units, appropriately present majority equity interest in legally separate organizations and joint ventures with an equity interest, and properly disclose all other joint ventures and other related organizations.
38. The financial statements include all fiduciary activities required by U.S. GAAP.
39. The financial statements properly classify all funds and activities in accordance with U.S. GAAP.
40. All funds that meet the quantitative criteria for presentation as a major fund are identified and presented as such and all other funds that are presented as a major fund are particularly important to financial statement users.
41. Components of net position (net investment in capital assets; restricted; and unrestricted) and components of fund balance (nonspendable, restricted, committed, assigned, and unassigned) are properly classified and, if applicable, approved.
42. Investments are properly valued.
43. With regard to investments and other instruments reported at fair value:
 - The underlying assumptions are reasonable and they appropriately reflect management's intent and ability to carry out its stated courses of action.
 - The measurement methods and related assumptions used in determining fair value are appropriate in the circumstances and have been consistently applied.
 - The disclosures related to fair values are complete, adequate, and in conformity with U.S. GAAP.
 - There are no subsequent events that require adjustments to the fair value measurements and disclosures included in the financial statements.
44. If applicable, provisions for uncollectible receivables have been properly identified and recorded.
45. All payroll information and the individual employment data have been properly submitted to the state retirement systems, and the employer contributions have been properly submitted to the retirement systems.

46. Expenses have been appropriately classified in or allocated to functions and programs in the statement of activities, and allocations have been made on a reasonable basis.
47. Revenues are appropriately classified in the statement of activities within program revenues, and general revenues.
48. Interfund, internal, and intra-entity activity and balances have been appropriately classified and reported.
49. Special and extraordinary items, if any, are appropriately classified and reported.
50. Deposits and investment securities are properly classified as to risk and are properly disclosed.
51. Capital assets, including infrastructure and intangible assets, are properly capitalized, reported, and, if applicable, depreciated or amortized.
52. We have identified and disclosed to you all contracts, agreements, and transactions that result in subscription-based information technology arrangements (SBITAs) for financial reporting purposes. We have evaluated and determined SBITAs are not material, both individually and in the aggregate, to the financial statements.
53. We have appropriately disclosed the City's policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available and have determined that net position is properly recognized under the policy.
54. We are following our established accounting policy regarding which resources (that is, restricted, committed, assigned, or unassigned) are considered to be spent first for expenditures for which more than one resource classification is available. That policy determines the fund balance classifications for financial reporting purposes.
55. We have disclosed to you all significant estimates and material concentrations known to management that are required to be disclosed. Significant estimates are estimates at the balance sheet date that could change materially within the next year. Concentrations refer to volumes of business, revenues, available sources of supply, or markets or geographic areas for which events could occur that would significantly disrupt normal finances within the next year.
56. We acknowledge our responsibility for the required supplementary information (RSI). The RSI is measured and presented within prescribed guidelines and the methods of measurement and presentation have not changed from those used in the prior period. We have disclosed to you any significant assumptions and interpretations underlying the measurement and presentation of the RSI.

57. With respect to the supplementary information presented, such as the combining and individual fund financial statements and schedules and the schedule of expenditures of federal awards.
- a. We acknowledge our responsibility for presenting the supplementary information in accordance with accounting principles generally accepted in the United States of America, and we believe the supplementary information, including its form and content, is fairly presented in accordance with accounting principles generally accepted in the United States of America. The methods of measurement and presentation of the supplementary information have not changed from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.
 - b. If the supplementary information is not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the supplementary information no later than the date we issue the supplementary information and the auditor's report thereon.
58. We acknowledge our responsibility for the other information included in the financial statements, such as the transmittal letter and statistical data. We believe the other information, including its form and content, is fairly presented and is materially consistent with the basic financial statements.
59. With respect to federal award programs:
- a. We are responsible for understanding and complying with and have complied with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), including requirements relating to preparation of the schedule of expenditures of federal awards (SEFA).
 - b. We acknowledge our responsibility for preparing and presenting the schedule of expenditures of federal awards and related disclosures in accordance with the requirements of the Uniform Guidance, and we believe the SEFA, including its form and content, is fairly presented in accordance with the Uniform Guidance. The methods of measurement or presentation of the SEFA have not changed from those used in the prior period and we have disclosed to you any significant assumptions and interpretations underlying the measurement or presentation of the SEFA.
 - c. If the SEFA is not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the SEFA no later than the date we issue the SEFA and the auditor's report thereon.
 - d. We have identified and disclosed to you all of our government programs and related activities subject to the Uniform Guidance compliance audit, and have included in the SEFA, expenditures made during the audit period for all awards provided by federal agencies in the form of federal awards, federal cost-reimbursement contracts, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other direct assistance.

- e. We are responsible for understanding and complying with, and have complied with, the requirements of federal statutes, regulations, and the terms and conditions of federal awards related to each of our federal programs and have identified and disclosed to you the requirements of federal statutes, regulations, and the terms and conditions of federal awards that are considered to have a direct and material effect on each major program.
- f. We are responsible for establishing and maintaining, and have established and maintained, effective internal control over compliance for federal programs that provides reasonable assurance that we are managing our federal awards in compliance with federal statutes, regulations, and the terms and conditions of federal awards that could have a material effect on our federal programs. We believe the internal control system is adequate and is functioning as intended.
- g. We have made available to you all federal awards (including amendments, if any) and any other correspondence with federal agencies or pass-through entities relevant to federal programs and related activities.
- h. We have received no requests from a federal agency to audit one or more specific programs as a major program.
- i. We have complied with the direct and material compliance requirements (except for noncompliance disclosed to you), including when applicable, those set forth in the *OMB Compliance Supplement*, relating to federal awards and have identified and disclosed to you all amounts questioned and all known noncompliance with the direct and material compliance requirements of federal awards, if any.
- j. We have disclosed any communications from federal awarding agencies and pass-through entities concerning possible noncompliance with the direct and material compliance requirements, including communications received from the end of the period covered by the compliance audit to the date of the auditor's report.
- k. We have disclosed to you the findings received and related corrective actions taken for previous audits, attestation engagements, and internal or external monitoring that directly relate to the objectives of the compliance audit, including findings received and corrective actions taken from the end of the period covered by the compliance audit to the date of the auditor's report.
- l. Amounts claimed or used for matching were determined in accordance with relevant guidelines in OMB's Uniform Guidance (2 CFR Part 200, Subpart E).
- m. We have disclosed to you our interpretation of compliance requirements that may have varying interpretations.
- n. We have made available to you all documentation related to compliance with the direct and material compliance requirements, including information related to federal program financial reports and claims for advances and reimbursements.
- o. We have disclosed to you the nature of any subsequent events that provide additional evidence about conditions that existed at the end of the reporting period affecting noncompliance during the reporting period.

- p. There are no such known instances of noncompliance with direct and material compliance requirements that occurred subsequent to the period covered by the auditor's report.
- q. No changes have been made in internal control over compliance or other factors that might significantly affect internal control, including any corrective action we have taken regarding significant deficiencies or material weaknesses in internal control over compliance, subsequent to the period covered by the auditor's report.
- r. Federal program financial reports and claims for advances and reimbursements are supported by the books and records from which the financial statements have been prepared.
- s. The copies of federal program financial reports provided you are true copies of the reports submitted, or electronically transmitted, to the respective federal agency or pass-through entity, as applicable.
- t. If applicable, we have monitored subrecipients to determine that they have expended subawards in compliance with federal statutes, regulations, and the terms and conditions of the subaward and have met the other pass-through entity requirements of the Uniform Guidance.
- u. If applicable, we have issued management decisions for audit findings that relate to federal awards made to subrecipients and such management decisions have been issued within six months of acceptance of the audit report by the Federal Audit Clearinghouse. Additionally, we have followed-up ensuring that the subrecipient has taken timely and appropriate action on all deficiencies detected through audits, on-site reviews, and other means that pertain to the federal award provided to the subrecipient.
- v. If applicable, we have considered the results of subrecipient audits and have made any necessary adjustments to our books and records.
- w. We have charged costs to federal awards in accordance with applicable cost principles.
- x. We are responsible for and have accurately prepared the summary schedule of prior audit findings to include all findings required to be included by the Uniform Guidance, and we have provided you with all information on the status of the follow-up on prior audit findings by federal awarding agencies and pass-through entities, including all management decisions.
- y. We are responsible for and have ensured the reporting package does not contain protected personally identifiable information.
- z. We are responsible for and have accurately prepared the auditee section of the Data Collection Form as required by the Uniform Guidance.
- aa. We are responsible for taking corrective action on each audit finding of the compliance audit and have developed a corrective action plan that meets the requirements of the Uniform Guidance.

- bb. If applicable, we have disclosed to you all contracts or other agreements with service organizations, and we have disclosed to you all communications from the service organizations relating to noncompliance at the service organizations.

We have reviewed the drafts of the financial statements and related notes and believe the amounts are properly presented based on the books and records of our City. We hereby take responsibility for the financial statements and authorize Heinfeld, Meech & Co., P.C. to issue the reports in final form and to distribute to those parties as outlined in the contract.

We understand that at the conclusion of the audit Heinfeld, Meech & Co, P.C. will submit to the City Council a communication to those charged with governance that will include a copy of this representation letter and a copy of the engagement letter.



Doug Sandstrom, Finance Director
City of Goodyear, Arizona

11/28/2023

Date



Jared Askelson, Deputy Finance Director
City of Goodyear, Arizona

11/28/2023

Date



Celina Morris, Finance Manager
City of Goodyear, Arizona

11/28/2023

Date

SIGNATURE CERTIFICATE

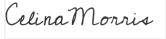


REFERENCE NUMBER
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TRANSACTION DETAILS	DOCUMENT DETAILS
Reference Number 085BCDB7-8760-47A9-8C8C-538D9C872075	Document Name General Representation Letter - Goodyear 23
Transaction Type Signature Request	Filename General_Representation_Letter_-_Goodyear_23.pdf
Sent At 11/28/2023 16:34 EST	Pages 10 pages
Executed At 11/28/2023 19:35 EST	Content Type application/pdf
Identity Method email	File Size 335 KB
Distribution Method email	Original Checksum 299afb9b317ba81192e821e43a0f430bf015afdddfdb1659ed53345e0a2a1eb2
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Signer Sequencing Disabled	
Document Passcode Disabled	

SIGNERS

SIGNER	E-SIGNATURE	EVENTS
Name Jared Askelson	Status signed	Viewed At 11/28/2023 19:33 EST
Email jared.askelson@goodyearaz.gov	Multi-factor Digital Fingerprint Checksum 42417a70ee519050e29e3c1d0c6b38ba263b149dd3cf6a81c0f22669578265d2	Identity Authenticated At 11/28/2023 19:35 EST
Components 2	IP Address 207.225.174.5	Signed At 11/28/2023 19:35 EST
	Device Microsoft Edge via Windows	
	Typed Signature 	
	Signature Reference ID 6DF69099	
Name Doug Sandstrom	Status signed	Viewed At 11/28/2023 19:24 EST
Email doug.sandstrom@goodyearaz.gov	Multi-factor Digital Fingerprint Checksum d55a18f3935891b60901270beef373ab377cf02675d612b03795e5f21a5e239f	Identity Authenticated At 11/28/2023 19:24 EST
Components 2	IP Address 75.167.180.102	Signed At 11/28/2023 19:24 EST
	Device Chrome Mobile iOS via iOS	
	Drawn Signature 	
	Signature Reference ID 8771F5BC	
	Signature Biometric Count 4	

SIGNER	E-SIGNATURE	EVENTS
Name Celina Morris	Status signed	Viewed At 11/28/2023 16:37 EST
Email celina.morris@goodyearaz.gov	Multi-factor Digital Fingerprint Checksum e338b5f3b03d8c450da1da748f22b12fcaeb63e169537b2d6968c5f4cc983ab6	Identity Authenticated At 11/28/2023 16:48 EST
Components 2	IP Address 207.225.174.5	Signed At 11/28/2023 16:48 EST
	Device Microsoft Edge via Windows	
	Typed Signature 	
	Signature Reference ID 60A88FC1	

AUDITS

TIMESTAMP	AUDIT
11/28/2023 16:34 EST	Kristen Conway (kristen.conway@hm.cpa) created document 'General_Representation_Letter_-_Goodyear_23.pdf' on Chrome via Windows from 68.228.242.78.
11/28/2023 16:34 EST	Jared Askelson (jared.askelson@goodyearaz.gov) was emailed a link to sign.
11/28/2023 16:34 EST	Doug Sandstrom (doug.sandstrom@goodyearaz.gov) was emailed a link to sign.
11/28/2023 16:34 EST	Celina Morris (celina.morris@goodyearaz.gov) was emailed a link to sign.
11/28/2023 16:37 EST	Celina Morris (celina.morris@goodyearaz.gov) viewed the document on Microsoft Edge via Windows from 207.225.174.5.
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ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED JUNE 30, 2023

City of Goodyear, Arizona
Finance Department



City of Goodyear, Arizona
Annual Comprehensive Financial Report
For the Year Ended June 30, 2023

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INTRODUCTORY SECTION

The Introductory Section includes the City's Transmittal Letter, the Certificate of Achievement for Excellence in Financial Reporting, List of Principal Officials, and the City's Organizational Chart.





November 28, 2023

Honorable Mayor, City Council, City Manager, and Citizens of the City of Goodyear, Arizona:

State law requires that a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards (GAAS) by a firm of licensed certified public accountants be published annually by cities after the close of each fiscal year. Pursuant to that requirement, we hereby issue the Annual Comprehensive Financial Report (ACFR) to the City of Goodyear, Arizona (City) for the fiscal year ended June 30, 2023.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free from any material misstatements.

This document represents management's report to its governing body, constituents, legislative and oversight bodies, investors, and creditors. Copies of this report will be made available to elected officials, management personnel, bond rating agencies, Municipal Securities Rulemaking Board's Electronic Municipal Market Access system (EMMA), and other agencies which have expressed interest in the city's financial matters. Copies of this financial report will be placed on the city's website for use by the general public.

The accounting firm of Heinfeld, Meech & Co., P.C. an independent public accounting firm, performed the city's annual financial statement audit. The auditors have issued an unmodified ("clean") opinion of the City of Goodyear's financial statements for the fiscal year ended June 30, 2023. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report on pages 17-32 and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

City of Goodyear Profile

The City of Goodyear, incorporated in 1946 and chartered in 1988, started as a small town cultivating cotton for the production of rubber tires during World War I. Located approximately 17 miles west of the downtown Phoenix business district, Goodyear has sustained continued growth and currently encompasses approximately 191 square miles in the western portion of Maricopa County. The city's growth is attributable to excellent transportation corridors, convenient access to the central valley, a variety of housing options, a sense of community and outstanding school districts. According to the US Census Bureau's July 1, 2022 estimates, as reported by the Arizona Department of Revenue, the City of Goodyear's estimated population was 105,406.

Goodyear has a Council/Manager form of government consisting of the Mayor and six council members. The Mayor and council members are elected at-large to staggered four-year terms. The City Council is vested with policy and legislative authority and is responsible for passing ordinances, adopting the budget, appointing committee, commission, and board members, and appointing the positions of City Manager, City Attorney, and City Judge. The City Manager is responsible for carrying out the policies and ordinances of the City Council, as well as overseeing the day-to-day operations of the city.

In fiscal year 2023 a staff of 904 full-time equivalent authorized employees working within 15 different departments performed the various functions of Goodyear's city government. The city provides a full range of municipal services, including police, fire, ambulance, residential sanitation, water, wastewater, streets, recreational programs, parks, cultural events, public transportation, planning and zoning, and general administrative services. Goodyear offers a wide range of community facilities including the Goodyear Ballpark, library, community center, swimming pool, and 18 parks encompassing 206 acres. In addition, Goodyear continues to attract major employers with its location along Interstate 10 and State Route 303, availability of land, access to the entire region, and available commercial space.

Financial Controls

Internal Controls

The management of the City of Goodyear is responsible for establishing and maintaining a system of internal controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: 1) the safeguarding of assets against loss from unauthorized use or disposition, and 2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes: 1) the cost of a control should not exceed the benefits likely to be derived, and 2) the valuation of costs and benefits requires estimates and judgments by management.

The system of internal control is subject to periodic evaluation by management and is also considered by the independent auditors in connection with the annual audit of the city's financial statements. All internal control evaluations occur within the above framework. The city's internal accounting controls are considered to adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary Controls

The City of Goodyear, like all cities in the State of Arizona, is subject to numerous budget and related legal requirements. Article IX, Section 20 (1) of the Arizona Constitution sets limits on the city's legal budget capacity. At a general election held on March 11, 2003, citizens of Goodyear approved a permanent adjustment of the 1979 expenditure base for population and inflation growth. The city may utilize the additional expenditure authority for any local budgetary purposes. The permanent adjustment eliminated the need for voter approval of Home Rule every four years.

The city maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Mayor and Council. Activities of the general fund, special revenue funds, debt service funds, capital projects funds, enterprise funds, and internal service fund are included in the annual appropriated budget. The legal level of budgetary control (i.e., the level at which

expenditures cannot legally exceed the appropriated amount) is the total budget, as adopted by the City Council. All funds of the City have legally adopted budgets. The initial budget for the fiscal year may be amended during the year in a legally permissible manner. The City adopts the budget by major program area for the General Fund and by fund for all others. The City Council has adopted a specific budget transfer policy which delegates the authority to perform many transfers to the City Manager or appropriate designee. The City Manager is generally authorized to transfer budgeted amounts within any specific department's expenditure appropriation as well as transfers which are considered administrative in nature. Generally, budget revisions requiring a transfer between major program areas in the General Fund, from City reserves/contingencies or a transfer between funds must be approved by the City Council. In addition to maintaining budgetary control via a formal appropriation, the city maintains an encumbrance accounting system. Encumbrances are made against appropriations upon the issuance of a purchase order. Encumbered appropriations lapse at fiscal year-end and are re-encumbered as needed in the next fiscal year.

Local Economic Condition and Outlook

Major industries located within the City boundaries or in close proximity include medical and healthcare, data centers, retail stores, advanced manufacturing & logistics, aviation & aerospace, and higher education.

Through a combination of macroeconomic conditions and various legislative initiatives, we yet again find ourselves in an environment of continued uncertainty. Inflation hit the Phoenix metro area particularly hard this fiscal year, topping out at a staggering 13% in August of 2022. Costs for commodities like fuel, oil and steel, which directly impact both our capital projects and day-to-day operations, continue to be highly unpredictable. Yet, in spite these unfavorable conditions, unemployment rates in the Valley have improved over the same time period resulting in mixed signals as to the future direction of the economy.

Permits for single-family housing are still being issued at high levels, but are down compared to prior year activity due in large part to high mortgage rates and extended construction development cycles related to the challenges stated above. Despite these bottlenecks, our city continues to benefit from growth. In addition to our residential growth, new businesses continue to locate in Goodyear expanding our one-time revenues through permit fees, construction sales taxes, and use tax on equipment. Once completed these new and expanding businesses begin to generate ongoing sales and property taxes for the city, as well as local jobs for our residents, which in turn increases our state shared revenues.

Sales Tax

Goodyear, like all Arizona cities, has a significant reliance on city sales tax revenues. Fueled by local growth, sales tax revenues continue to exceed budgeted levels year over year. While sales tax revenues for fiscal year 2023 decreased by 5.92% over fiscal year 2022 levels, city sales tax of \$123 million exceeded budget by \$8.5 million, or 7.4%. With the exception of retail purchases and residential rental tax, all major non-construction categories of local sales tax exceeded the prior year's collections. The decrease in retail purchase collections were more than offset by increases in restaurant & bar and utilities & communications categories.

State Shared Revenues

The city receives revenue allocations from the State. These state shared revenues include allocations of the state income tax, sales tax, fuel tax, and motor vehicle license tax. A significant portion of this revenue is placed in the city's general fund where it is used to support day-to-day activities. The city's state shared revenues represented 14.1% of governmental activities revenue for fiscal year 2023. In total, state shared revenues trended approximately 35.3% higher than the prior year due to Urban Revenue Sharing (URS), increases in Vehicle License Tax, State Shared, and State Sales Tax of 57%, 24% and 17%, respectively. The significant increase in URS can be traced to the filing extension granted in 2020 due to the pandemic, which shifted a large amount of actual tax collections to subsequent years. Income tax revenue is shared on a two-year delay. Therefore, distributions for FY2023 are based on actual income tax collections received by the Arizona Department of Revenue during FY2021. The result is a significant shift in urban revenue sharing (state income tax) revenues with FY2023 appearing artificially higher. This was an isolated, one-time event, with the timing issue correcting itself in FY2024.

Property Tax

For fiscal year 2023, the city's combined (primary and secondary) property tax rate remained consistent with the prior year at \$1.7350 per \$100 of assessed valuation. Property tax collections, however, increased by more than \$3.4 million due to an increase in the overall valuation fueled by construction throughout the City. For FY2023, newly constructed properties added \$94.7 million of assessed value to the city. Assessed valuation growth of existing properties grew by 2.4% which is in line with state law limiting assessed valuation growth. These property values serve as the base for both Primary and Secondary property taxes and assist in ensuring the city's ability to service outstanding debt and maintain basic infrastructure.

For the fiscal year 2024 budget, the Mayor and Council have adopted a total combined property tax rate of \$1.7350 per \$100 of assessed valuation, which represents no change from fiscal year 2023. In accordance with its budget policies, the City is below the targeted combined property tax rate of \$1.74 per \$100 of assessed valuation or less.

Long-term Financial Planning

On an annual basis, the City Council reviews progress and determines priorities for the City's long-term strategic plan. Any new funding requests are evaluated in the context of their relationship to the strategic focus areas. The City of Goodyear's mission is as follows:

The City of Goodyear will provide the finest municipal services and promote a quality environment to enhance our community's prosperity through citizen and employee participation. We are committed to the stewardship of resources and fulfillment of the public trust.

Four focus areas are identified within the Strategic Action Plan:

1. Fiscal and Resource Management: Maintaining a long-term view, we manage our fiscal, human, and physical resources in an efficient and effective manner. This effort is aligned across the organization with an emphasis on transparency. The city's business practices will be efficient, business friendly, and ensure exceptional customer service to all stakeholders and citizens.

2. Economic Vitality: We will continue to ensure the prosperity of our community by increasing the growth of our economy through diversity of industry, business investment, quality job creation, education, and tourism. To support this growing economy, we will invest in transportation and infrastructure and seek high quality retail and entertainment opportunities.
3. Sense of Community: The city will cultivate a sense of pride through programs, gathering places, and events where the community can come together to participate in opportunities of learning and recreation. We will continue to make Goodyear residents feel connected to their city government through community engagement, outstanding customer service, and clear, accessible communication.
4. Quality of Life: We will continue to make Goodyear a place to live, work, and play that provides diverse activities and amenities in a safe and well-maintained environment, while supporting the arts and promoting the health and wellness of our community.

The Strategic Action Plan establishes a road map of key strategic initiatives that best advance the vision for the city and is aligned with other planning documents used by the city, including departmental plans (which include specific strategic plans, master plans, and operational plans) which guide department priorities and individual employee performance evaluation goals. For each of these four focus priorities, long-range goals have been identified and assigned to various departments for follow-up. These priorities are also a key fundamental factor in the development of the city's annual budget. Within each of the four focus areas, Goodyear City Council has adopted Guiding Principles to inform the way city business is carried out across the entire organization.

Major Initiatives

Goodyear is an award-winning community that provides a high quality of life with its master-planned communities, excellent schools, health care, trail systems and entertainment options, including major league sports venues. Goodyear is an outstanding community for families to grow, businesses to thrive and dreams to turn to reality. The city was recently ranked by the U.S. Census Bureau as being among the fastest growing cities in the country. We enjoy more than 300 days of sunshine a year, affordable housing, a low cost of doing business, and excellent access to transportation.

The 2023 National Community Survey reveals that 93 percent of residents feel safe in their neighborhood and 85 percent said Goodyear is an excellent or good place to live. According to a 10-year study conducted by Your Local Security, Goodyear ranks sixth in the nation in overall safety.

A NerdWallet study ranked Goodyear (#3) as one of the best cities in the nation for veterans. The study based its selection criteria on the level of economic opportunity for veterans; and Movoto ranked Goodyear in its top 10 for "Best Places Near Phoenix for Young Professionals" and "Best Phoenix Suburbs for Young Couples."

Goodyear was honored by the Arizona Chamber of Commerce as the Best City for Business in 2020 for our business-friendly customer service and sharp acumen in attracting a wealth of industry to our city.

Awards and Acknowledgements

Certificates of Achievement

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Goodyear, Arizona, for its annual comprehensive financial report for the fiscal year ended June 30, 2022.

The City has achieved this prestigious award every year since 2007. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for one year only. We believe our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

In addition, the city also received the GFOA's Distinguished Budget Presentation Award, the highest form of recognition in governmental budgeting, for its annual budget document for the fiscal year beginning July 1, 2022. The City has received this award every year since 1994.

Acknowledgement

The preparation of this Annual Comprehensive Financial Report could not have been accomplished without the dedicated commitment of every member of the Finance Department. We also wish to thank the Mayor and members of the City Council, the city's Audit Committee, and the City Manager's Office for their continued support in planning and conducting the financial affairs of the city in a responsible and progressive manner.

Sincerely,

A handwritten signature in black ink, appearing to read 'Doug Sandstrom', is written over a light gray rectangular background.

Doug Sandstrom
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Goodyear
Arizona**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO

CITY OF GOODYEAR OFFICIALS



The Council represents and serves our community as responsible stewards of the public trust. We envision and shape our future by engaging citizen involvement and fostering city staff innovation.



*Councilmember Bill Stipp, Councilmember Vicki Gillis, Councilmember Sheri Lauritano, Councilmember Brannon Hampton
Vice Mayor Laura Kaino, Mayor Joe Pizzillo, Councilmember Wally Campbell*

CITY OF GOODYEAR OFFICIALS

Goodyear has a Council-Manager form of government. The city charter provides for six councilmembers and a mayor – all elected at-large on a non-partisan ballot. Mayor and Council serve four-year terms. The Mayor has a two-term limit and Councilmembers a three-term limit. Councilmembers serve staggered terms to ensure continuity. The Council appoints the city manager, city attorney and municipal judge.

ELECTED OFFICIALS

Joe Pizzillo, Mayor
Term 2023 – 2026

Laura Kaino, Vice Mayor
Term 2019 – 2024

Sheri Lauritano, Councilmember
Term 2019 – 2024

Wally Campbell, Councilmember
Term 2023 – 2026

Bill Stipp, Councilmember
Term 2019 – 2024

Brannon Hampton, Councilmember
Term 2023 – 2026

Vicki Gillis, Councilmember
Term 2023 – 2026

APPOINTED OFFICIALS

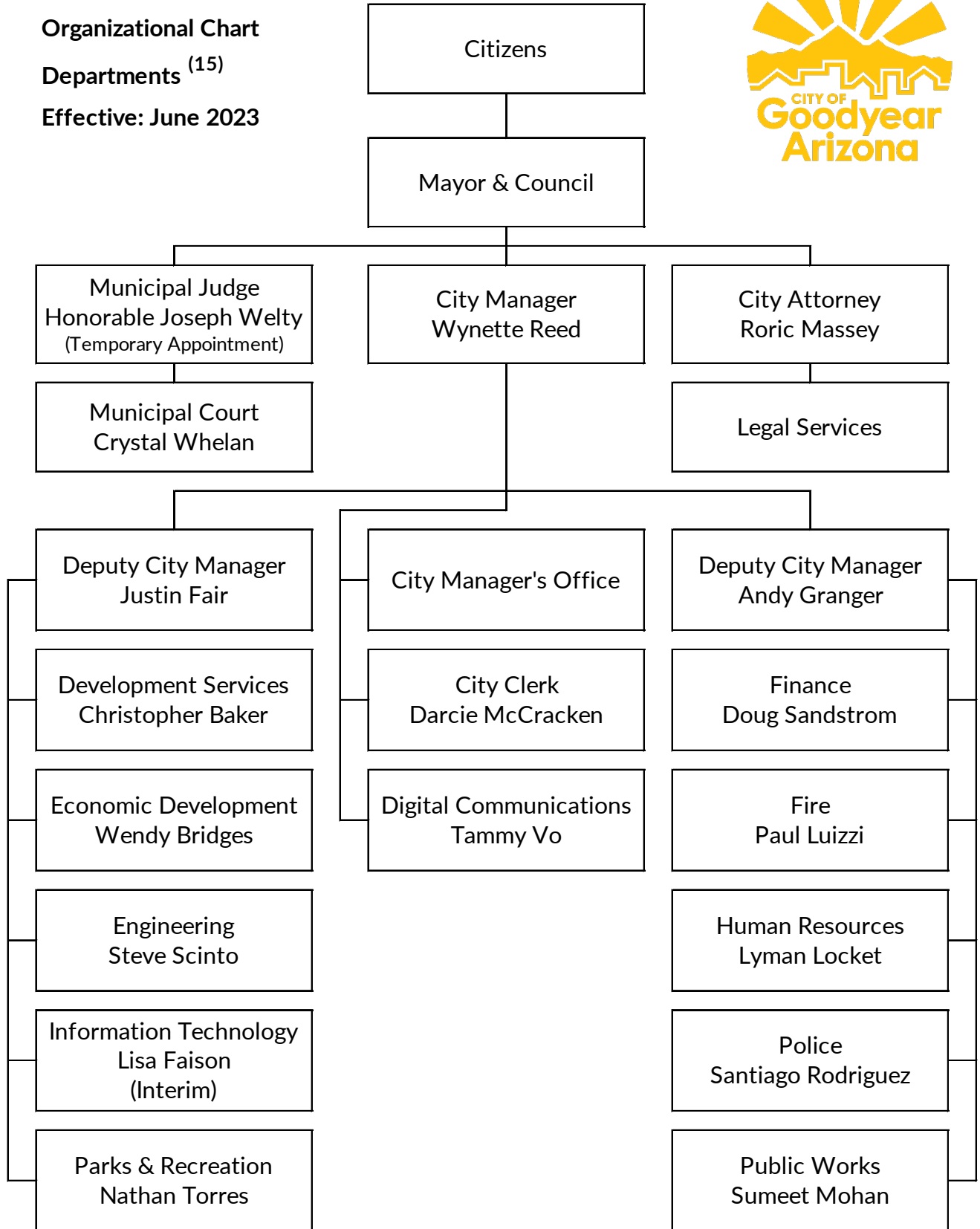
Wynette Reed
City Manager

Roric Massey
City Attorney

Honorable Joseph Welty
Presiding Municipal Judge
*Temporary Appointment**

* The temporary appointment is under the authority of the Arizona Supreme Court Chief Justice until Council appoints a permanent judge.

Organizational Chart
Departments ⁽¹⁵⁾
Effective: June 2023





FINANCIAL SECTION

The Financial Section includes the Independent Auditor's Report, Management's Discussion and Analysis, the Audited Financial Statements, Notes to the Audited Financial Statements, Required Supplementary Information, and Other Supplementary Information.



Independent Auditor's Report

Honorable Mayor and Members of the City Council
City of Goodyear, Arizona

Report on Audit of Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Goodyear, Arizona (City) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Goodyear, Arizona, as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of City of Goodyear, Arizona, and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principle

As described in Note 1, the City implemented the provisions of GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* and GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, for the year ended June 30, 2023, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for one year beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements. In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, net pension liability information, and other postemployment benefit plan information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing

the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The Combining and Individual Fund Financial Statements and Schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining and Individual Fund Financial Statements and Schedules information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Introductory Section and Statistical Section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on other work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 28, 2023, on our consideration of City of Goodyear, Arizona's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Goodyear, Arizona's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Goodyear, Arizona's internal control over financial reporting and compliance.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.
Scottsdale, Arizona
November 28, 2023



Management's Discussion and Analysis For the Year Ended June 30, 2023

Management is pleased to provide readers of the City of Goodyear, Arizona (City) financial statements this overview and analysis for the fiscal year ended June 30, 2023. This narrative is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the City's financial activity, (3) identify changes in the City's financial position, (4) identify any material deviations from the financial plan (the approved annual budget), and (5) identify individual fund issues or concerns.

The management's discussion and analysis (MD&A) provides a unique focus and serves a different purpose than the letter of transmittal. However, the MD&A is designed to be read in conjunction with the letter of transmittal, the financial statements and the accompanying notes to the financial statements.

Financial Highlights

- ◆ Government-wide assets and deferred outflows exceeded liabilities and deferred inflows by \$1.215 billion (*net position*) at the close of fiscal year 2023. The unrestricted net position of \$213 million represents the amount available to meet the City's ongoing obligations to citizens and creditors.
- ◆ Net position increased by \$89.9 million. This was primarily driven by a \$50.2 million net increase in capital assets offset by a \$25.5 million decrease in restricted assets for capital projects, related to completing construction of the new 104,000 square foot City Hall office building and 25,000 square foot library facility. The remaining increase is attributable to an increase in unrestricted net position.
- ◆ As of the close of fiscal year 2023, the City's governmental funds reported combined fund balances of \$339.7 million, an increase of \$38.0 million in comparison with the prior year fund balance of \$301.6 million. Of this amount, \$35 million, or 10%, is available for spending at the government's discretion (unassigned fund balance).
- ◆ As of June 30, 2023, unrestricted fund balance (the total of committed, assigned, and unassigned components of fund balance) for the general fund was \$208.4 million, an increase of \$31.9 million from the prior fiscal year.

Overview of Financial Statements

This overview introduces the City's basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

Overview of Financial Statements

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private sector business. All of the activities of the City, except those of a fiduciary nature, are included in these statements. The activities of the City are shown in two columns on these statements – governmental activities and business-type activities. A total column, combining the two activities is also provided.

The ***Statement of Net Position*** presents information on all of the City's assets, liabilities, deferred inflows/outflow of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The ***Statement of Activities*** presents information demonstrating how the City's net position changed during the most recent fiscal year as compared with the previous fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences). The net revenue (expenses) show the financial burden that was placed on the City's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits that are provided by that function.

Governmental activities – Most of the City's basic services are included here, such as general government (administration), public safety (police, fire and court), highways and streets, public works, culture and recreation, and development services. These activities are generally supported by taxes and general revenues.

Business-type activities – The services provided by the City included here are water, wastewater, and sanitation services. These activities are primarily supported through user charges or fees intended to recover all or a significant portion of their costs.

The government-wide financial statements include not only the City itself (known as the primary government), but also the operations of 10 Community Facilities Districts. Although legally separate from the City, these component units are blended with the primary government because of their governance and financial relationship to the City. Separate financial statements may be obtained from the City of Goodyear's website www.goodyearaz.gov/cfd.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Overview of Financial Statements

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financing requirements.

Since the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains thirteen (13) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Non-Utility Development Impact Fees – Capital Projects, GO Bond – Capital Projects, McDowell Road Commercial Corridor Improvement District – Debt Service, and Community Facilities Districts – Debt Service, all of which are considered to be major funds. Data from the other eight (8) governmental funds are combined into a single, aggregated Non-major Funds column for presentation. Individual fund data for each of these non-major governmental funds is provided as Supplementary Information, in the form of combining statements and schedules.

The City adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

Proprietary Funds. The City maintains two (2) different types of proprietary funds (enterprise and internal service), which utilize full accrual accounting, the same method used by private sector business. Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses separate enterprise funds to account for its Water, Wastewater and Sanitation operations. The proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The City has one internal service fund, the Self-Insurance Trust. The Self-Insurance Trust Fund reports activities related to self-insurance for employee health benefits. The internal service fund activities are reported as governmental activities on the government-wide statements.

Overview of Financial Statements

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the City's own programs. The accounting method used for fiduciary funds is similar to the accounting method used for proprietary funds.

The *Volunteer Firefighter Fund*, is used to report resources held in trust for the alternate pension and benefit plan under Arizona Revised Statutes 9-981 for volunteer reserve firefighters. The Custodial Fund is used to report activities of the Gain, Fill-a-Need, Shop with a Cop, and Arizona in Action activities. This Custodial Fund accounts for resources, not in a trust, that are held by the City for other parties outside of the City's reporting entity.

Notes to the Financial Statements. The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding its obligations to provide pension and OPEB benefits to its employees.

Supplementary Information - Budgetary Comparison Schedules - Major Governmental Funds are presented immediately following the Required Supplementary Information.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the Supplementary Information – Budgetary Comparison Schedules – Major Governmental Funds.

Budget to actual comparison schedules for the other funds, including the enterprise funds, are presented in the Budgetary Comparison Schedules – Other Funds section.

Government-Wide Financial Analysis

The following tables, graphs and analysis discuss the financial position and changes to the financial position of the City, as a whole, for the year ended June 30, 2023 with comparative information for the previous year.

As noted earlier, net position over time may serve as a useful indicator of a government's financial position. As of June 30, 2023, the City's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$1.215 billion. This represents positive growth in the City's net position of \$89.86 million over the previous fiscal year.

Government-Wide Financial Analysis

Total assets for the primary government grew by \$115.5 million, offset by growth in total liabilities of \$45.3 million. The drivers behind these changes are discussed in more detail within the following sections. The remaining change in net position was attributable to a decrease in deferred inflows of \$20 million, related to pensions and OPEB.

	Governmental Activities		Business-type Activities		Total Primary Government	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 458,417,184	\$ 417,442,804	\$110,642,408	\$ 67,372,928	\$ 569,059,592	\$ 484,815,732
Capital assets, net	801,337,269	772,264,120	467,867,442	465,733,213	1,269,204,711	1,237,997,333
Total assets	1,259,754,452	1,189,706,923	578,509,850	533,106,141	1,838,264,302	1,722,813,064
Deferred outflows	39,642,180	40,014,534	4,302,979	4,654,329	43,945,159	44,668,863
Current and other liabilities	90,408,134	85,264,810	58,888,368	13,043,498	149,296,502	98,308,308
Long-term liabilities	316,720,572	317,583,326	188,341,627	193,144,834	505,062,199	510,728,160
Total liabilities	407,128,706	402,848,136	247,229,995	206,188,332	654,358,701	609,036,468
Deferred inflows	12,439,824	31,300,925	362,226	1,956,781	12,802,050	33,257,706
Net position:						
Net investment in capital assets	547,891,870	505,965,429	284,640,676	276,352,992	832,532,546	782,318,421
Restricted for:						
Capital projects	-	26,425,693	21,764,979	20,881,614	21,764,979	47,307,307
Community facilities	6,675,008	6,586,516	-	-	6,675,008	6,586,516
Debt service	42,097,202	42,926,278	447,280	396,377	42,544,482	43,322,655
Other purposes	98,251,619	82,740,935	257,838	-	98,509,457	82,740,935
Unrestricted	184,912,404	130,927,545	28,109,835	31,984,374	213,022,239	162,911,919
Total net position	\$ 879,828,103	\$ 795,572,396	\$335,220,608	\$ 329,615,357	\$ 1,215,048,711	\$1,125,187,753

As shown in the table above, current and other assets for the total primary government increased \$84 million to \$569 million as of June 30, 2023. Governmental activities accounted for \$41 million of the increase, primarily due to an increase in cash and cash equivalents resulting from the surplus of ongoing revenues vs expenditures in the general fund. The surplus is the result of an increase in assessed property taxes and state shared revenues, offset by a decrease in city sales tax. For FY2023, newly constructed properties added \$94.7 million of assessed value to the city. Assessed valuation growth of existing properties grew by 2.4% which is in line with state law limiting assessed valuation growth. These property values serve as the base for both Primary and Secondary property taxes. Business-type activities accounted for \$43 million of the increase, driven by the receipt and recording of a \$36 million “in-lieu payment” for the wastewater treatment plant expansion and a \$5 million “financial assurance deposit” for the estimated costs of the dedicated discharge line pump station and waterlines required by an amended development agreement.

Capital assets, net of depreciation, for the total primary government increased by \$31.2 million. The increase driven by the completion of the new 104,000 square foot City Hall office building and 25,000 square foot, attached library facility.

Deferred outflows decreased by \$724 thousand, related to the amortization of deferred charges related to bonded debt.

Government-Wide Financial Analysis

Current and other liabilities increased by \$51 million. Governmental activities accounted for \$5 million of the increase, with an increase of \$6.5 million in financial assurance deposits and payments in-lieu related to development agreements, and a \$1.2 million increase in accounts payable, offset by a decrease in unearned revenue of \$2.7 million from the recognition of grant revenue for eligible expenditures under the American Rescue Plan Act grant. Business-type activities accounted for the remaining \$46 million increase, primarily attributable to an increase in deposits held of \$43 million related to the receipt and recording of a \$36 million “in-lieu payment” for the wastewater treatment plant expansion and a \$5 million “financial assurance deposit” for the estimated costs of the dedicated discharge line pump station and waterlines required by an amended development agreement.

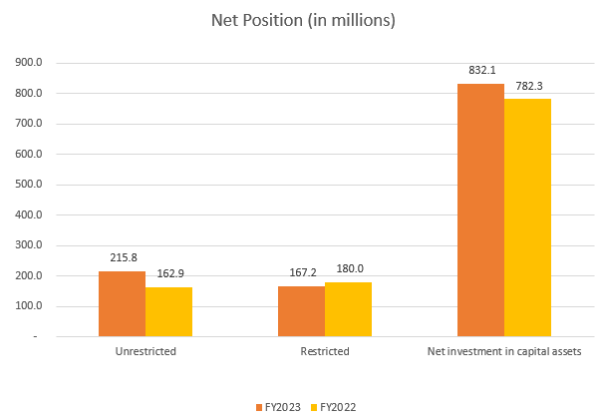
Long-term liabilities decreased by \$5.7 million, attributable to recognition of the short-term portion of principal payments due in the upcoming fiscal year.

As of June 30, 2023, the largest component of the City’s net position was the net investment in capital assets of \$832 million (68.48% of total net position). This includes the City’s investment in land and improvements, artwork, construction in progress, right of way, water rights, streetscape, infrastructure, buildings and improvements, vehicles, furniture, and equipment, less any related outstanding debt that was used to acquire those assets. The City uses these capital assets to provide a variety of services to its citizens.

Accordingly, these assets are not available for future spending. Although the City’s investment in capital assets is reported net of related debt, it should be noted that the resources to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City’s net position, \$169.5 million represents resources that are subject to restrictions on how they may be used. The remaining \$213.0 million is unrestricted, and may be used to meet the City’s ongoing obligations to citizens and creditors.

The City’s overall net position increased \$89.9 million from the prior fiscal year, as discussed in the following sections for governmental and business-type activities.



Government-Wide Financial Analysis

	Governmental Activities		Business-type Activities		Total Primary Government	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program revenues:						
Charges for services	\$ 23,355,814	\$ 35,868,174	\$ 61,807,806	\$ 61,078,284	\$ 85,163,620	\$ 96,946,458
Operating grants and contributions	16,677,690	20,334,900	-	-	16,677,690	20,334,900
Capital grants and contributions	36,800,110	42,192,506	7,594,454	11,254,372	44,394,564	53,446,878
General revenues:						
City sales taxes	115,585,674	122,858,885	-	-	115,585,674	122,858,885
Franchise taxes	4,608,000	3,880,685	-	-	4,608,000	3,880,685
Property taxes	31,543,708	28,180,626	-	-	31,543,708	28,180,626
State shared revenue	39,382,895	29,850,191	-	-	39,382,895	29,850,191
Unrestricted Investment earnings	9,654,094	(3,080,671)	1,093,207	33,866	10,747,301	(3,046,805)
Miscellaneous	1,064,227	1,240,870	55,251	35,570	1,119,478	1,276,440
Total revenues	278,672,212	281,326,166	70,550,718	72,402,092	349,222,930	353,728,258
Expenses:						
General government	38,061,902	34,157,389	-	-	38,061,902	34,157,389
Public safety	72,526,205	64,651,123	-	-	72,526,205	64,651,123
Highways and streets	24,863,132	23,563,017	-	-	24,863,132	23,563,017
Public works	8,052,159	5,602,891	-	-	8,052,159	5,602,891
Culture and recreation	33,318,763	25,843,304	-	-	33,318,763	25,843,304
Development services	15,613,064	14,906,593	-	-	15,613,064	14,906,593
Interest on long-term debt	9,537,281	9,236,464	-	-	9,537,281	9,236,464
Water and wastewater	-	-	49,903,049	49,204,444	49,903,049	49,204,444
Sanitation	-	-	7,486,417	7,314,418	7,486,417	7,314,418
Total expenses	201,972,506	177,960,781	57,389,466	56,518,862	259,361,972	234,479,643
Net Surplus (Deficit) before Transfers	76,699,706	103,365,385	13,161,252	15,883,230	89,860,958	119,248,615
Net Transfers	7,556,001	8,015,934	(7,556,001)	(8,015,934)	-	-
Net Surplus (Deficit)	84,255,707	111,381,319	5,605,251	7,867,296	89,860,958	119,248,615
Net position, beginning of the year	795,572,396	689,366,231	329,615,357	321,748,061	1,125,187,753	1,011,114,292
Changes in net position	84,255,707	111,381,319	5,605,251	7,867,296	89,860,958	119,248,615
Prior period adjustment	-	(5,175,154)	-	-	-	(5,175,154)
Net position, ending of the year	\$ 879,828,103	\$ 795,572,396	\$ 335,220,608	\$ 329,615,357	\$ 1,215,048,711	\$ 1,125,187,753

Governmental Activities

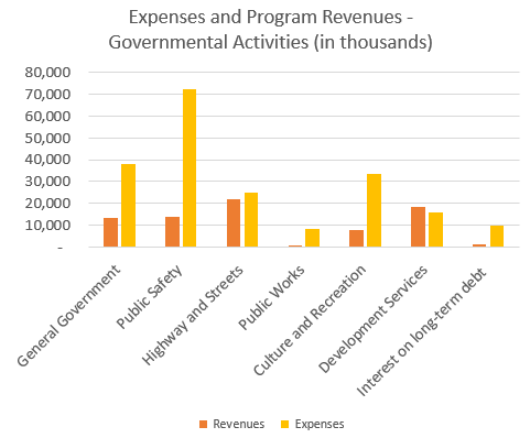
The City's net position, for governmental activities, totaled \$879.8 million at June 30, 2023, which represents an increase of \$84.3 million over the prior fiscal year. While it appears from a societal standpoint the worst of the Coronavirus pandemic is behind us, we are still very much dealing with the economic unpredictability not just in Goodyear but across the country. New challenges experience in FY23 included labor shortages, supply chain disruptions, and inflation rates not seen in over 40 years. Despite these obstacles, the City continued to see strong growth and ongoing construction activity in the community.

Although total revenues of \$278.7 million from governmental activities were \$2.7 million less than the prior year, the City continued to experience month over month increases in non-construction taxes throughout FY23. And although retail tax collections trended lower than the prior year, actual revenues received remained above FY23 budgeted revenue. In total, Voter Approved Local Revenues trended approximately 35.3% higher than the prior year due to Urban Revenue Sharing (URS), with increases in Vehicle License Tax, State Shared, and State Sales Tax of 57%, 24% and 17%, respectively. The significant increase in URS can be traced to the filing extension granted in 2020 due to the pandemic, which shifted a large amount of actual tax collections to subsequent years. Additionally, investment earnings for FY23 totaled \$9.7 million, an increase of \$12.7 over the prior fiscal year.

Government-Wide Financial Analysis

FY23 expenditures, for governmental activities, totaled \$202 million, an increase of \$24 million over the prior fiscal year. Expenses increased across all governmental activities, driven primarily by a 7.5% market pay increase that was implemented the first pay period of the fiscal year, for all eligible, non-represented employees as well as the implementation of the final year of the Memorandum of Understanding (MOU) for the represented groups from Police and Fire. Additionally, the City added 67.04 full-time equivalent positions in various departments. The Public Works and Culture & Recreation activities experienced the largest increase of costs, totaling 43% and 28%, respectively. The increase in costs were largely driven by costs associated with the maintenance and operation of the Goodyear Recreation Campus, which includes a Recreation Center, Aquatics Facility, and 30-Acre Park.

As show in the chart, revenues generated by the City programs are not sufficient to cover the costs. The City relies on property tax, sales taxes, investment income and other general revenues to cover the costs associated with the various programs.



Business-type Activities

The City's net position, for business-type activities, totaled \$335.2 million, an increase of \$5.6 million over the prior fiscal year. FY23 user rates increased slightly compared to last year. The majority of the increase (\$5.4 million) was attributable to the Water and Wastewater Fund. The FY23 Budget anticipated a decrease in net position, due to a planned use of fund balance to finance capital improvement projects. However, during the first half of the fiscal year, commercial fees trailed budget due to lower than anticipated use by a major data center customer and the seasonality in irrigation revenue resulted in lower than expected collections. In response, adjustments were made to the capital plan and water operations to mitigate the impact. Ultimately, this postponed the use of available fund balance to subsequent years and resulted in the increase in net position in FY23.

The remaining \$200 thousand increase was attributable to the Sanitation Fund. The FY23 Budget anticipated a decrease in net position, due to a planned use of fund balance. The planned use of fund balance was for the Solid Waste Rear Loader Replacement project, which was not completed within the fiscal year, but carried over into FY24.

Financial Analysis of Governmental Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

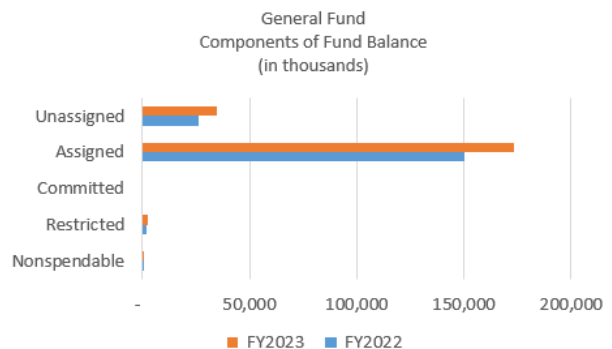
Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet limited to use for a particular purpose by either an external party, the City itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the City Council.

At June 30, 2023, the City's governmental funds reported combined fund balances of \$339.7 million, an increase of \$38 million of over the prior fiscal year. Of this amount, \$35 million, or 10.3%, constitutes unassigned fund balance, which is available for use at the City's discretion. The remainder of the fund balance is Nonspendable, Restricted, Committed, and Assigned, in the amount of \$1.9 million, \$124.1 million, \$5.3 million and \$173.3 million, respectively.

Analysis of Individual Funds

The general fund is the chief operating fund of the City. As of June 30, 2023, total fund balance increased \$32.5 million to \$211.6 million. Of this amount, \$35 million is unassigned. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to the City's total general fund expenditures of \$150.1 million. Unassigned fund balance represents 23.36% of total general fund expenditures, while total fund balance represents 141% of that same amount.



The fund balance of the City's general fund increased \$32.5 million during FY23. The increase was primarily due to a \$42.3 million increase in assets. More specifically, the increase was in cash and cash equivalents that resulted from the surplus of ongoing revenues vs expenditures in the general fund. As mentioned previously, the surplus was the result of an increase in assessed property taxes and state shared revenues, offset by a decrease in city sales tax. The increase in assets was offset by a \$10.5 million increase in accounts payable and financial assurance deposits made by developers. The remaining change was attributable to the amortization of deferred inflows related to leases.

Financial Analysis of Governmental Funds

The Non-Utility Development Impact Fee - Capital Projects Fund, a major fund, had an \$11.2 million increase in fund balance from the prior year, with a total fund balance of \$91.5 million as of June 30, 2023. The increase was the result of a surplus in revenues versus expenditures. Development-related revenues of \$30 million were essentially flat, when compared to the prior year. However, capital outlays were less than planned with \$19.6 million in expenses related to over a dozen projects. There were three projects that accounted for 85% of the costs: the Fire Station 188 West Goodyear, Police Building Phase II, and the Sarival Ave-Jefferson Street to Yuma projects.

The General Obligation - Capital Expenditure Fund, a major fund, had a total fund balance of \$19.4 million, a decrease of \$7.0 million from the prior fiscal year. The decrease in fund balance was caused by the spending of resources, obtained through the issuance of long-term debt in a prior period, on capital acquisition and construction in the current period. This included two public safety projects, the Fire Station 183 Renovation & Ambulance facility, and the Policy Building Phase II.

The McDowell Road Commercial Corridor – Debt Service Fund, a major fund, had a total fund balance of \$170 thousand, a decrease of \$766 thousand from the prior fiscal year. Special assessment revenue, received for the payment of principal and interest, totaled \$3.13 million in FY23. Payments of principal and interest totaled \$3.9 million. In general, current year receipts are adequate to pay principal interest. However, the City had received an additional \$970 thousand in a prior period to make two special optional redemptions. These special redemptions were processed on January 2, 2023 and July 1, 2023.

The Community Facilities District – Debt Service fund, a major fund, had a \$1.33 million increase in fund balance from the prior year, with a total fund balance of \$2.68 million as of June 30, 2023. The surplus is the net result of the following transactions. Revenues related to property tax and special assessments totaled \$9.6 million. Principal and interest payments were \$9.2 million. During the fiscal year, the Estrella Mountain Ranch Community Facilities District, Lucero Assessment District No. 2 issued special assessment revenue bonds with a par amount of \$4.4 million. As part of the transaction, the City also received \$353 thousand in contributions from the major landowner. Proceeds in the amount of \$4.1 million were used to reimburse a developer for waterline, sewer system, and water system improvements, and \$232 thousand was used to pay bond issuance costs. Additionally, the fund received \$186 thousand in investment income and \$309 thousand in reimbursements from the general fund, related to a previous transaction.

The Non-Major Governmental Funds, increased by \$769 thousand from the prior year, with a total fund balance of \$14.3 million, as of June 30, 2023. The following funds ended the fiscal year with a surplus of revenues versus expenditures: Highway User Revenue Fund (\$592K), Ambulance (\$407K), Ballpark Capital Replacement (\$546K), CFD Utility #1 (436K), and EMR-General (343K). Their surplus was offset by deficit of revenues versus expenditures in the following funds Secondary Property Tax (\$782K), EMR-CIP (902K).

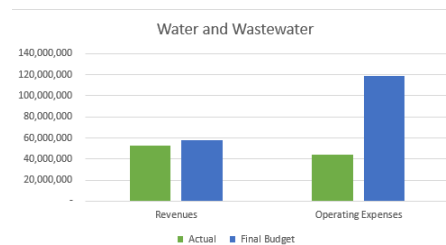
Financial Analysis of Governmental Funds

Proprietary Funds

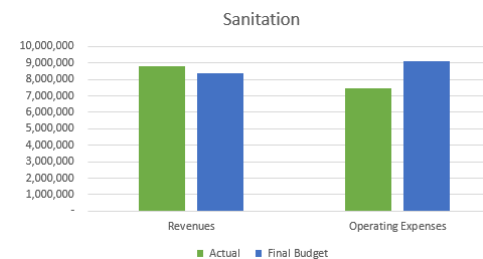
The proprietary fund financial statements are prepared on the same accounting basis and measurement focus as the government-wide financial statements, but provide additional detail since each major enterprise fund is shown discretely.

The proprietary funds net position totals \$335.2 million, an increase of \$5.6 million from the previous fiscal year.

The net position for Water and Wastewater totaled \$330.5 million, an increase of \$5.4 million when compared to the prior year. Unrestricted net position for the Water and Wastewater Fund totaled \$24.8 million, or 7.48%, at the end of the fiscal year. As noted earlier in the discussion of business-type activities, there was a slight increase in user rates compared to last year. However, the FY23 Budget anticipated a decrease in net position, due to a planned use of fund balance to finance capital improvement projects. Due to trailing commercial and irrigation fees in the first half of the year, adjustments were made to the capital plan and water operations to mitigate the impact. Ultimately, this postponed the use of available fund balance to subsequent years and resulted in the increase in net position in FY23.



The net position for Sanitation totaled \$4.8 million, an increase of \$165 thousand when compared to last year. Unrestricted net position for the Sanitation Fund totaled \$4.1 million, or 85.63%, at the end of the fiscal year. As noted earlier in the discussion of business-type activities, there were no major changes to operations, compared to last year. However, the FY23 Budget anticipated a decrease in net position, due to a planned use of fund balance which did not materialize. The replacement of the Solid Waste Rear Loader was carried forward to a subsequent year.



General Fund Budgetary Highlights

The City's annual budget is the legally adopted expenditure control document of the City. The General Fund budgetary comparison schedule can be found in the Required Supplementary Information section. The other budgetary comparison schedules can be found in the Other Supplementary Information section.

Original budget compared to final budget. During the fiscal year, there were budget amendments that transferred a net \$24.2 million of budget authority from general fund contingency. The most significant transfers are discussed below.

General Fund Budgetary Highlights

There were \$10.6 million of budget amendments that transferred budget authority into general fund contingency. Four CIP projects that were either deferred to future years or canceled, accounted for \$10.2 million of the amendments, or 96%.

There were \$37.3 million of budget amendments to transfer budget authority out of general fund contingency. A budget amendment in the amount of \$12.5 million was approved to purchase the existing North Parking Garage at GSQ, the site of the new City Hall Building. A budget amendment in the amount of \$4.1 million was authorized to reimburse a developer for costs related to waterline, sewer system, and water system improvements for one of the Community Facilities Districts. A budget amendment in the amount of \$4 million was approved related to a revised scope of work for a project to evaluate the expansion and interim re-rating that addresses short term growth in the Goodyear Water Reclamation Facility service area. A budget amendment in the amount of \$2.3 million to advance the design and construction of the Cotton Lane & Yuma Road Lane Addition was approved. A budget amendment in the amount of \$2.4 million to change the scope, schedule and budget for a project that included implementing a half street stormwater retention strategy, enhance landscape restoration efforts and stormwater retention, and to provide transitional roadway improvements, was authorized. A budget amendment in the amount of \$2 million to accelerate the design of a Water Reclamation Facility was approved. The project is being accelerated due to the growth of the Community occurring quicker than expected. With the existing facility at an estimated 80% of its permitted capacity, Maricopa County requires the City to start design of the expansion. The amendment also provides the resources for the City to assist Liberty Utilities while they work to install a new reclamation facility on Sarival and McDowell. The remaining \$9.7 million in budget amendments were made of various amendments that were under \$1 million.

Final budget compared to actual results. The following table shows the differences between budgeted and actual revenues.

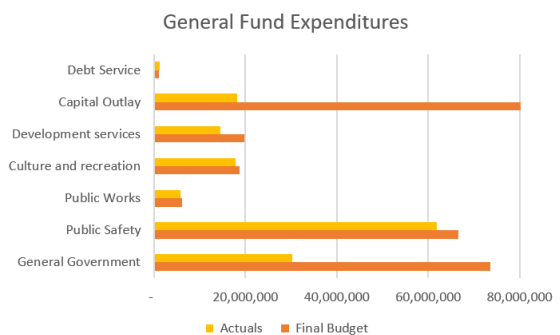
Revenue Source	Final Budget	Actuals	Difference
Taxes	114,175,900	122,621,965	8,446,065
Licenses and permits	13,795,700	16,403,295	2,607,595
Intergovernmental revenues	38,990,000	42,389,455	3,399,455
Charges for services	1,947,500	3,353,964	1,406,464
Fines and forfeitures	1,073,400	945,684	(127,716)
Investment income	317,300	6,941,292	6,623,992
Contributions	2,085,000	2,858,224	773,224
Other revenues	13,492,100	1,359,507	(12,132,593)
Total Revenues	185,876,900	196,873,386	10,996,486

General Fund Budgetary Highlights

Tax revenues exceeded budget by \$8.5 million, with construction sales tax and franchise fees accounting for \$7.3 million and \$790 thousand of the variance, respectively. Licenses, permits and fees were \$2.6 million more than budget due to Engineering Plan Review fees. Intergovernmental revenues exceeded budget by \$3.4 million. As previously mentioned, Voter Approved Local Revenues trended approximately 35.3% higher than the prior year due to Urban Revenue Sharing (URS), with increases in Vehicle License Tax, State Shared, and State Sales Tax of 57%, 24% and 17%, respectively. Charges for services of \$3.4 million exceeded budget by \$1.4 million, with \$760 thousand of the variance related to Fire Service fees received from the City of Litchfield Park. The remainder of the variance was attributable to higher than expected fees from special interest classes and recreation center passes, in the first year of operations for the Goodyear Recreation Center. Investment income was \$6.6 million more than budget with the fiscal year performance of the City's managed investment portfolio outperforming the Total Return benchmark.

While still being issued at high levels, permits for single-family housing are down compared to prior year activity due in large part to a lack of buildable lots and extended construction development cycles related to the challenges stated above. Despite these bottlenecks, our city continues to benefit from growth and is currently estimated at just under 102,000 residents. In addition to our residential growth, new businesses continue to locate in Goodyear expanding our one-time revenues through permit fees, construction sales taxes, and use tax on equipment. Once completed these new and expanding businesses begin to generate ongoing sales and property taxes for the city, as well as local jobs for our residents, which in turn increases our state shared revenues.

As shown in the following chart, significant variances between budget versus actual results exist in the Capital Outlay and General Government activities. Actuals expenditures of \$18.2 million were \$96 million less than a budgeted outlay of \$114.2 million for capital improvement projects. The two largest variances were \$37.8 million for the Camelback Rd-SR303 to 152nd Ave project, and \$12.5 million for the GSQ Gen2 Parking Garage. Budget authority for these and multiple other projects were predominately carried forward to subsequent years.



Actual expenditures of \$30.2 million were \$43.3 million less than a budget of \$73.5 million. Approximately \$36 million, or 83%, of the variance is attributable to the budget authority reserved for contingency. After accounting for the reserve, general government expenses of \$30.2 million can be compared to a budget of \$37.6 million, resulting in a \$7.4 million variance. The City Manager's Office accounts for \$3.6 million of the variance, related to community funding expenditures being \$954 thousand less than budgeted and contingency reserves of \$1.6 million.

Capital Assets and Debt Administration

Capital Assets

The City's investment in capital assets (net of accumulated depreciation/amortization) for its governmental and business-type activities as of June 30, 2023 totaled \$801 million and \$468 million, respectively. The investment in capital assets include land, land improvements, artwork, construction in progress, right of way, water rights, streetscape, infrastructure, buildings and improvements, vehicles, furniture and equipment, and the rights to use assets (leased assets). In total, there was an increase of \$31.2 million from the prior fiscal year.

	Governmental Activities		Business-type Activities		Total Primary Government	
	2023	2022	2023	2022	2023	2022
Land and improvements	\$ 68,944,391	\$ 67,840,738	\$ 8,359,054	\$ 8,155,895	\$ 77,303,445	\$ 75,996,633
Artwork	1,008,171	371,130	146,978	146,978	1,155,149	518,108
Construction in progress	39,877,997	78,684,688	9,117,481	123,940,030	48,995,478	202,624,718
Right of way	90,981,251	90,875,981	-	-	90,981,251	90,875,981
Water rights	-	-	18,116,981	18,307,453	18,116,981	18,307,453
Streetscape	9,061,008	9,061,008	-	-	9,061,008	9,061,008
Infrastructure	271,156,358	263,054,684	294,395,357	173,157,312	565,551,715	436,211,996
Building and improvements	290,184,000	235,519,310	128,719,005	133,772,846	418,903,005	369,292,156
Vehicles, furniture and equipment	30,069,744	26,781,171	9,012,586	8,252,699	39,082,330	35,033,870
Rights to use assets (leased assets)	54,349	75,410	-	-	54,349	75,410
Total	\$ 801,337,269	\$ 772,264,120	\$ 467,867,442	\$ 465,733,213	\$ 1,269,204,711	\$ 1,237,997,333

Major capital events during FY23 included the following:

- Completion of the Goodyear City Hall building, including the transfer of construction work in process costs and placing the asset in service
- Completion of the Surface Water Treatment Plant, including the transfer of construction work in process costs and placing the asset in service

Additional information on the City's capital assets can be found in Note 4.

Debt Administration

At the end of the fiscal year, the City had total long-term debt outstanding of \$431.1 million. Of this amount \$141.3 million is in general obligation bonds backed by the full faith and credit of the City, \$65.2 million is in Community Facilities Districts bonds which are paid by the property owners within those districts, \$222.7 million is in revenue bonds which are payable from user fees, assessments, and general fund revenues and \$1.9 million in loans payable to Water Infrastructure Finance Authority of Arizona (WIFA) which is payable from user fees.

Capital Assets and Debt Administration

The following schedule shows the outstanding debt obligation as of June 30, 2023 and 2022:

	Governmental Activities		Business-type Activities		Total Primary Government	
	2023	2022	2023	2022	2023	2021
General obligation bonds	\$ 107,045,360	\$ 113,133,855	\$ 34,294,640	\$ 37,421,145	\$ 141,340,000	\$ 150,555,000
Community facilities districts bor	65,183,000	67,187,000	-	-	65,183,000	67,187,000
Lease payable	60,628	79,374	-	-	60,628	79,374
Loan payable	-	-	1,902,451	2,198,125	1,902,451	2,198,125
Revenue bonds	87,545,000	99,396,237	135,100,000	137,125,000	222,645,000	236,521,237
Totals	\$ 259,833,988	\$ 279,796,466	\$171,297,091	\$ 176,744,270	\$ 431,131,079	\$ 456,540,736

The State constitution limits the amount of general obligation debt a city may issue to six percent (6%) of its total net full cash assessed property valuation. The current six percent debt limitation for the City is \$106.3 million. The City has \$33.1 million of outstanding revenue obligation bonds subject to the 6% limit. In addition, the State constitution limit allows a city to issue an additional twenty percent (20%) of its total net full cash assessed property valuation for water, wastewater, lights, transportation, public safety, open space preserves, parks, playgrounds and recreational facilities. The current 20 % debt limitation for the City is \$354.4 million. The City has \$108.3 million of outstanding general obligation debt of which all is subject to the 20% limit.

During the year, the City maintained the following bond ratings, as of June 30, 2023:

Type of Debt	Moody's Investors Service	Standard & Poor's	Fitch Ratings
General Obligation	Aa1	AA+	N/R
Water & Wastewater Revenue Debt			
Senior Lien Water & Sewer Revenue Debt	Aa3	AA-	N/R
Subordinate Lien Water & Sewer Revenue Debt	Aa3	AA-	N/R
Excise Tax and Public Improvement Corporat	Aa2	AA+	N/R
Improvement District Bonds	Aa2	AA	N/R

Additional information on the City's long-term debt can be found in Notes 5 through 10.

Economic Factors and Next Year's Budget

Through a combination of macroeconomic conditions and various legislative initiatives, we yet again find ourselves in an environment of continued uncertainty. Inflation hit the Phoenix metro area particularly hard this fiscal year, topping out at a staggering 13% in August of 2022. Costs for commodities like fuel, oil and steel, which directly impact both our capital projects and day-to-day operations, continue to be highly unpredictable. Yet, in spite these unfavorable conditions, unemployment rates in the Valley have improved over the same time period resulting in mixed signals as to the future direction of the economy.

Economic Factors and Next Year's Budget

Through the end of FY23, multi-family permits were up approximately 7.3% versus the prior year; however, permits for single-family housing were down 43% and development-related revenue was essentially flat. Similar pullbacks in development activity are not just isolated to our city but have been seen all around the Phoenix metro area.

For FY2024, newly constructed properties added \$81.5 million of assessed value to the city, while assessed valuation growth of existing properties grew by 5.6%. These property values serve as the base for both primary property tax revenues, which support the day-to-day General Fund operating budget, and secondary property taxes which support voter-approved General Obligation bonded debt service.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the resources it receives. A copy of the City's Annual Comprehensive Financial Report is available on-line at www.goodyearaz.gov. If you have questions about this report or need additional information, contact the City of Goodyear, 1900 N. Civic Square, Goodyear, Arizona 85395 or by email at gyfinance@goodyearaz.gov.

Basic Financial Statements



Government-Wide Financial Statements



City of Goodyear, Arizona
Statement of Net Position
June 30, 2023

	Governmental	Business-type	
	Activities	Activities	Total
Assets			
Cash and cash equivalents	\$ 204,425,845	\$ 35,679,438	\$ 240,105,283
Investments	167,606,488	26,179,133	193,785,621
Receivables (net of allowance)	59,173,440	4,546,508	63,719,948
Leases receivable	6,081,819		6,081,819
Inventories	1,431,298	2,532,211	3,963,509
Prepaid items	472,374		472,374
Notes receivable	1,675,250		1,675,250
Net pension/OPEB asset	2,029,210	257,838	2,287,048
Temporarily restricted assets:			
Cash and cash equivalents	15,521,460	41,447,280	56,968,740
Capital assets (net of accumulated depreciation/amortization):			
Land	39,713,528	8,359,054	48,072,582
Artwork	1,008,171	146,978	1,155,149
Construction in progress	39,877,997	9,117,481	48,995,478
Right of way	90,981,251		90,981,251
Streetscape	9,061,008		9,061,008
Land improvements	29,230,863		29,230,863
Infrastructure	271,156,358	294,395,357	565,551,715
Buildings	290,184,000	128,719,005	418,903,005
Vehicles, furniture, and equipment	30,069,744	9,012,586	39,082,330
Water rights		18,116,981	18,116,981
Right to use asset	54,349		54,349
Total assets	<u>1,259,754,453</u>	<u>578,509,850</u>	<u>1,838,264,303</u>
Deferred outflows of resources			
Deferred outflows related to pensions/OPEB	34,711,263	1,706,617	36,417,880
Deferred charge on refunding	4,930,917	2,596,362	7,527,279
Total deferred outflows of resources	<u>39,642,180</u>	<u>4,302,979</u>	<u>43,945,159</u>
Liabilities			
Accounts payable and other current liabilities	24,042,632	9,106,396	33,149,028
Interest payable	926,142		926,142
Deposits held	36,532,463	43,584,128	80,116,591
Unearned revenues	641,146		641,146
Noncurrent liabilities:			
Due within one year	28,265,751	6,197,844	34,463,595
Due in more than one year	259,343,417	180,934,593	440,278,010
Net pension and OPEB liability	57,377,155	7,407,034	64,784,189
Total liabilities	<u>407,128,706</u>	<u>247,229,995</u>	<u>654,358,701</u>
Deferred inflows of resources			
Deferred inflows related to pensions/OPEB	6,509,894	362,226	6,872,120
Leases related	5,929,930		5,929,930
Total deferred inflows of resources	<u>12,439,824</u>	<u>362,226</u>	<u>12,802,050</u>
Net position			
Net investment in capital assets	547,891,870	284,640,676	832,532,546
Restricted for:			
Capital projects		21,764,979	21,764,979
Community facilities	6,675,008		6,675,008
Debt service	42,097,202	447,280	42,544,482
Development impact fees	91,525,058		91,525,058
Pensions/OPEB	2,029,210	257,838	2,287,048
Other purposes	4,697,351		4,697,351
Unrestricted	184,912,404	28,109,835	213,022,239
Total net position	<u>\$ 879,828,103</u>	<u>\$ 335,220,608</u>	<u>\$ 1,215,048,711</u>

City of Goodyear, Arizona
Statement of Activities
For the Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenue		
		Charges for	Operating Grants and	Capital Grants and
		Services	Contributions	Contributions
Governmental activities				
General government	\$ 38,061,902	\$ 1,857,785	\$ 3,240,067	\$ 8,145,774
Public safety	72,526,205	1,914,488	3,582,059	8,301,130
Highways and streets	24,863,132	118,143	7,865,237	14,086,228
Public works	8,052,159	120,113		
Culture and recreation	33,318,763	3,411,962	276,657	4,022,024
Development services	15,613,064	15,933,323	315,332	2,244,954
Interest on long-term debt	9,537,281		1,398,338	
Total governmental activities	<u>201,972,506</u>	<u>23,355,814</u>	<u>16,677,690</u>	<u>36,800,110</u>
Business-type activities				
Water and wastewater	49,903,049	53,005,605		7,594,454
Sanitation	7,486,417	8,802,201		
Total business-type activities	<u>57,389,466</u>	<u>61,807,806</u>		<u>7,594,454</u>
Total primary government	<u>259,361,972</u>	<u>85,163,620</u>	<u>16,677,690</u>	<u>44,394,564</u>

General revenues:

Taxes:

- City sales tax
- Franchise tax
- Property tax
- Auto lieu tax (unrestricted)
- State sales tax (unrestricted)
- Urban revenue sharing (unrestricted)
- Unrestricted investment earnings
- Other

Transfers

Total general revenues and transfers

Change in net position

Net position, beginning of year

Net position, end of year

Net (Expense) Revenue and Changes in Net Position

Governmental	Business-type	
Activities	Activities	Total
\$ (24,818,276)	\$	\$ (24,818,276)
(58,728,528)		(58,728,528)
(2,793,524)		(2,793,524)
(7,932,046)		(7,932,046)
(25,608,120)		(25,608,120)
2,880,545		2,880,545
(8,138,943)		(8,138,943)
<u>(125,138,892)</u>		<u>(125,138,892)</u>
	10,697,010	10,697,010
	<u>1,315,784</u>	<u>1,315,784</u>
	12,012,794	12,012,794
<u>(125,138,892)</u>	<u>12,012,794</u>	<u>(113,126,098)</u>
115,585,674		115,585,674
4,608,000		4,608,000
31,543,708		31,543,708
5,045,720		5,045,720
15,038,266		15,038,266
19,298,909		19,298,909
9,654,094	1,093,207	10,747,301
1,064,227	55,251	1,119,478
<u>7,556,001</u>	<u>(7,556,001)</u>	
<u>209,394,599</u>	<u>(6,407,543)</u>	<u>202,987,056</u>
84,255,707	5,605,251	89,860,958
<u>795,572,396</u>	<u>329,615,357</u>	<u>1,125,187,753</u>
<u>\$ 879,828,103</u>	<u>\$ 335,220,608</u>	<u>\$ 1,215,048,711</u>



Fund Financial Statements

City of Goodyear, Arizona
Balance Sheet
Governmental Funds
June 30, 2023

	General	Non-Utility Development Impact Fees Capital Projects	GO Bonds Capital Projects	McDowell Road Commercial Corridor ID Debt Service
Assets				
Cash and cash equivalents	\$ 126,426,154	\$ 67,565,900	\$ 2,070,420	\$ 25,696
Investments	106,235,976	28,909,248	18,472,336	144,003
Receivables:				
Taxes	17,064,032			
Interest	8,831			
Accounts	1,410,784			
Assessments	19			17,882,281
Intergovernmental	153,711			
Leases	6,081,819			
Due from other funds	264,403			
Inventories	171,959			
Prepaid items	472,374			
Notes receivable	1,675,250			
Restricted cash and investments	7,331,417			
Total assets	<u><u>\$ 267,296,729</u></u>	<u><u>\$ 96,475,148</u></u>	<u><u>\$ 20,542,756</u></u>	<u><u>\$ 18,051,980</u></u>
Liabilities				
Accounts payable	\$ 9,523,665	\$ 4,950,089	\$ 1,156,029	\$
Accrued wages and benefits	2,087,342			
Accrued interest payable				
Deposits held	36,342,255			
Due to other funds				
Bonds payable				
Unearned revenue	52,643			4,375
Total liabilities	<u><u>48,005,905</u></u>	<u><u>4,950,089</u></u>	<u><u>1,156,029</u></u>	<u><u>4,375</u></u>
Deferred inflows of resources				
Unavailable revenues - property taxes	76,589			
Unavailable revenues - special assessments				17,877,923
Unavailable revenues - intergovernmental				
Unavailable revenues - other	1,675,250			
Leases related	5,929,930			
Total deferred inflows of resources	<u><u>7,681,769</u></u>			<u><u>17,877,923</u></u>
Fund balances				
Nonspendable	644,333			
Restricted	2,577,869	91,525,059	19,386,727	169,682
Committed				
Assigned	173,332,889			
Unassigned	35,053,964			
Total fund balances	<u><u>211,609,055</u></u>	<u><u>91,525,059</u></u>	<u><u>19,386,727</u></u>	<u><u>169,682</u></u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 267,296,729</u></u>	<u><u>\$ 96,475,148</u></u>	<u><u>\$ 20,542,756</u></u>	<u><u>\$ 18,051,980</u></u>

Community Facilities Districts Debt Service	Non-Major Governmental Funds	Total Governmental Funds
\$	\$ 7,931,055	\$ 204,019,225
	5,525,454	159,287,017
88,449	102,793	17,255,274
		8,831
1,013	157,447	1,569,244
21,057,578		38,939,878
	1,093,105	1,246,816
		6,081,819
		264,403
	1,259,339	1,431,298
		472,374
		1,675,250
8,190,043		15,521,460
<u>\$ 29,337,083</u>	<u>\$ 16,069,193</u>	<u>\$ 447,772,889</u>
\$ 900	\$ 542,280	\$ 16,172,963
	103,309	2,190,651
926,142		926,142
	190,208	36,532,463
	264,403	264,403
4,668,000		4,668,000
	584,128	641,146
<u>5,595,042</u>	<u>1,684,328</u>	<u>61,395,768</u>
	59,670	136,259
21,057,578		38,935,501
	44,047	44,047
		1,675,250
		5,929,930
<u>21,057,578</u>	<u>103,717</u>	<u>46,720,987</u>
	1,259,339	1,903,672
2,684,463	7,738,992	124,082,792
	5,301,702	5,301,702
		173,332,889
	(18,885)	35,035,079
<u>2,684,463</u>	<u>14,281,148</u>	<u>339,656,134</u>
<u>\$ 29,337,083</u>	<u>\$ 16,069,193</u>	<u>\$ 447,772,889</u>



City of Goodyear, Arizona
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
June 30, 2023

Total fund balances - governmental funds **\$ 339,656,134**

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Governmental capital assets	1,146,355,448	
Less accumulated depreciation/amortization	<u>(345,018,179)</u>	801,337,269

Net OPEB asset is not an available resource and, therefore, is not reported in the funds.

2,029,210

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

Bonds payable	(277,702,415)	
Deferred charged on refunding	4,930,917	
Leases payable	(60,361)	
Net pension/OPEB liability	(57,377,155)	
Compensated absences	<u>(9,846,392)</u>	(340,055,406)

Some receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.

Property taxes	136,259	
Special assessments	38,935,501	
Intergovernmental	44,047	
Other	<u>1,675,250</u>	40,791,057

Internal Service Funds are used by management to charge the cost of certain activities to individual funds. The assets and liabilities of the Internal Service Funds are included in the Statement of Net Position.

7,868,470

Deferred outflows and inflows of resources related to pensions/OPEB are applicable to future periods and, therefore, are not reported in the funds.

Deferred outflows of resources related to pensions/OPEB	34,711,263	
Deferred inflows of resources related to pensions/OPEB	<u>(6,509,894)</u>	<u>28,201,369</u>

Net position of governmental activities **\$ 879,828,103**

City of Goodyear, Arizona
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2023

	General	Non-Utility Development Impact Fees Capital Projects	GO Bonds Capital Projects	McDowell Road Commercial Corridor ID Debt Service
Revenues				
Taxes	\$ 122,621,965	\$ 10,527,066	\$	\$
Licenses, permits and fees	16,403,295			
Intergovernmental revenue	43,235,972			
Charges for services	3,567,507	18,586,402		
Fines and forfeitures	1,061,724			
Investment income	7,017,081	1,672,145	400,745	1,536
Special assessments				3,128,962
Contributions	2,858,224			
Other revenues	<u>1,359,507</u>			
Total revenues	<u>198,125,275</u>	<u>30,785,613</u>	<u>400,745</u>	<u>3,130,498</u>
Expenditures				
Current:				
General government	30,181,173	29,908		
Public safety	62,002,603			
Highways and streets	258,616			
Public works	5,835,433			
Culture and recreation	17,828,219		15,699	
Development services	14,554,518			
Capital outlay	18,242,132	19,560,320	17,138,404	
Debt service:				
Principal retirement	1,145,249			3,265,000
Interest and fiscal charges	26,799			631,675
Bond issuance costs				
Total expenditures	<u>150,074,742</u>	<u>19,590,228</u>	<u>17,154,103</u>	<u>3,896,675</u>
Excess (deficiency) of revenues over expenditures	<u>48,050,533</u>	<u>11,195,385</u>	<u>(16,753,358)</u>	<u>(766,177)</u>
Other financing sources (uses)				
Transfers in	10,646,868		9,714,392	
Transfers out	(26,400,565)	(10,869)		
Debt issuance				
Sale of capital assets	<u>250,461</u>			
Total other financing sources (uses)	<u>(15,503,236)</u>	<u>(10,869)</u>	<u>9,714,392</u>	
Changes in fund balances	<u>32,547,297</u>	<u>11,184,516</u>	<u>(7,038,966)</u>	<u>(766,177)</u>
Fund balances, beginning of year	<u>179,061,758</u>	<u>80,340,543</u>	<u>26,425,693</u>	<u>935,859</u>
Fund balances (deficit), end of year	<u>\$ 211,609,055</u>	<u>\$ 91,525,059</u>	<u>\$ 19,386,727</u>	<u>\$ 169,682</u>

Community Facilities Districts Debt Service	Non-Major Governmental Funds	Total Governmental Funds
\$ 7,079,360	\$ 11,539,503	\$ 151,767,894
		16,403,295
	11,696,262	54,932,234
	1,775,731	23,929,640
		1,061,724
186,039	205,783	9,483,329
2,474,292		5,603,254
353,322	1,373,958	4,585,504
<u>162</u>	<u>409,180</u>	<u>1,768,849</u>
<u>10,093,175</u>	<u>27,000,417</u>	<u>269,535,723</u>
	1,097,005	31,308,086
	743,820	62,746,423
	8,065,193	8,323,809
		5,835,433
	6,574,740	24,418,658
	315,332	14,869,850
	6,377,231	61,318,087
6,433,000	13,548,495	24,391,744
2,738,137	6,907,381	10,303,992
<u>232,083</u>		<u>232,083</u>
<u>9,403,220</u>	<u>43,629,197</u>	<u>243,748,165</u>
<u>689,955</u>	<u>(16,628,780)</u>	<u>25,787,558</u>
309,087	20,797,903	41,468,250
(4,100,860)	(3,399,955)	(33,912,249)
4,429,000		4,429,000
		<u>250,461</u>
<u>637,227</u>	<u>17,397,948</u>	<u>12,235,462</u>
<u>1,327,182</u>	<u>769,168</u>	<u>38,023,020</u>
<u>1,357,281</u>	<u>13,511,980</u>	<u>301,633,114</u>
<u>\$ 2,684,463</u>	<u>\$ 14,281,148</u>	<u>\$ 339,656,134</u>



City of Goodyear, Arizona
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2023

Changes in fund balances - total governmental funds **\$ 38,023,020**

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report the portion of capital outlay for capitalized assets as expenditures. However, in the Statement of Activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation/amortization expense.

Capital contributions	\$ 9,435,082	
Capital outlay	49,570,384	
Less current year depreciation/amortization	<u>(29,901,954)</u>	29,103,512

Some revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Property taxes	(96,225)	
Special assessments	(667,547)	
Intergovernmental	<u>43,953</u>	(719,819)

Issuance of long-term debt provides current financial resources to governmental funds, but the issuance increases long-term liabilities in the Statement of Net Position. (4,429,000)

Repayments of long-term debt principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

Lease principal retirement	19,013	
Bond principal retirement	<u>24,372,731</u>	24,391,744

Governmental funds report pension/OPEB contributions as expenditures. However, they are reported as deferred outflows of resources in the Statement of Net Position. The change in the net pension/OPEB liability, adjusted for deferred items, is reported as pension/OPEB expense in the Statement of Activities.

Current year pension/OPEB contributions	12,233,808	
Pension/OPEB expense	<u>(13,413,488)</u>	(1,179,680)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Amortization of deferred charges	(652,392)	
Loss on disposal of assets	(30,362)	
Amortization of premiums and discounts	1,651,186	
Compensated absences	<u>(1,308,105)</u>	(339,673)

The Internal Service Funds are used by management to charge the cost of certain activities to the individual funds. The changes in net position of the Internal Service Funds are reported with governmental activities in the Statement of Activities.

(594,397)

Changes in net position in governmental activities **\$ 84,255,707**

City of Goodyear, Arizona
Statement of Net Position
Proprietary Funds
June 30, 2023

	Business-type Activities			Governmental Activities
	Water & Wastewater	Sanitation	Total Enterprise Funds	Self-Insurance Trust Internal Service Fund
Assets				
Current assets:				
Cash	\$ 30,990,756	\$ 4,688,682	\$ 35,679,438	\$ 406,620
Investments	25,909,580	269,553	26,179,133	8,319,471
Receivables (net of allowance)	4,028,316	518,192	4,546,508	153,397
Inventories	2,462,481	69,730	2,532,211	
Total current assets	63,391,133	5,546,157	68,937,290	8,879,488
Noncurrent assets:				
Restricted cash and investments	41,447,280		41,447,280	
Net pension/OPEB asset	220,299	37,539	257,838	
Land	8,359,054		8,359,054	
Artwork	146,978		146,978	
Construction in progress	9,117,481		9,117,481	
Infrastructure	369,023,600		369,023,600	
Buildings	172,615,300	150,522	172,765,822	
Vehicles, furniture, and equipment	21,073,604	1,880,008	22,953,612	
Water rights	21,088,078		21,088,078	
Accumulated depreciation	(134,242,676)	(1,344,507)	(135,587,183)	
Total noncurrent assets	508,848,998	723,562	509,572,560	
Total assets	572,240,131	6,269,719	578,509,850	8,879,488
Deferred outflows of resources				
Deferred outflows related to pensions/OPEB	1,458,148	248,469	1,706,617	
Deferred charge on refunding	2,596,362		2,596,362	
Total deferred outflows of resources	4,054,510	248,469	4,302,979	
Current liabilities:				
Accounts payable	8,513,874	422,656	8,936,530	172,297
Accrued wages and benefits	148,942	20,924	169,866	36,066
Claims payable				802,655
Customer deposits	43,543,808	40,320	43,584,128	
Compensated absences - current portion	452,182	72,703	524,885	
Loans payable - current portion	301,588		301,588	
Bonds payable - current portion	5,371,371		5,371,371	
Total current liabilities	58,331,765	556,603	58,888,368	1,011,018
Noncurrent liabilities:				
Compensated absences	281,169	55,144	336,313	
Net pension/OPEB liability	6,328,632	1,078,402	7,407,034	
Loans payable - net of current portion	1,600,863		1,600,863	
Bonds payable - net of current portion	178,997,417		178,997,417	
Total noncurrent liabilities	187,208,081	1,133,546	188,341,627	
Total liabilities	245,539,846	1,690,149	247,229,995	1,011,018
Deferred inflows of resources				
Deferred inflows related to pensions/OPEB	309,489	52,737	362,226	
Total deferred inflows of resources	309,489	52,737	362,226	
Net position				
Net investment in capital assets	283,954,653	686,023	284,640,676	
Restricted for:				
Capital projects	21,764,979		21,764,979	
Debt service	447,280		447,280	
Pensions/OPEB	220,299	37,539	257,838	
Unrestricted	24,058,095	4,051,740	28,109,835	7,868,470
Total net position	\$ 330,445,306	\$ 4,775,302	\$ 335,220,608	\$ 7,868,470

City of Goodyear, Arizona
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2023

	Business-type Activities			Governmental Activities
	Water & Wastewater	Sanitation	Total Enterprise Funds	Self-Insurance Trust Internal Service Fund
Operating revenues				
Charges for services	\$ 52,888,693	\$ 8,791,140	\$ 61,679,833	\$
Self insurance premiums				13,066,862
Other revenues	116,912	11,061	127,973	514,081
Total operating revenues	<u>53,005,605</u>	<u>8,802,201</u>	<u>61,807,806</u>	<u>13,580,943</u>
Operating expenses				
Salaries, wages and benefits	8,024,000	1,379,818	9,403,818	
Cost of sales and services	23,730,447	5,903,636	29,634,083	2,399,104
Claims expense				11,947,001
Depreciation	12,143,862	202,963	12,346,825	
Total operating expenses	<u>43,898,309</u>	<u>7,486,417</u>	<u>51,384,726</u>	<u>14,346,105</u>
Operating income (loss)	<u>9,107,296</u>	<u>1,315,784</u>	<u>10,423,080</u>	<u>(765,162)</u>
Nonoperating revenues (expenses)				
Investment income	982,844	110,363	1,093,207	170,765
Interest expense and fiscal charges	(6,004,740)		(6,004,740)	
Gain (loss) on sale of assets	40,865	14,386	55,251	
Total nonoperating revenue (expenses)	<u>(4,981,031)</u>	<u>124,749</u>	<u>(4,856,282)</u>	<u>170,765</u>
Income (loss) before contributions and transfers	<u>4,126,265</u>	<u>1,440,533</u>	<u>5,566,798</u>	<u>(594,397)</u>
Capital contributions	7,594,454		7,594,454	
Transfers out	(6,280,801)	(1,275,200)	(7,556,001)	
Changes in net position	<u>5,439,918</u>	<u>165,333</u>	<u>5,605,251</u>	<u>(594,397)</u>
Total net position, beginning of year	<u>325,005,388</u>	<u>4,609,969</u>	<u>329,615,357</u>	<u>8,462,867</u>
Total net position, end of year	<u>\$ 330,445,306</u>	<u>\$ 4,775,302</u>	<u>\$ 335,220,608</u>	<u>\$ 7,868,470</u>

City of Goodyear, Arizona
Statement of Cash Flows
Proprietary Funds
June 30, 2023

	Business-type Activities			Governmental Activities
	Water & Wastewater	Sanitation	Total Enterprise Funds	Self-Insurance Trust Internal Service Fund
<u>Increase/Decrease in Cash and Cash Equivalents</u>				
Cash flows from operating activities:				
Cash received from customers	\$ 53,533,133	\$ 8,766,578	\$ 62,299,711	\$
Cash received from contributions				13,559,109
Cash payments to suppliers for goods and services	(20,519,152)	(5,840,021)	(26,359,173)	(2,172,064)
Cash payments to employees	(7,692,203)	(1,325,909)	(9,018,112)	
Cash payments for claims				(11,808,013)
Net cash provided by/used for operating activities	25,321,778	1,600,648	26,922,426	(420,968)
Cash flows from investing activities:				
Sale (purchase) of investments	(25,127,004)	(74,854)	(25,201,858)	(8,319,474)
Investment income	982,844	110,362	1,093,206	170,765
Net cash provided by/used for investing activities	(24,144,160)	35,508	(24,108,652)	(8,148,709)
Cash flows from noncapital financing activities:				
Transfers	(6,280,801)	(1,275,200)	(7,556,001)	
Net cash provided by/used for noncapital financing activities	(6,280,801)	(1,275,200)	(7,556,001)	
Cash flows from capital and related financing activities:				
Principal paid on long-term debt	(5,447,179)		(5,447,179)	
Interest paid	(6,721,261)	14,386	(6,706,875)	
Changes in capital assets	(13,774,203)		(13,774,203)	
Development fees	47,928,468		47,928,468	
Net cash provided by/used for capital and related financing activities	21,985,825	14,386	22,000,211	
Net increase/decrease in cash and cash equivalents	16,882,642	375,342	17,257,984	(8,569,677)
Cash and cash equivalents, beginning of year	55,555,394	4,313,340	59,868,734	8,976,297
Cash and cash equivalents, end of year	\$ 72,438,036	\$ 4,688,682	\$ 77,126,718	\$ 406,620
<u>Reconciliation of Operating Income/Loss to Net Cash Provided by/Used for Operating Activities</u>				
Operating income/loss	\$ 9,107,296	\$ 1,315,784	\$ 10,423,080	\$ (765,162)
Adjustments to reconcile operating income/loss to net cash provided by/used for operating activities:				
Depreciation/amortization	12,143,862	202,963	12,346,825	
Pension/OPEB expense	898,769	175,144	1,073,913	
Employer pension/OPEB Contributions	(641,419)	(109,298)	(750,717)	
Changes in assets and liabilities:				
Increase/decrease in receivables	527,528	(35,623)	491,905	(21,834)
Increase/decrease in prepaid items and deposits				73,626
Increase/decrease in inventory	(1,305,281)	49,871	(1,255,410)	
Increase/decrease in payables	3,852,386	(1,826)	3,850,560	277,879
Increase/decrease in accrued liabilities and deposits	738,637	3,633	742,270	14,523
Total adjustments	16,214,482	284,864	16,499,346	344,194
Net cash provided by/used for operating activities	\$ 25,321,778	\$ 1,600,648	\$ 26,922,426	\$ (420,968)

City of Goodyear, Arizona
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2023

	Pension Trust	
	Fund	Custodial Fund
Assets		
Cash and cash equivalents	\$ 18,364	69,218
Mutual funds	236,034	
Exchange traded funds	421,371	
Total assets	<u>675,769</u>	<u>69,218</u>
Net Position		
Restricted for:		
Pensions	675,769	
Individuals and organizations		69,218
Total net position	<u>\$ 675,769</u>	<u>\$ 69,218</u>

City of Goodyear, Arizona
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2023

	Pension Trust	
	Fund	Custodial Fund
Additions		
Investment income	\$ 56,409	\$
Other income	4,178	25,793
Total additions	<u>60,587</u>	<u>25,793</u>
Deductions		
Benefits	4,926	
Recipient payments		23,542
Total deductions	<u>4,926</u>	<u>23,542</u>
Change in net position	55,661	2,251
Net position, beginning of year	<u>620,108</u>	<u>66,967</u>
Net position, end of year	<u><u>\$ 675,769</u></u>	<u><u>\$ 69,218</u></u>

Notes to the Financial Statements

The notes to the basic financial statements include a summary of significant accounting policies and other disclosures considered necessary for a clear understanding of the accompanying financial statements.

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Note 1 Summary of Significant Accounting Policies

The financial statements of the City of Goodyear, Arizona (City) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City's significant accounting policies are described below.

For the year ended June 30, 2023, the City implemented the provisions of GASB Statement No 96, Subscription-Based Information Technology Arrangements, which (1) defines a subscription-based information technology arrangement (SBITA); (2) establishes that a SBITA results in a right to use subscription asset – an intangible asset – and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. Implementation of GASB No 96 did not impact the City's financial statements.

For the year ended June 30, 2023, the City implemented the provisions of GASB Statement No 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements, which is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Implementation of GASB Statement No 94 did not impact the City's financial statements.

A. Reporting Entity

The City is a municipal corporation governed by an elected mayor and six-member governing council (Council). As required by accounting principles generally accepted in the United States of America, these financial statements present the City and its component units, entities for which the government is considered to be financially accountable. In accordance with GASB Statement No. 14, and as amended by GASB Statement No. 61, the component units discussed below have been included in the City's reporting entity because of the significance of their operational or financial relationship with the city.

The financial reporting entity consists of a primary government, and its component units. The City is a primary government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, component units are combined with the City for financial statement presentation purposes and are not included in any other governmental reporting entity. Consequently, the City's financial statements include the funds of those organizational entities for which its elected governing body is financially accountable.

Blended Component Units - Community Facilities Districts were formed for the purpose of acquiring and improving public infrastructure in specified land areas. As special purpose districts and separate political subdivisions under the Arizona Constitution, the Districts can levy taxes and issue bonds independently of the City. Property owners in the designated areas are assessed for District taxes and thus for the cost of operating the Districts. The City Council serves as the Board of Directors; however, the City has no liability for the Districts' debt. Although it is legally separate from the City, the Districts are reported as if it is part of the primary government because the District's governing body is substantively the same as the governing body of the City and management of the City has operational responsibility for the Districts.

Note 1 Summary of Significant Accounting Policies

The following are the community facilities districts currently operating in the City of Goodyear.

- Goodyear Community Facilities General District No. 1
- Goodyear Community Facilities Utilities District No. 1
- Wildflower Ranch Community Facilities District No. 1
- Wildflower Ranch Community Facilities District No. 2
- Estrella Mountain Ranch Community Facilities District
- Cottonflower Community Facilities District
- Centerra Community Facilities District
- Cortina Community Facilities District
- Palm Valley Community Facilities District No. 3
- King Ranch Community Facilities District

Complete financial statements of the individual component units may be obtained at the entities' administrative offices or online at www.goodyearaz.gov/cfd.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) present financial information about the City as a whole. Generally, the effect of interfund activity has been removed from the government-wide financial statements. Net interfund activity and balances between the governmental activities and the business-type activities are shown in the government-wide financial statements. The "doubling up" effect of internal service fund activity has been removed from the government-wide statements with the expenses shown in the various functions on the Statement of Activities. These statements are to distinguish between the governmental and business-type activities of the City. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes, state-shared revenues, investment income and other items not included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Note 1 Summary of Significant Accounting Policies

C. Basis of Presentation - Fund Financial Statements

The fund financial statements provide information about the City's funds, including its fiduciary funds and blended component units. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Fiduciary funds are aggregated and reported by fund type.

The City reports the following major governmental funds:

General Fund - This fund is the general operating fund of the City. It accounts for all financial resources of the City, except those either required to be accounted for in other funds or when the city determines there is an operational advantage to do so.

Non-Utility Development Impact Fees Capital Projects - This fund accounts for the capital projects funded with non-utility development impact fees.

GO Bond Capital Projects Fund - This fund accounts for the capital projects financed by general obligation bond debt.

McDowell Road Commercial Corridor Improvement District Debt Service Fund - This fund accounts for the debt portion of the McDowell Road Improvement District.

Community Facilities Districts - Debt Service Fund - This fund accounts for the debt portion of the City's Community Facilities Districts, which are component units that provide general infrastructure and capital assets for the property within each District's boundaries.

The City reports the following major proprietary fund:

Water and Wastewater Fund - This fund accounts for the City's water and wastewater utility operations, including the utility development impact fees.

The City reports the following non-major proprietary funds:

Sanitation Fund - This fund is used to account for the activities of the City's sanitation operations.

Internal Service Fund – This fund is used to account for self-insurance for employee benefits. The Internal service fund activities are reported as governmental activities on the government-wide statements.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds are charges to customers for water, wastewater, and sanitation services. Operating expenses for these funds include the administrative expenses, cost of sales and services, and depreciation. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Note 1 Summary of Significant Accounting Policies

The City reports the following fiduciary funds:

Pension Trust Fund – This fund is used to account for the Goodyear Volunteer and Reserve Firefighter Retirement Trust Plan Fund, a defined contribution plan for which the assets are held by the City in a trustee capacity. The Pension Trust Fund is reported using the accrual basis of accounting.

Custodial Fund – The Custodial Fund is used to report activities of the Gain, Fill-a-Need, Shop with a Cop, and Arizona in Action activities. This Custodial Fund accounts for resources, not in a trust, that are held by the City for other parties outside of the City's reporting entity.

D. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of recognition in the financial statements of various kinds of transactions or events.

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the grantor or provider have been met.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures are generally recognized when a liability is incurred, as under accrual accounting. However, debt services principal and interest expenditures on general long-term debt, including lease liabilities, as well as expenditures related to compensated absences, and claims and judgments, postemployment benefits are recognized later based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions, including entering into contracts giving the City the right to use leased assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases are reported as other financing sources.

Note 1 Summary of Significant Accounting Policies

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end).

Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the City.

E. Budgetary Information

According to the laws of the State of Arizona, all operating budgets must be approved by their governing board on or before the second Monday in August to allow sufficient time for legal announcements and hearings required for the adoption of the property tax levy on the third Monday in August.

In April, the proposed budget for the following fiscal year is presented by the City Manager to the City Council. The budget includes proposed expenditures and the means of financing them. A public meeting is held to obtain citizen comment.

Prior to June 30, the City Council legally enacts the budget, through the passage of an ordinance. The ordinance sets the limit for expenditures for the year, within the voter mandated state expenditure limitation. Additional expenditures may be authorized if directly necessitated by a natural or man-made disaster as prescribed in the state constitution. There were no supplemental appropriations made during fiscal year 2023.

The maximum legal expenditure permitted for the year is the total budget as adopted. All funds of the City have legally adopted budgets. The initial budget for the fiscal year may be amended during the year in a legally permissible manner. The City adopts the budget by major program area for the General Fund and by fund for all others.

In practice, the City Council approves all budget transfers that cross appropriation lines on a monthly basis. All unencumbered expenditure appropriations expire at the end of the fiscal year. Encumbered amounts are re-budgeted in the following year as deemed appropriate and necessary after review by the Budget Office. Budgetary carry forwards are approved by the City Council through the budgetary process.

The budgets are adopted on a basis differing from GAAP in that for budgetary purposes: (1) bond proceeds for enterprise funds are considered revenue; (2) capital outlays for enterprise funds are treated as expenses; (3) debt service principal payments are treated as expenses for enterprise funds; (4) accrued compensated absences are not recognized as expenses; (5) depreciation and amortization are not recognized as expenses; (6) contributions to pension plans are recognized as an expense for enterprise funds.

Note 1 Summary of Significant Accounting Policies

F. Assets, Liabilities, Deferred Outflows / Inflows of Resources, and Net Position / Fund Balance

1. Cash and Cash Equivalents

The City's cash and cash equivalents include cash on hand, demand deposits, short-term investments with original maturities of three months or less from the date of acquisition, and amounts held in trust. The funds held in trust are available to the City up on demand. The City considers short-term investments (including restricted assets) in the State of Arizona investment pool, mutual fund-money market, U.S. Treasury bills and notes with maturities of three months or less at acquisition date to be cash equivalents.

2. Restricted Assets

Certain proceeds of the City's bonds, as well as certain resources set aside for their repayment, are classified as restricted cash and investments on the government-wide Statement of Net Position, the Balance Sheet and Proprietary Statement of Net Position because their use is limited by applicable bond covenants. Additionally, certain resources appropriated to the City for a specific project by the State of Arizona, Department of Transportation, are classified as restricted cash and investments on the government-wide Statement of Net Position because their use is limited by an intergovernmental agreement. The City also restricts the cash and investments in the Community Facilities Districts Debt Service Fund.

3. Investments

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit, and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased are stated at fair value. Fair value is the price that would be received to sell an investment in an orderly transaction at year end.

Each fund's equity in investments represents that fund's position in the consolidated accounts and determines that fund's allocation of interest earned. Arizona Revised Statutes regulate the investment of surplus cash. The City limits its investments to U.S. government securities, certificates of deposit, bonds, repurchase agreements, corporate notes, commercial paper, and money market accounts.

4. Inventory and Prepaid Items

Inventories are valued at average cost using the first-in, first-out (FIFO) flow method. Inventory, which consists of expendable supplies and vehicle repair parts, is recorded as an expenditure at the time individual inventory items are consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures when consumed rather than when purchased.

Note 1 Summary of Significant Accounting Policies

5. Capital Assets

Capital assets are tangible and intangible assets, which include land, land improvements, artwork, right of way, streetscape, buildings and improvements, vehicles, machinery, equipment, construction in progress, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of \$5,000 or more and an estimated useful life of more than one year.

Capital assets are recorded at historical cost if purchased or constructed, except for intangible right-to-use lease assets, the measurement of which is discussed in note 5. Donated capital assets are recorded at estimated acquisition value at the date of donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of the donation. Intangible assets follow the same capitalization policies as tangible capital assets and are reported with tangible assets in the appropriate capital asset class.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Major outlays for capital assets and improvements are accounted for as construction work in progress until completed. Once completed and put into service, projects are capitalized and reported at historical cost (except for intangible right-to-use lease assets, the measurement of which is discussed in note 9 below).

Land and construction in progress are not depreciated. Artwork or collections presented in buildings and public outdoor spaces are expected to either be maintained at cost or appreciate over time. Thus, artwork is not depreciated. If individual pieces are lost or destroyed, the loss is recorded. The other tangible and intangible property, plant, equipment, the right to use leased equipment, and infrastructure of the primary government are depreciated / amortized using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	7-50
Land Improvements	15
Vehicles, Furniture and Equipment	3-20
Right-to-use leased equipment	5-20
Infrastructure	20-65
Water Rights	100

Note 1 Summary of Significant Accounting Policies

6. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position includes a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has three items that qualify for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position, and deferred amounts related to pensions and OPEB. The deferred charge on refunding resulted from the difference between the carrying value of refunded debt and its reacquisition price. The amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred amounts related to pension and OPEB related differences between estimated and actual investment earnings, changes in actuarial assumptions, and other pension and OPEB related charges.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. Deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has three items that qualify for reporting in this category. Unavailable revenue is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from four sources: property taxes, special assessments, other and intergovernmental. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In the government-wide financial statements the City reports deferred amounts related to leases and deferred amounts related to pension and OPEB.

7. Net Position

For government-wide reporting as well as in proprietary funds, the difference between assets and deferred outflow of resources less liabilities and deferred inflows of resources is called net position. Net position is comprised of three components: net investment in capital assets, restricted and unrestricted.

- Net investment in capital assets consists of capital assets, net of accumulated depreciation / amortization and reduced by outstanding balances of bonds, notes, and other debt that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are included in this component of net position.
- Restricted net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Assets are reported as restricted when constraints are placed on assets use either by external parties or by law through constitutional provision or enabling legislation.
- Unrestricted net position is the net amount of the assets, deferred outflow of resources, liabilities, and deferred inflows of resources that does not meet the definition of the two preceding categories.

Note 1 Summary of Significant Accounting Policies

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

8. Fund Balance

In governmental fund types, the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources is called "fund balance." The City's governmental funds report the following categories of fund balance, based on the nature of any limitations requiring the use of resources for specific purposes.

- Nonspendable - amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to remain intact.
- Restricted - amounts that can be spent only for the specific purposes stipulated by external resource providers such as grantors, or by constitutional provisions, or enabling federal, state, or local legislation. Restriction may be changed or lifted only with the consent of the resource provider.
- Committed - amounts that can be used only for specific purposes determined by the adoption of an ordinance committing fund balance for a specified purpose by the City Council prior to the end of the fiscal year. Once adopted, the limitation imposed by the ordinance remains in place until the resources have been spent for the specified purpose or the Council adopts another ordinance to remove or revise the limitation.
- Assigned - amounts that are intended to be used by the City for specific purposes but do not meet the criteria to be classified as committed. Only the City Council or the City's Finance Director may assign amounts for specific purposes. Under the City's adopted policy, the City appropriates funding for information technology (IT) replacement, fleet replacement, risk management, police and fire equipment, parks and traffic signal asset management reserves. In addition, amounts encumbered related to projects that carry over into the next fiscal year are reported as assigned. The accumulated appropriations for these purposes which have not been spent are reflected as assigned fund balances.
- Unassigned - residual amounts for the general fund that is not contained in other classifications. The general fund is the only fund that reports a positive unassigned fund balance. Additionally, any deficit fund balance within the other governmental fund types is reported as unassigned.

Note 1 Summary of Significant Accounting Policies

The City's general fund has unassigned funds consisting of a contingency reserve. The contingency reserve is used to set aside resources to cover unanticipated deficits or revenue reductions that may be caused by adverse economic conditions or public emergency. The amount of the contingency reserve is equal to or greater than 15 percent of fiscal year 2023 on-going revenues.

As previously mentioned, sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted funds to have been depleted before using any of the components of unrestricted fund balance. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless City Council or the City's Finance Director has provided otherwise in its commitment or assignment actions.

9. Leases

Lessee: The City is a lessee for a noncancellable lease for the use of parking and storage areas. The City recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The City recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Note 1 Summary of Significant Accounting Policies

Lease assets are reported with other capital assets and lease liabilities are reported with longterm debt on the statement of net position.

Lessor: The City is a lessor for a noncancellable lease of a licensed areas, fiber optic communications systems, and certain buildings and common areas at the Goodyear Municipal Complex. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

10. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of inter-fund loans) or "advances to/from other funds" (i.e., the non-current portion of the inter-fund loans).

All trade and property tax receivables are shown net of allowance for uncollectibles. Trade accounts receivable in excess of 180 days comprise the trade accounts receivables allowance for uncollectibles.

Property taxes are levied by the City and collected by the Maricopa County Treasurer. Property taxes are levied no later than the third Monday of August and are payable in two installments due October 1 of the current year and March 1 of the subsequent year. Taxes become delinquent after the first business day of November and May, respectively. Interest attaches on installments after the delinquent date. A lien attaches to the property on the first day of January preceding the assessment and levy of taxes. Delinquent amounts bear interest at the rate of 16 percent. Maricopa County, at no charge to the taxing entities, bills and collects all property taxes. Public auctions of properties which have delinquent real estate taxes are held in February.

Note 1 Summary of Significant Accounting Policies

11. Compensated Absences

The City's employee vacation and sick leave policies provide for granting vacation and sick leave with pay. Sick leave and vacation benefits vest at the employee's current rate of pay. The current and long-term liabilities for accumulated vacation and sick leave are reported on the government-wide financial statements and in the proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee leave, resignation and retirements. Resources from the General Fund are generally used to liquidate the governmental funds liabilities for compensated absences.

12. Inter-fund Activity

Flows of cash from one fund to another without a requirement for repayment are reported as inter-fund transfers. Inter-fund transfers between governmental funds are eliminated in the Statement of Activities. Inter-fund services provided and used are not eliminated in the process of consolidation. Inter-fund transfers in the fund statements are reported as other financing sources/uses in governmental funds and fall below the non-operating revenues/expenses in the proprietary funds.

13. Pensions and Other Postemployment Benefits

For purposes of measuring the net pension and other postemployment benefit (OPEB) assets and liabilities, related deferred outflows of resources and deferred inflows of resources, and related expenses, information about the pension and OPEB plans' fiduciary net position and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

14. Long-term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities on the statement of net position. Bond premiums and discounts are amortized over the life of the bonds using the straight-line method. Deferred amounts on refunding result from the difference between the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

15. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Note 1 Summary of Significant Accounting Policies

16. Miscellaneous Disclosures

Pursuant to A.R.S. 35-391(B) the City shall disclose in its annual financial report the amount of any reward, discount, incentive, or other financial consideration received by the government entity resulting from credit card payments. The City received \$39,159 in card rebates during the year.

Note 2 Cash and Investments

The City maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the government-wide Statement of Net Position, and on the fund financial statements, as "Cash and cash equivalents" and "Investments".

It is the policy of the City to maintain the maximum safety of principal, maintain liquidity to meet cash flow needs, and provide the highest investment returns.

On June 30, 2023, cash and cash equivalents are presented as follows:

	Governmental Activities	Business Activities	Fiduciary Funds	Total
Cash and cash equivalents	\$ 204,425,845	\$ 35,679,438	\$ 87,582	\$ 240,192,865
Restricted cash and cash equivalents	15,521,460	41,447,280		56,968,740
Total	<u>\$ 219,947,305</u>	<u>\$ 77,126,718</u>	<u>\$ 87,582</u>	<u>\$ 297,161,605</u>

The restricted cash and cash equivalents are proceeds from debt issuances that are held in trustee accounts for the purpose of major capital improvements, funds held in trustee accounts for the purpose of debt service payments, amounts received from the State of Arizona, Department of Transportation for a specific project, and cash and cash equivalents in the Community Facilities Districts Debt Service Fund.

At June 30, 2023, the City had \$11,550 of cash on hand. The carrying amount of the City's cash in bank totaled \$5,594,337, and the bank balance was \$7,936,118. Of the bank balance, \$250,000 was covered by federal depository insurance, \$7,372,195 was covered by the Statewide Pooled Collateral Program, and \$443,570 were securities held by the pledging financial institution's trust department in the City's name.

Cash Equivalents

The City invests in the Local Government Investment Pool 5 and Pool 7 (LGIP) investment pools managed by the State Treasurer's Office that allows governments within the State to pool their funds for investment purposes. The LGIP is not registered with the Securities Exchange Commission under the 1940 Investment Advisors Act. The State Board of Investment has oversight responsibilities of the investment pool in accordance with ARS 35-311. The pool's policy is to invest in fixed-rate securities with a final maturity less than 18 months from the settlement date of the purchase and variable-rate securities with final maturity less than 2 years. The weighted average to maturity shall not exceed 90 days. The net asset value per share of the pool at June 30, 2023 was \$1.00. The Arizona State Treasurer issues a publicly available financial report that includes financial statements and required supplementary information. Copies may be obtained by contacting the Arizona State Treasurer, 1700 West Washington, Phoenix, Arizona 85007 or www.aztreasury.gov.

Note 2 Cash and Investments

Funds held in the State Treasurer's Local Government Investment Pool represent a proportionate interest in the pool's portfolio; however, the City's portion is not identified with specific investments and is not subject to custodial credit risk. At June 30, 2023, the City's funds invested with the State Treasurer totaled \$245,992,698.

The City's investment in the State of Arizona's local government investment pool is stated at fair value which also approximates the value of the investment upon withdrawal.

Investment Type	Total	Remaining Maturity (in Years)
		Less than 1
LGIP 5	\$2,431,189	\$2,431,189
LGIP 7	243,561,509	243,561,509
Total	<u>\$245,992,698</u>	<u>\$245,992,698</u>

Investment Type	Total	Rating as of Year End
LGIP 5	\$2,431,189	AAAf/S1+
LGIP 7	243,561,509	AAA
Total	<u>\$245,992,698</u>	

Investments

The City's portfolio complies with Arizona Revised Statutes (ARS) and the City's investment policy. The Arizona Revised Statutes regulate the investment of surplus cash. Goodyear limits its investments to U.S. government securities, certificates of deposit, bonds, repurchase agreements, corporate notes, commercial paper, and money market accounts. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. U.S. Treasury securities and Money Market Accounts are valued using quoted market prices (Level 1 inputs); while Federal Agency Securities, Corporate Notes, Mutual Funds and Negotiable Certificates of Deposit are valued using a matrix pricing model (Level 2 inputs).

On June 30, 2023, the City's investments included the following:

Investment Type	Total	Remaining Maturity (in Years)			Concentration of Credit Risk
		Less than 1	1 to 2	More than 2	
U.S. Treasuries	\$ 114,929,719	\$ 19,225,648	\$ 50,134,758	\$45,569,312	48%
Federal Agency Securities	5,819,475	3,237,435	2,582,040		2%
Corporate Notes	60,198,107	2,290,689	28,311,420	29,595,998	25%
Negotiable Certificates of Deposit	8,406,288	3,548,206	1,324,738	3,533,344	4%
Money Market Fund	49,980,142	49,980,142			21%
Mutual Funds	672,313	672,313			0%
Total	<u>\$ 240,006,045</u>	<u>\$ 78,954,434</u>	<u>\$ 82,352,957</u>	<u>\$78,698,654</u>	<u>100%</u>

Note 2 Cash and Investments

On June 30, 2023, the City's investment ratings were as follows:

Investment Rating	U.S. Treasuries	Corporate Notes	Federal Agency	Negotiable Certificates of Deposit	Mutual Funds	Money Market Fund	Total
A	\$ -	\$11,467,788	\$ -	\$ 1,773,801	\$ -	\$ -	\$ 13,241,589
A-		15,399,656					15,399,656
A+		6,220,879		1,324,738			7,545,617
A-1				3,548,206		2,243,249	5,791,455
A-1+			2,546,200			570,326	3,116,526
AA		4,076,366					4,076,366
AA-		13,437,722		1,759,543			15,197,266
AA+	114,929,719	5,019,012	3,273,276				123,222,006
AAAm						47,015,611	47,015,611
BBB+		4,576,684					4,576,684
Not Rated					672,313	150,956	823,269
	<u>\$ 114,929,719</u>	<u>\$ 60,198,107</u>	<u>\$ 5,819,475</u>	<u>\$ 8,406,288</u>	<u>\$ 672,313</u>	<u>\$ 49,980,142</u>	<u>\$ 240,006,045</u>

Custodial Credit Risk

To control custodial credit risk, State law and the City's investment policy requires all securities and collateral to be held by an independent third-party custodian in the City's name. The custodian provides the City with monthly market values.

Interest Rate Risk

Interest rate risk is the risk of changes in market interest rates that will adversely affect the fair value of an investment. In order to limit interest rate and market risk, State law and the City's investment policy sets a maximum maturity on any investment to five years. In addition, the City has adopted an average portfolio duration limitation (ranging from 90 days to three years) consistent with the primary investment objective of safety, liquidity and yield. As of June 30, 2023, the average duration to maturity is 1.90 years.

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Although the City's investment policy states that it will mitigate credit risk it does not impose any specific limitations.

Concentration of Credit Risk

The City's investment policy limits the diversification on both security types and length of maturity. At the time of purchase a maximum of five percent of the market value of the portfolio may be invested in debt issues by any single entity. Debt backed by the U.S. Treasury or Government Sponsored Enterprises (GSEs) are exempt from this concentration criterion.

Note 3 Receivables

Amounts, other than leases receivable, net of allowance for uncollectibles, as of year-end for the City's individual major governmental funds and non-major governmental funds in the aggregate are as follows:

	General Fund	Non Utility Development Impact Fees Capital Projects	GO Bond Debt Capital Projects Fund	McDowell Road Commercial Corridor ID Debt Service	Community Facilities Districts Debt Service	Non-Major Governmental Funds	Self Insurance Fund	Total
Tax Receivable	\$ 17,064,032	\$ -	\$ -	\$ -	\$ 88,449	\$ 102,793	\$ -	\$17,255,274
Accounts Receivable	1,410,784	-	-	-	1,103	157,447	153,397	1,722,731
Intergovernmental Receivable	153,711	-	-	-	-	1,093,105	-	1,246,816
Notes Receivable	1,675,250	-	-	-	-	-	-	1,675,250
Interest Receivable	8,831	-	-	-	-	-	-	8,831
Special Assessments Receivable	19	-	-	17,882,281	21,057,578	-	-	38,939,878
Lease	6,081,819	-	-	-	-	-	-	6,081,819
Total Receivables	<u>\$ 26,394,446</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,882,281</u>	<u>\$ 21,147,130</u>	<u>\$ 1,353,345</u>	<u>\$ 153,397</u>	<u>\$66,930,599</u>

As of June 30, 2023, the special assessment and notes receivable balances are not expected to be collected within the next year. Special assessment receivables will be collected in conjunction with the debt retirement schedule for the related bonds outstanding. The notes receivable mature in 2044 and accrue interest at 3.26 percent annum.

The following table summarizes the City's receivables for the proprietary funds as of June 30, 2023.

	Water and Wastewater Fund	Sanitation Fund	Total
Accounts Receivable	\$ 4,616,793	\$ 633,058	\$ 5,249,851
Interest Receivable	-	-	-
	<u>4,616,793</u>	<u>633,058</u>	<u>5,249,851</u>
Less:			
Allowance	<u>588,477</u>	<u>114,867</u>	<u>703,344</u>
Total Receivables	<u>\$ 4,028,316</u>	<u>\$ 518,192</u>	<u>\$ 4,546,508</u>

Revenues of the Water & Wastewater Fund, Sanitation and Ambulance Fund are reported net of uncollectible amounts. Total bad debt expense related to the Water & Wastewater Fund revenues, Sanitation Fund revenues, and Ambulance Fund revenues for the current year are \$125,927, \$34,698, and \$222,673 respectively.

Note 4 Capital Assets

A summary of capital assets activity for the fiscal year ended June 30, 2023 follows:

	Beginning Balance	Increase	Decrease	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 36,219,456	\$ 3,494,072	\$ -	\$ 39,713,528
Artwork	371,129	637,042	-	1,008,171
Construction in progress	78,684,688	33,756,812	72,563,503	39,877,997
Right of way	90,875,981	105,270	-	90,981,251
Streetscape	9,061,008	-	-	9,061,008
Total capital assets, not being depreciated	215,212,262	37,993,196	72,563,503	180,641,955
Capital assets, being depreciated:				
Land improvements	34,950,993	46,762	-	34,997,755
Infrastructure	425,163,772	18,101,905	-	443,265,677
Buildings and improvements	343,706,074	66,489,228	-	410,195,302
Vehicles, furniture and equipment	69,747,378	8,937,878	1,525,273	77,159,983
Right to use-asset	94,775	-	-	94,775
Total capital assets, being depreciated	873,662,992	93,575,773	1,525,273	965,713,492
Less accumulated depreciation for:				
Land improvements	(3,329,712)	(2,437,180)	-	(5,766,892)
Infrastructure	(162,109,088)	(10,000,231)	-	(172,109,320)
Buildings and improvements	(108,186,764)	(11,824,539)	-	(120,011,303)
Vehicles, furniture and equipment	(42,966,207)	(5,618,943)	1,494,911	(47,090,238)
Right to use-asset	(19,365)	(21,061)	-	(40,426)
Total accumulated depreciation	(316,611,135)	(29,901,954)	1,494,911	(345,018,178)
Total capital assets, being depreciated, net	557,051,857	63,673,818	30,362	620,695,314
Governmental activities capital assets, net	<u>\$ 772,264,120</u>	<u>\$ 101,667,014</u>	<u>\$ 72,593,865</u>	<u>\$ 801,337,269</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 8,155,895	\$ 203,159	\$ -	\$ 8,359,054
Artwork	146,978	-	-	146,978
Construction in progress	123,940,030	8,360,805	123,183,354	9,117,481
Total capital assets, not being depreciated	132,242,903	8,563,964	123,183,354	17,623,513
Capital assets, being depreciated:				
Infrastructure	241,889,244	127,134,438	-	369,023,682
Buildings and improvements	172,765,821	-	-	172,765,821
Vehicles, furniture and equipment	21,125,055	2,005,090	176,532	22,953,613
Water rights	21,088,078	-	-	21,088,078
Total capital assets, being depreciated	456,868,198	129,139,529	176,532	585,831,194
Less accumulated depreciation for:				
Infrastructure	(68,731,932)	(5,896,311)	-	(74,628,243)
Buildings and improvements	(38,992,975)	(5,053,842)	-	(44,046,817)
Vehicles, furniture and equipment	(12,872,355)	(1,206,198)	137,527	(13,941,026)
Water rights	(2,780,625)	(190,472)	-	(2,971,097)
Total accumulated depreciation	(123,377,887)	(12,346,824)	137,527	(135,587,183)
Total capital assets, being depreciated, net	333,490,311	116,792,705	39,005	450,244,011
Business-type activities capital assets, net	<u>\$ 465,733,214</u>	<u>\$ 125,356,669</u>	<u>\$ 123,222,359</u>	<u>\$ 467,867,524</u>

Note 4 Capital Assets

Depreciation and amortization expense were charged to functions/programs as follows:

Governmental activities:		Business-type activities:	
General government	\$ 2,761,589	Water and wastewater	\$ 12,143,861
Public safety	4,002,765	Sanitation	202,963
Highway and streets	15,097,985	Total depreciation expense	<u>\$ 12,346,824</u>
Culture and recreation	6,588,755		
Public works	1,450,860		
Total depreciation expense	<u>\$ 29,901,954</u>		

Note 5 Leases

Lease receivable

On July 2, 2021, the City entered into a 192-month lease as lessor for the use of the Park, Ride, & Bullard Wash Sites. An initial lease receivable was recorded in the amount of \$3,668,998. As of June 30, 2023, the value of the lease receivable is \$ 3,369,115. The lessee is required to make monthly fixed payments of \$18,227. The lease has an interest rate of 2.0680%. The value of the deferred inflow of resources as of June 30, 2023 was \$ 3,226,912. The City recognized lease revenue of \$228,994 and \$71,377 in interest revenue during the current fiscal year related to this lease.

On July 1, 2021, the City entered into a 45-month lease as lessor for the use of Fiber Optic Communications. An initial lease receivable was recorded in the amount of \$85,639. As of June 30, 2023, the value of the lease receivable is \$28,737. The value of the deferred inflow of resources as of June 30, 2023 was \$45,611. The City will receive annual fixed payments of \$28,994. The lease has an interest rate of 0.8930%. The lessee has 3 extension option(s), each for 60 months. The City recognized lease revenue of \$22,837 and \$511 in interest revenue during the current fiscal year related to this lease.

On November 1, 2021, the City entered into a 120-month lease as lessor for the use of the Franklin Pierce University Lease. An initial lease receivable was recorded in the amount of \$3,335,215. As of June 30, 2023, the value of the lease receivable is \$2,683,967. City will receive monthly payments ranging between \$23,563 to of \$33,632 over the life of the lease. The lease has an interest rate of 1.6040%. The lessee has a termination period of 60 months as of the lease commencement date. The lease was amended in FY2023, which resulted in the City recognizing lease revenue of \$482,326 and \$45,161 in interest revenue during the current fiscal year. The value of the deferred inflow of resources as of June 30, 2023 was \$2,657,408.

Note 5 Leases

The future principal and interest lease receivables as of June 30, 2023, were as follows:

Principal and Interest Expected to Maturity			
Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2024	\$ 430,098	\$ 109,749	\$ 539,847
2025	432,968	102,059	535,027
2026	465,318	94,066	559,384
2027	498,433	85,497	583,930
2028	532,331	76,339	608,670
2029 - 2033	2,467,722	231,789	2,699,511
2034 - 2038	1,254,949	55,955	1,310,904

Lease payable

On July 1, 2021, the City entered into a 54-month lease for the use of Calle Del Pueblo Parking and Storage Facility. An initial lease liability was recorded in the amount of \$94,775. As of June 30, 2023, the value of the lease liability was \$60,627. The City is required to make monthly payments ranging from \$1,250 to \$2,250 over the life of the lease. The lease has an interest rate of 1.0590%. The value of the right to use asset as of June 30, 2023 was \$94,775 with accumulated amortization of \$40,426.

The future principal and lease payments as of June 30, 2023, were as follows:

Amount of Lease Assets by Major Classes of Underlying Asset		
As of Fiscal Year-end		
Asset Class	Lease Asset Value	Accumulated Amortization
Infrastructure	\$ 94,775	\$ 40,426
Total Leases	94,775	40,426

Principal and Interest Requirements to Maturity			
Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2024	\$ 21,960	\$ 540	\$ 22,500
2025	25,209	291	25,500
2026	13,458	42	13,500

Note 6 Loan Payable

The City received a loan from the Water Infrastructure Finance Authority. The loan was used for expansion of an effluent wastewater facility and to rehabilitate an existing effluent lift station. The loan payable on June 30, 2023, is as follows:

Description	Interest Rate (Including Fees)	Maturity	Outstanding Principal June 30, 2023	Due Within One Year
Business-type activities				
Water Infrastructure Finance Authority Loan	2.00%	7/1/23-29	\$ 1,902,451	\$ 301,588
Total business-type activities			\$ 1,902,451	\$ 301,588

Annual debt service requirements to maturity on the loan payable on June 30, 2023 is summarized as follows:

Fiscal Year Ending June 30,	Principal	Interest
2024	\$ 301,588	\$ 38,050
2025	307,619	32,018
2026	313,772	25,864
2027	320,047	19,590
2028	326,448	13,188
2029-2033	332,977	6,660
2034-2038	-	-
2039-2043	-	-
2044-2048	-	-
2049-2053	-	-
	\$ 1,902,451	\$ 135,370

Note 7 General Obligation Bonds Payable

Bonds payable on June 30, 2023, consisted of the outstanding general obligation and refunding bonds presented below. The bonds are generally callable with interest payable semi-annually. Of the total amounts originally authorized, \$40,645,000 remains unissued. The bonds payable on June 30, 2023, are presented below.

Purpose	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2023	Due Within One Year
Governmental activities:				
General Obligation Bonds Refunding Series 2016	2.00-4.00%	7/1/23-37	\$ 9,200,360	\$ 1,718,629
General Obligation Bonds Series 2017	3.00-5.00%	7/1/27-37	19,275,000	-
General Obligation Bonds Series 2019	2.00-3.00%	7/1/24-38	23,055,000	970,000
General Obligation Bonds Series 2021	3.00-5.00%	7/1/23-40	33,085,000	985,000
General Obligation Bonds Series 2022	4.00-5.00%	7/1/23-41	22,430,000	2,840,000
Total governmental activities			\$ 107,045,360	\$ 6,513,629
Business-type activities:				
General Obligation Bonds Refunding Series 2016	2.00-4.00%	7/1/23-37	\$ 23,454,640	\$ 2,471,371
General Obligation Bonds Refunding Series 2019	3.00-5.00%	7/1/27-29	4,105,000	-
General Obligation Bonds Refunding Series 2020	3.00-5.00%	7/1/23-30	6,735,000	830,000
Total business-type activities			34,294,640	3,301,371
Total			\$ 141,340,000	\$ 9,815,000

Note 7 General Obligation Bonds Payable

Annual debt service requirements to maturity on general obligation bonds payable on June 30, 2023, are summarized as follows:

Fiscal Year Ending June 30,	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2024	\$ 6,513,629	\$ 3,951,975	\$ 3,301,371	\$ 1,288,188
2025	7,757,327	3,682,429	3,412,672	1,164,432
2026	4,619,262	3,342,586	3,550,739	1,027,926
2027	4,822,406	3,150,717	3,932,594	885,896
2028	5,012,547	2,959,644	3,577,453	722,618
2029-2033	28,127,662	11,734,898	10,267,339	1,787,216
2034-2038	33,767,528	6,097,201	6,252,472	478,096
2039-2043	16,425,000	878,350	-	-
2044-2048	-	-	-	-
2049-2053	-	-	-	-
	<u>\$107,045,362</u>	<u>\$ 35,797,800</u>	<u>\$ 34,294,640</u>	<u>\$ 7,354,372</u>

Note 8 Revenue Bonds Payable

Revenue bonds payable on June 30, 2023, consisted of the outstanding revenue bonds and refunding bonds presented on the following table. The bonds are generally callable after 10 years with interest payable semi-annually.

Purpose	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2023	Due Within One Year
Governmental activities:				
Excise Tax Revenue Bond				
Taxable Excise Tax Revenue Refunding, Series 2021	.210-1.736%	7/1/23-27	\$ 19,150,000	\$ 4,730,000
Total			<u>19,150,000</u>	<u>4,730,000</u>
Special Assessment Revenue Bond				
McDowell Road Commercial Improvement District Refunding Bonds, Series 2018	1.95-3.60%	1/1/23-31	17,815,000	2,270,000
Total			<u>17,815,000</u>	<u>2,270,000</u>
Public Improvement Corporation Municipal Facilities				
PIC Revenue Refunding Bonds, Series 2016A	3.00-5.00%	7/1/28-32	27,470,000	-
PIC Revenue Refunding Bonds, Series 2016B	4.00-5.00%	7/1/23-31	18,420,000	1,750,000
Total			<u>45,890,000</u>	<u>1,750,000</u>
Direct borrowings or direct placements:				
Facilities Revenue Bonds, Series 2017	3.31%	7/1/23-27	4,690,000	1,115,000
Total direct borrowings or direct placements			<u>4,690,000</u>	<u>1,115,000</u>
Total governmental activities			<u>\$ 87,545,000</u>	<u>\$ 9,865,000</u>
Business-type activities:				
Revenue Bonds, Series 2009	6.75%	7/1/49	325,000	-
Revenue Bonds, Series 2016	2.00-5.00%	7/1/23-45	6,095,000	175,000
Revenue Bonds, Series 2020	2.00-5.00%	7/1/23-49	75,165,000	1,020,000
Revenue Bonds, Second Series 2020	3.00-4.00%	7/1/30-49	30,950,000	-
Revenue Refunding Bonds, Series 2020	2.00-5.00%	7/1/23-39	11,140,000	365,000
Revenue Refunding Taxable Bonds, Series 2020	1.428-3.506%	7/1/23-41	11,425,000	510,000
Total business-type activities			<u>135,100,000</u>	<u>2,070,000</u>
Total			<u>\$ 222,645,000</u>	<u>\$ 11,935,000</u>

Note 8 Revenue Bonds Payable

Revenue bond debt service requirements to maturity are as follows:

Fiscal Year Ending June 30,	Governmental Activities				Business-Type Activities	
	Principal	Interest	Direct Borrowings or Direct Placements		Principal	Interest
			Principal	Interest		
2024	\$ 8,750,000	\$ 2,786,528	\$ 1,115,000	\$ 155,239	\$ 2,070,000	\$ 5,168,118
2025	8,925,000	2,601,250	1,155,000	118,333	2,180,000	5,081,933
2026	9,150,000	2,384,512	1,190,000	80,102	2,245,000	5,022,781
2027	9,400,000	2,142,296	1,230,000	40,713	2,615,000	4,926,267
2028	10,025,000	1,873,253	-	-	2,970,000	4,811,615
2029-2033	36,605,000	3,048,871	-	-	18,335,000	21,872,281
2034-2038	-	-	-	-	24,465,000	17,741,711
2039-2043	-	-	-	-	33,430,000	12,036,902
2044-2048	-	-	-	-	38,155,000	5,302,690
2049-2053	-	-	-	-	8,635,000	284,480
	<u>\$ 82,855,000</u>	<u>\$ 14,836,710</u>	<u>\$ 4,690,000</u>	<u>\$ 394,387</u>	<u>\$ 135,100,000</u>	<u>\$ 82,248,777</u>

Pledged Revenue

A. Revenue Bonds

Governmental Activities – The obligations are special revenue obligations of the City. The payments are payable from and secured by a first lien on the excise taxes received by the City. Excise Taxes includes amounts received from the imposition of unrestricted fines and forfeitures, license and permit fees, transaction privilege (sales) taxes, other transaction privilege, excise and business taxes, franchise fees and taxes, bed and rental taxes which the City now or in the future imposes and collects, and all state shared sales and income taxes and state revenue-sharing collected and allocated or apportioned, now or thereafter. Excise tax does not include revenue from development fees or building permit fees. The last scheduled debt service payment occurring on 7/1/2027. Proceeds of the bonds were used to refund in advance of maturity the Municipal Facilities Revenue Refunding Bonds, Series 2011A. Principal and interest paid for the current year and total pledged revenues were \$4,955,309 and \$160,955,757, respectively.

Business-Type Activities

Revenue bonds are collateralized by a pledge of the gross revenues of the utility systems, as defined in the bond indentures. The bonds are payable solely from water and wastewater customer net revenues with the last scheduled debt service payment occurring on 7/1/2032. Proceeds of the bonds were used for improvements to the City's water and wastewater system. Principal and interest paid for the current year and total water and wastewater customer net revenues were \$7,276,428 and \$21,251,158, respectively.

Note 8 Revenue Bonds Payable

B. Public Improvement Corporation Municipal Facilities Revenue Bonds

The public improvement corporation municipal facilities revenue bonds are secured by excise taxes or other undesignated general fund revenues and the property referred to as Goodyear Municipal Complex. Proceeds from the bonds were used to construct a major league baseball training facility as well as other municipal facilities. The last scheduled debt service payment on the bonds is 7/1/2032. Principal and interest paid, including the refunded bonds, for the current year and total pledged revenues were \$6,183,963 and \$160,955,757, respectively.

C. McDowell Road Corridor Improvement District Bonds

The City acts as an administrator for the McDowell Road Corridor Improvement District whereby it collects the assessments levied against owners of property within the established district and disburses the amounts collected to retire the bonds issued to finance infrastructure improvements. The last scheduled debt service payment on the bond is 1/1/2031. On June 30, 2023, the special assessments receivable, together with amounts paid in advance and interest to be received over the life of the assessment period, is adequate for the scheduled maturities of the bonds payable and the related interest. Principal and interest paid for the current year and total revenues available to service the debt were \$3,896,225 and \$3,130,498, respectively.

The McDowell Road Corridor Improvement District bonds are collateralized by properties within the district. In the event of default by the property owner(s), the City may enforce an auction sale to satisfy the debt service requirements of the improvement bonds. The City is contingently liable on the bonds to the extent that proceeds from auction sales are insufficient to retire outstanding bonds.

Note 9 Community Facilities Districts Bonds Payable

Community Facilities District General Obligation Bonds are issued by Community Facilities Districts (CFDs), which are special purpose districts created specifically to acquire and improve public infrastructure in specified land areas. CFD bonds are repaid by ad valorem taxes levied directly by the districts and collected by the county. Property owners in the districts are assessed for district taxes and thus for all costs associated with the districts. The City has no liability for CFD bonds.

Community facilities district bonds payable on June 30, 2023, consisted of outstanding general obligation and special assessment bonds. The bonds are generally callable with interest payable semiannually.

On February 2, 2023, the Estrella Mountain Ranch Community Facilities District, Lucero Assessment District No. 2 issued special assessment revenue bonds with a par amount of \$4,429,000 and coupon rates between 4.00 and 5.75 percent. The net proceeds of \$4,351,492 included an underwriter's discount of \$77,508. Costs of Issuance of \$159,000 were funded with Major Landowner Contributions. The special assessment revenue bonds were issued to construct road, waterline, sewer system, and water system improvements.

Note 9 Community Facilities Districts Bonds Payable

Community facilities district bonds payable on June 30, 2023, are presented as follows.

Purpose	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2023	Due Within One Year
General District No. 1:				
General Obligation Refunding Bonds, Series 2013	5.00%	7/15/23-7/15/28	\$ 4,360,000	\$ 875,000
Palm Valley:				
General Obligation Refunding Bonds, Series 2016	3.00-4.00%	7/15/23-7/15/32	3,725,000	370,000
Utilities District No. 1:				
General Obligation Refunding Bonds, Series 2014	4.00%	7/15/23-7/15/28	6,235,000	1,150,000
General Obligation Refunding Bonds, Series 2015	3.00-4.125%	7/15/23-7/15/29	3,935,000	330,000
General Obligation Refunding Bonds, Series 2016	4.00%	7/15/23-7/15/32	13,520,000	725,000
Wildflower Ranch District 2:				
General Obligation Bonds, Series 2000	7.00%	7/15/23-7/15/25	110,000	55,000
General Obligation Bonds, Series 2001	5.90%	7/15/23-7/15/26	150,000	50,000
Estrella Mountain Ranch:				
Special Assessment Revenue Bonds, Series 2015M2	2.50-5.00%	7/1/23-7/1/39	3,717,000	160,000
Special Assessment Revenue Bonds, Series 2015M3	1.90-3.75%	7/1/23-7/1/46	570,000	15,000
General Obligation Refunding Bonds, Series 2017	3.25-5.00%	7/1/23-7/1/32	6,985,000	840,000
Series 2019 Lucero	2.60-4.75%	7/1/23-7/1/43	6,141,000	212,000
Series 2023 Lucero2	4.00-5.75%	7/1/23-7/1/46	4,429,000	109,000
Total			53,877,000	4,891,000
Direct placements:				
Centererra:				
General Obligation Refunding Bonds, Series 2016	2.70%	7/15/23-7/15/31	1,742,000	209,000
General Obligation Bonds, Series 2016	2.70%	7/15/23-7/15/31	304,000	16,000
Cortina:				
General Obligation Refunding Bonds, Series 2017	3.18%	7/15/23-7/15/31	1,230,000	135,000
Cottonflower:				
General Obligation Refunding Bonds, Series 2017	2.92%	7/15/23-7/15/28	1,000,000	185,000
Estrella Mountain Ranch:				
Special Assessment Revenue Refunding Bonds				
Series 2018 Desert Village	3.15%	7/1/23-7/1/26	709,000	291,000
Series 2018 Golf Village	2.81%	7/1/23-7/1/24	173,000	173,000
Series 2018 Golf Village 2	3.67%	7/1/23-7/1/30	2,807,000	427,000
Series 2018 Montecito 2	3.75%	7/1/23-7/1/31	3,341,000	412,000
Total direct borrowings or direct placements			11,306,000	1,848,000
Total			\$ 65,183,000	\$ 6,739,000

Community Facilities District bonds debt service requirements to maturity are as follows:

Fiscal Year Ending June 30,	Governmental Activities			
			Direct Borrowings / Placements	
	Principal	Interest	Principal	Interest
2024	\$ 4,891,000	\$ 2,241,599	\$ 1,848,000	\$ 381,200
2025	5,092,000	2,051,704	1,670,000	320,281
2026	5,240,000	1,837,899	1,686,000	264,288
2027	5,395,000	1,631,934	1,555,000	207,672
2028	5,240,000	1,425,284	1,597,000	155,106
2029-2033	19,163,000	4,218,276	2,950,000	196,713
2034-2038	4,136,000	1,854,238	-	-
2039-2043	3,690,000	833,640	-	-
2044-2048	1,030,000	116,263	-	-
2049-2053	-	-	-	-
	\$ 53,877,000	\$ 16,210,833	\$ 11,306,000	\$ 1,525,259

Note 10 Changes in Long-Term Liabilities

Long-term liabilities activity for the year ended June 30, 2023 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Compensated absences payable	\$ 8,538,287	\$ 22,769,297	\$ 21,461,192	\$ 9,846,392	\$ 5,126,162
Lease liability	79,374		18,746	60,628	21,960
General obligation bonds payable	113,133,855		6,088,495	107,045,360	6,513,629
Community Facilities District bonds payable	53,979,000	4,429,000	4,531,000	53,877,000	4,891,000
Direct borrowings or direct placements-CFD	13,208,000		1,902,000	11,306,000	1,848,000
Public improvement bonds payable	47,565,000		1,675,000	45,890,000	1,750,000
Direct borrowings or direct placements-PIC	6,896,237		2,206,236	4,690,000	1,115,000
Revenue bonds payable	44,935,000		7,970,000	36,965,000	7,000,000
Premiums	19,608,191		1,652,830	17,955,361	
Discounts	(27,953)		(1,644)	(26,309)	
Net OPEB liability	49,869		25,499	24,370	
Net pension liability	37,573,044		19,779,743	57,352,787	
Governmental activities long-term liabilities	<u>\$ 345,537,904</u>	<u>\$ 27,198,297</u>	<u>\$ 67,309,097</u>	<u>\$ 344,986,589</u>	<u>\$ 28,265,751</u>
Business-type activities:					
Compensated absences payable	\$ 850,653	\$ 2,245,273	\$ 2,234,727	\$ 861,199	\$ 524,885
General obligation bonds payable	37,421,145		3,126,505	34,294,640	3,301,371
Revenue bonds payable	137,125,000		2,025,000	135,100,000	2,070,000
Loans payable - Direct borrowing	2,198,125		295,674	1,902,451	301,588
Premiums	15,878,367		904,193	14,974,174	
Net OPEB liability	8,883		4,666	4,217	
Net pension liability	5,597,947		1,804,870	7,402,817	
Business-type activities long-term liabilities	<u>\$ 199,080,120</u>	<u>\$ 2,245,273</u>	<u>\$ 10,395,635</u>	<u>\$ 194,539,498</u>	<u>\$ 6,197,844</u>

The City's outstanding notes from direct borrowings and direct placements related to community facilities districts' debt of \$11,306,000 are secured by either (1) an ad valorem tax on all taxable property; (2) an assessment levied on each lot in the assessment district; or (3) a debt reserve fund. These notes contain a provision that in the event of default the interest rate will increase, and the legal rights of the creditor will be enforced.

The City's outstanding notes from direct borrowings and direct placements related to the Public Improvement Corporation's debt of \$4,690,000 are secured by the lease rental payments received pursuant to a Taxable and a Tax-Exempt Lease Agreement. These outstanding notes contain a provision that in an event of default the interest rate will increase, and the legal rights of the creditor will be enforced.

The City's outstanding note from direct borrowings and direct placements related to the business-type activities of \$1,902,451 is secured by pledged water and wastewater revenues. This outstanding note contains a provision that in an event of default a late charge of 6% per annum will be charged and the legal rights of the creditor will be enforced.

Note 11 Interfund Receivables, Payables, and Transfers

Transfers during the fiscal year were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 10,646,868	\$ 26,400,567
Community Facilities Districts	309,087	4,100,860
GO Bond Capital Projects	9,714,393	
Non Utility Development Impact Fee		10,869
Non-Major Governmental Funds	20,797,903	3,399,955
Sanitation		1,275,200
Water and Wastewater Fund		6,280,800
Total	<u>\$ 41,468,251</u>	<u>\$ 41,468,251</u>

In FY23, the General Fund subsidized the Highway User Revenue, Ballpark, Ambulance Funds in the amount of \$269K, \$1.3M, and \$13.9M. The transfers were used to cover operations, debt service and capital outlays. The Enterprise Funds transferred \$7.6M to the General Fund for interfund goods and services provided and reimbursable expenditures. There were Transfers between the Community Facilities District Funds of \$5M related to the use bond proceeds to reimburse a developer. There was a transfer of \$2.5M from the Grant Fund to the General Fund, representing the use of the remaining ARPA funds. The remaining \$11M represents transfers between the General Fund and the Capital Projects Fund, to fund capital outlay projects.

Interfund balances as of June 30, 2023, is as follows:

	<u>Due to</u>	<u>Due From</u>
General Fund	\$	\$ 264,403
Non-Major Governmental Funds	264,403	
	<u>\$ 264,403</u>	<u>\$ 264,403</u>

In FY23, the General Fund advanced \$264K to the Grant Funds to cover expenditures awaiting reimbursement from the granting agencies. These amounts are expected to be collected in the subsequent year.

Note 12 Contingent Liabilities

Federal and State grants and loans - The City has received a number of grants and loans from both the Federal and State governments. Although the programs have been audited, not all audits have been approved as of June 30, 2023; however, the City expects no material disallowances of expenditures.

Lawsuits - The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

Commitments - The City is contingently liable for payments from the general fund to entities that the City has entered into job credit agreements for establishing businesses within the City. These credits will be paid out when the established criteria are met for job creation and other economic growth factors as specified by the development agreements. Each year the City appropriates for these obligations through the budget process.

Note 13 Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City's property and liability insurance protection is provided by the Arizona Municipal Risk Retention Pool, of which the City is a participating member. The Arizona Municipal Risk Retention Pool is structured such that member premiums are based on an actuarial review that will provide adequate reserves to allow the pool to meet its expected financial obligations. The pool has authority to assess its members additional premiums should reserve and annual premiums be insufficient to meet the pool's obligations.

The City established a Self-Insurance Trust (an Internal Service Fund) to account for and finance its uninsured risk loss related to healthcare claims. Under this program, the Fund provides coverage for up to a maximum of \$250,000 for each claim, not to exceed an annual aggregate of \$12,654,585. The Fund purchases commercial insurance for claims in excess of this coverage. Settled claims have not exceeded the annual aggregate in any of the past five fiscal years.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of allocations to specific claims. Estimated recoveries, for example from subrogation, are another component of the claims liability estimate. Changes in the balances of claims liabilities during the past two years are as follows:

Healthcare Benefits	Claims payable Beginning of Year	Current Year Claims and Changes in Estimates	Claims Payments	Claims Payable at End of Year
2022-23	\$ 663,667	\$ 12,224,977	\$ 12,085,989	\$ 802,655
2021-22	\$ 697,594	\$ 8,755,523	\$ 8,789,450	\$ 663,667

The City continues to carry commercial insurance for workers compensation. Settled claims have not exceeded commercial insurance coverage in any of the past five fiscal years.

Note 14 Pensions and Other Postemployment Benefits

The City contributes to the plans described below. The plans are component units of the State of Arizona.

Aggregate Amounts. At June 30, 2023, the City reported the following aggregate amounts related to pensions and other postemployment benefits (OPEB) for all plans to which it contributes.

	Governmental Activities	Business-type Activities	Total
Net pension and OPEB assets	\$ 2,029,210	\$ 257,838	\$ 2,287,048
Net pension and OPEB liability	57,377,157	7,407,034	64,784,191
Deferred outflows of resources	34,711,263	1,706,617	36,417,879
Deferred inflows of resources	6,509,893	362,227	6,872,120
Pension and OPEB expense	13,393,924	1,073,094	14,467,018

Note 14 Pensions and Other Postemployment Benefits

The City reported \$12,233,808 of pension and OPEB contributions as expenditures in the governmental funds related to all plans to which it contributes.

A. Arizona State Retirement System

Plan Description. City employees participate in the Arizona State Retirement System (ASRS). The ASRS administers a cost-sharing multiple-employer defined benefit pension plan, a cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) plan, and a cost-sharing multiple-employer defined benefit long-term disability (OPEB) plan. The Arizona State Retirement System Board governs the ASRS according to the provisions of A.R.S. Title 38, Chapter 5, Articles 2 and 2.1. The ASRS issues a publicly available financial report that includes its financial statements and required supplementary information. The report is available on the ASRS website at www.azasrs.gov.

Benefits Provided. The ASRS provides retirement, health insurance premium supplement, long-term disability, and survivor benefits. State statute establishes benefit terms. Retirement benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

	Retirement Initial Membership Date:	
	Before July 1, 2011	On or After July 1, 2011
Years of service and age required to receive benefit	Sum of years and age equals 80 10 years, age 62 5 years, age 50* Any years, age 65	30 years, age 55 25 years, age 60 10 years, age 62 5 years, age 50* Any years, age 65
Final average salary is based on	Highest 36 months of last 120 months	Highest 60 months of last 120 months
Benefit percent per year of service	2.1% to 2.3% *With actuarially reduced benefits	2.1% to 2.3%

Retirement benefits for members who joined the ASRS prior to September 13, 2013, are subject to automatic cost-of-living adjustments based on excess investment earnings. Members with a membership date on or after September 13, 2013, are not eligible for cost-of-living adjustments. Survivor benefits are payable upon a member's death. For retired members, the survivor benefit is determined by the retirement benefit option chosen. For all other members, the beneficiary is entitled to the member's account balance that includes the member's contributions and employer's contributions, plus interest earned.

Retired and disabled members, with at least five years of credited service, are eligible to receive health insurance premium benefits. The benefits are payable only with respect to allowable health insurance premiums for which the member is responsible. For members with 10 or more years of service, benefits range from \$100 per month to \$260 per month depending on the age of the member and dependents. For members with five to nine years of service, the benefits are the same dollar amounts as above multiplied by a vesting fraction based on completed years of service.

Note 14 Pensions and Other Postemployment Benefits

Active members are eligible for a long-term disability benefit in the event they become unable to perform their work. The monthly benefit is equal to two-thirds of their monthly earnings. Members receiving benefits continue to earn service credit up to their normal retirement dates. Members with long-term disability commencement dates after June 30, 1999 are limited to 30 years of service or the service on record as of the effective disability date, if their service is greater than 30 years.

Contributions. In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 12.17 percent (12.03 percent for retirement and 0.14 percent for long-term disability) of the members' annual covered payroll, and the City was required by statute to contribute at the actuarially determined rate of 12.17 percent (11.92 percent for retirement, 0.11 percent for health insurance premium benefit, and 0.14 percent for long-term disability) of the active members' annual covered payroll.

	<u>Contributions</u>
Pension	\$ 5,000,049
Health Insurance Premium	39,214
Long-Term Disability	49,908

Employers are also required to pay an Alternate Contribution Rate (ACR), for retired members who return to work in positions that would typically be filled by an employee who contributes to ASRS. The City was required by statute to contribute at the actuarially determined rate of 9.68 percent (9.62 for retirement and 0.06 percent for long-term disability). ACR contributions are included in employer contributions presented above.

The City's pension and OPEB contributions are paid by the same funds as the employee's salary, with the largest components coming from the General Fund and the Water and Wastewater Fund.

Pension and OPEB Assets/Liability. The net pension and OPEB assets/liability were measured as of June 30, 2022. The total liability used to calculate the net asset or net liability was determined using updated procedures to roll forward the total liability from an actuarial valuation as of June 30, 2021, to the measurement date of June 30, 2022. The City's proportion of the net asset or net liability was based on the City's actual contributions to the applicable plan relative to the total of all participating employers' contributions to the plan for the year ended June 30, 2022.

Note 14 Pensions and Other Postemployment Benefits

The City's proportions measured as of June 30, 2022 and the change from its proportions measured as of June 30, 2021 were:

	Net (Assets) Liability	City % Proportion	Increase (Decrease)
Pension	\$ 50,184,300	0.307	0.03
Health Insurance Premium	(1,747,907)	0.313	0.03
Long-Term Disability	28,587	0.310	0.03

Pension/OPEB Expense and Deferred Outflows/Inflows of Resources. The City has deferred outflows and inflows of resources related to the net pension and OPEB assets/liability. Certain changes in the net pension and OPEB assets/liability are recognized as pension and OPEB expense over a period of time rather than the year of occurrence. For the year ended June 30, 2023, the City recognized pension and OPEB expense as follows:

	Expense
Pension	\$ 8,435,633
Health Insurance Premium	(264,057)
Long-Term Disability	14,280

At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	Deferred Outflows of Resources		
	Pension	Health Insurance Premium	Long-Term Disability
Differences between expected and actual experience	\$ 427,600	\$ -	\$ 14,879
Changes of assumptions or other inputs	2,490,744	28,368	15,569
Net difference between projected and actual earnings	-	-	-
on pension investments			
Changes in proportion and differences between contributions and	3,477,605	189	25,170
Contributions subsequent to the measurement date	5,000,049	39,214	49,908
Total	<u>\$ 11,395,998</u>	<u>\$ 67,771</u>	<u>\$ 105,526</u>

Note 14 Pensions and Other Postemployment Benefits

	Deferred Inflows of Resources		
	Pension	Health Insurance Premium	Long-Term Disability
Differences between expected and actual experience	\$ -	\$ 892,032	\$ 26,637
Changes of assumptions or other inputs	-	47,671	69,772
Net difference between projected and actual earnings on pension investments	1,321,903	58,879	889
Changes in porportion and differences between contributions and proportionate share of contributions	-	35,641	2,139
Total	<u>\$ 1,321,903</u>	<u>\$ 1,034,223</u>	<u>\$ 99,437</u>

The amounts of deferred outflows of resources resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as an adjustment of the net pension and OPEB assets/liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be recognized in pension and OPEB expense as follows:

Year Ending June 30:	Pension	Health Insurance Premium	Long-Term Disability
2023	\$ 4,629,805	\$ (275,278)	\$ (2,046)
2024	623,607	(298,909)	(3,644)
2025	(2,295,134)	(326,782)	(10,339)
2026	2,115,768	(55,069)	936
2027	-	(49,629)	(10,796)
Thereafter	-	-	(17,930)

Actuarial Assumptions. The significant actuarial assumptions used to measure the total pension and OPEB liability are as follows:

Actuarial valuation date	June 30, 2021
Actuarial roll forward date	June 30, 2022
Actuarial cost method	Entry age normal
Investment rate of return	7.0%
Projected salary increases	2.9-8.4% for pensions/not applicable for OPEB
Inflation	2.3%
Permanent base increases	Included for pensions/not applicable for OPEB
Mortality rates	2017 SRA Scale U-MP for pensions and health insurance premium benefit
Recovery rates	2012 GLDT for long-term disability
Healthcare cost trend rate	Not applicable

Note 14 Pensions and Other Postemployment Benefits

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2020. The long-term expected rate of return on ASRS plan investments was determined to be 7.0 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class for all ASRS plans are summarized in the following table:

Asset Class	Target Allocation	Long-Term Geometric Real Rate of Return
Equity	50%	3.90%
Fixed income - credit	20%	5.30%
Fixed income- interest rate sensitive	10%	-0.20%
Real estate	20%	6.00%
Total	100%	

Discount Rate. At June 30, 2022, the discount rate used to measure the ASRS Total pension/OPEB liability was 7.0 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board's funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments was applied to all periods of projected benefit payments to determine the total pension and OPEB liability.

Sensitivity of the Proportionate Share of the Net Pension and OPEB Assets/Liability to Changes in the Discount Rate. The following presents the City's proportionate share of the net pension and OPEB assets/liability calculated using the discount rate of 7.0 percent, as well as what the proportionate share of the net pension and OPEB assets/liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0 percent) or 1-percentage-point higher (8.0 percent) than the current rate:

Rate	Proportionate share of the net (assets) liability		
	1% Decrease	Current	1% Increase
	6.0%	7.0%	8.0%
Pension	\$ 74,045,444	\$ 50,184,300	\$ 30,287,835
Health Insurance Premium	(1,256,841)	(1,747,907)	(2,164,568)
Long-Term Disability	47,390	28,587	10,365

Pension and OPEB Plan Fiduciary Net Position. Detailed information about the pension and OPEB plan's fiduciary net position is available in the separately issued ASRS financial report. The report is available on the ASRS website at www.azasrs.gov.

Note 14 Pensions and Other Postemployment Benefits

B. Public Safety Personnel Retirement System

Plan Descriptions. City public safety employees who are regularly assigned hazardous duty participate in the Public Safety Personnel Retirement System (PSPRS). The PSPRS administers an agent multiple-employer defined benefit pension plan and an agent multiple-employer defined benefit health insurance premium benefit (OPEB) plan. A nine-member board known as the Board of Trustees and the participating local boards govern the PSPRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 4. Employees who were PSPRS members before July 1, 2017, participate in the agent plans, and those who became PSPRS members on or after July 1, 2017, participate in the cost-sharing plans (PSPRS Tier 3 Risk Pool).

The PSPRS issues a publicly available financial report that includes their financial statements and required supplementary information. The report is available on the PSPRS website at www.psprs.com.

Benefits Provided. The PSPRS provides retirement, health insurance premium supplement, disability, and survivor benefits. State statute establishes benefits terms. Certain retirement, disability, and survivor benefits are calculated on the basis of age, average monthly compensation, and service credit as follows. See the publicly available PSPRS financial report for additional benefits information.

Retirement Initial Membership Date:

	Tier 1	Tier 2	Tier 3
Years of service and age required to receive benefit	20 years of service, any age or 15 years of service, age 62	25 years or 15 years of credited service, age 52.5	15 years of credited service, age 52.5 or 15 or more years of service, age 55
Final average salary is based on	Highest 36 consecutive months of last 20 years	Highest 60 consecutive months of last 20 years	Highest 60 consecutive months of last 15 years
Normal retirement	50% less 2.0% for each year of credited service less than 20 years or plus 2.0% to 2.5% for each year of credited service over 20 years, not to exceed 80%	1.5 % to 2.5% per year of credited service, not to exceed 80%	1.5 % to 2.5% per year of credited service, not to exceed 80%

Note 14 Pensions and Other Postemployment Benefits

Accidental disability retirement	50% or normal retirement, whichever is greater
Catastrophic disability retirement	90% of the first 60 months then reduced to either 62.5% or normal retirement, whichever is greater
Ordinary disability retirement	Normal retirement calculated with actual years of credited service or 20 years of credited service, whichever is greater, multiplied by years of credited service (not to exceed 20 years) divided by 20
Survivor benefit:	
Retired members	80% to 100% of retired member's pension benefit
Active members	80% of accidental disability retirement benefit or 100% of average monthly compensation if death was the result of injuries received on the job

Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on inflation. PSPRS also provides temporary disability benefits of 50 percent of the member's compensation for up to 12 months.

Health insurance premium benefits are available to retired or disabled members with 5 years of credited service. The benefits are payable only with respect to allowable health insurance premiums for which the member is responsible. Benefits range from \$100 per month to \$260 per month depending on the age of the member and dependents.

Employees Covered by Benefit Terms. At June 30, 2023 the following employees were covered by the agent plan's benefit terms:

	PSPRS - Police		PSPRS - Fire	
	Pension	Health Insurance	Pension	Health Insurance
Retirees and beneficiaries	36	36	17	17
Inactive, non-retired members	33	11	14	10
Active members	80	80	70	70
Total	149	127	101	97

Contributions. State statutes establish the pension contribution requirements for active PSPRS employees. In accordance with state statutes, annual actuarial valuations determine employer contribution requirements for PSPRS pension and health insurance premium benefits. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. The Tier three calculation below uses the Total Board Approved Tier 3 Required Employer Defined Benefit Cost from the Actuarial Valuation Reports. Contribution rates for the year ended June 30, 2023, are indicated below. Rates are a percentage of active members' annual covered payroll.

Note 14 Pensions and Other Postemployment Benefits

	Tier 1 & 2		Tier 3	
	PSPRS - Police	PSPRS - Fire	PSPRS - Police	PSPRS - Fire
Active members - pension	7.65% to 11.65%		9.00%	9.00%
City of Goodyear:				
Pension	25.07%	23.18%	19.34%	17.86%
Health insurance	0.04%	0.26%	0.12%	0.12%

Employers are also required to pay an Alternate Contribution Rate (ACR), for retired members who return to work in positions that would typically be filled by an employee who contributes to PSPRS. The City was required by statute to contribute at the actuarially determined rate of 8.04 percent for fire PSPRS and 9.52 percent for Police PSPRS. ACR contributions are included in employer contributions presented above.

In addition to the current contributions shown below, the city had a prepaid overpayment of \$1,572,168 in Fire, and \$989,723 in Police applied towards its unfunded liability. The contributions to the pension and OPEB plans for the year ended were:

	Contributions	
	PSPRS - Police	PSPRS - Fire
Pension	1,346,025	1,570,970
Pension - Tier 2	869,381	201,559
Pension - Tier 3	712,375	570,373
Health insurance	8,109	28,112
Health insurance - Tier 2	5,237	3,607
Health insurance - Tier 3	9,837	7,876

The City's pension and OPEB contributions are paid by the same funds as the employee's salary, with the largest component coming from the General Fund.

Pension and OPEB Assets/Liability. At June 30, 2023, the City reported the following assets and liabilities.

	Net (Asset) Liability	
	PSPRS - Police	PSPRS - Fire
Pension	\$ 10,485,804	\$ 4,085,500
Health insurance	(427,027)	(112,114)

The net pension and OPEB assets/liability were measured as of June 30, 2022. The total liability used to calculate the net asset or liability was determined by an actuarial valuation as of that date. The total liability as of June 30, 2022, reflect changes of actuarial assumptions, including decreasing the investment rate of return from 7.3 percent to 7.2 percent, changing the wage inflation from 3.5 percent to a range of 3.0 – 6.25 percent, and increasing the cost-of-living adjustment from 1.75 percent to 1.85 percent.

Note 14 Pensions and Other Postemployment Benefits

Actuarial Assumptions. The significant actuarial assumptions used to measure the total pension/OPEB liability are as follows:

Actuarial valuation date	June 30, 2022
Actuarial cost method	Entry age normal
Investment rate of return Tier 1 & 2	7.20%
Investment rate of return Tier 3	7.0%,
Wage inflation	3.0 - 6.25% for pensions/not applicable for OPEB
Price inflation	2.5% for pensions/not applicable for OPEB
Cost-of-living adjustment	1.85% for pensions/not applicable for OPEB
Mortality rates	Mortality rate was updated to reflect the PubS-2010 Tables
Healthcare cost trend rate	Not applicable

Actuarial assumptions used in the June 30, 2022, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2021.

The long-term expected rate of return on PSPRS plan investments was determined to be 7.20 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of plan investment expenses and inflation) are developed for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Geometric Real Rate of Return
U.S. public Equity	24%	3.49%
International Public Equity	16%	4.47%
Global Private Equity	20%	7.18%
Other Assets	7%	4.83%
Core Bonds	2%	0.45%
Private Credit	20%	5.10%
Diversifying Strategies	10%	2.68%
Cash – Mellon	1%	(0.35)%
Total	100%	

Discount Rate. At June 30, 2022, the discount rate used to measure the total pension and OPEB liability was 7.2 percent, which was a decrease of 0.1 from the discount rate used as of June 30, 2021

The projection of cash flows used to determine the PSPRS discount rates assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the actuarially determined contribution rate and the member rate. Based on those assumptions, the plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments for these plans to determine the total pension and OPEB liability.

Note 14 Pensions and Other Postemployment Benefits

Changes in Net (Assets)/Liability

	Pension Increase (Decrease)			Health Insurance Increase (Decrease)		
	Total (Assets) Liability	Plan Fiduciary Net Position	Net (Assets) Liability	Total (Assets) Liability	Plan Fiduciary Net Position	Net (Assets) Liability
PSPRS - Police						
Balances at June 30, 2022	\$ 67,183,987	\$ 62,966,872	\$ 4,217,115	\$ 782,087	\$ 1,290,142	\$ (508,055)
Change for the year:						
Service cost	2,160,730	-	2,160,730	34,460	-	34,460
Interest on the total liability	4,963,351	-	4,963,351	59,020	-	59,020
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience in the measurement of the liability	1,666,085	-	1,666,085	(77,491)	-	(77,491)
Changes of assumptions or other inputs	466,330	-	466,330	18,933	-	18,933
Contributions - employer	-	4,835,709	(4,835,709)	-	5,364	(5,364)
Contributions - employee	-	802,568	(802,568)	-	-	-
Net investment income	-	(2,603,517)	2,603,517	-	(50,570)	50,570
Benefit payments, including refunds of employee contributions	(2,707,211)	(2,707,211)	-	(16,101)	(16,101)	-
Administrative expense	-	(46,953)	46,953	-	(900)	900
Other changes/Adjustments to PY	-	-	-	-	-	-
Net changes	<u>6,549,285</u>	<u>280,596</u>	<u>6,268,689</u>	<u>18,821</u>	<u>(62,207)</u>	<u>81,028</u>
Balances at June 30, 2023	<u>\$ 73,733,272</u>	<u>\$ 63,247,468</u>	<u>\$ 10,485,804</u>	<u>\$ 800,908</u>	<u>\$ 1,227,935</u>	<u>\$ (427,027)</u>

	Pension Increase (Decrease)			Health Insurance Increase (Decrease)		
	Total (Assets) Liability	Plan Fiduciary Net Position	Net (Assets) Liability	Total (Assets) Liability	Plan Fiduciary Net Position	Net (Assets) Liability
PSPRS - Fire						
Balances at June 30, 2022	\$ 69,695,734	\$ 67,766,592	\$ 1,929,142	\$ 853,664	\$ 1,018,707	\$ (165,043)
Change for the year:						
Service cost	2,111,855	-	2,111,855	29,653	-	29,653
Interest on the total liability	5,179,449	-	5,179,449	63,946	-	63,946
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience in the measurement of the liability	(2,181,718)	-	(2,181,718)	(54,317)	-	(54,317)
Changes of assumptions or other inputs	230,953	-	230,953	2,462	-	2,462
Contributions - employer	-	5,297,887	(5,297,887)	-	29,367	(29,367)
Contributions - employee	-	737,175	(737,175)	-	-	-
Net investment income	-	(2,804,823)	2,804,823	-	(39,843)	39,843
Benefit payments, including refunds of employee contributions	(1,712,464)	(1,712,464)	-	(14,694)	(14,694)	-
Administrative expense	-	(50,581)	50,581	-	(709)	709
Other changes/Adjustments to PY	-	4,523	(4,523)	-	-	-
Net changes	<u>3,628,075</u>	<u>1,471,717</u>	<u>2,156,358</u>	<u>27,050</u>	<u>(25,879)</u>	<u>52,929</u>
Balances at June 30, 2023	<u>\$ 73,323,809</u>	<u>\$ 69,238,309</u>	<u>\$ 4,085,500</u>	<u>\$ 880,714</u>	<u>\$ 992,828</u>	<u>\$ (112,114)</u>

Note 14 Pensions and Other Postemployment Benefits

Sensitivity of the Net Pension and OPEB Assets (Liability) to Changes in the Discount Rate. The following presents the **City/Town's** net pension and OPEB assets (liability) calculated using the discount rate of 7.2 percent, as well as what the net assets (liability) would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
PSPRS - Police			
Rate	6.20%	7.20%	8.20%
Net pension (assets) liability	\$ 21,837,293	\$ 10,485,804	\$ 1,362,052
Net OPEB (assets) liability	(317,674)	(427,027)	(518,094)
PSPRS - Fire			
Rate	6.20%	7.20%	8.20%
Net pension (assets) liability	\$ 15,525,184	\$ 4,085,500	\$ (5,191,583)
Net OPEB (assets) liability	(2,915)	(112,114)	(204,141)

Plan Fiduciary Net Position. Detailed information about the plans' fiduciary net position is available in the separately issued PSPRS financial report. The report is available on the PSPRS website at www.psprs.com.

Expense. For the year ended June 30, 2023, the City recognized the following as pension and OPEB expense:

	Expense	
	PSPRS - Police	PSPRS - Fire
Pension	\$ 3,357,592	\$ 2,980,355
Health insurance	(42,745)	(14,041)

Deferred Outflows/Inflows of Resources. At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	Pension		Health Insurance	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
PSPRS - Police				
Differences between expected and actual experience	\$ 3,617,817	\$ 422,220	\$ 6,516	\$ 281,199
Changes of assumptions or other inputs	1,232,839	-	25,437	14,148
Net difference between projected and actual earnings on plan investments	1,856,328		20,840	
Changes in proportion and differences between contributions and proportionate share of contributions	-	-	-	-
Contributions subsequent to the measurement date	3,918,241		31,906	-
Total	\$ 10,625,225	\$ 422,220	\$ 84,699	\$ 295,347

Note 14 Pensions and Other Postemployment Benefits

PSPRS - Fire

Differences between expected and actual experience	\$ 6,465,188	\$ 3,472,534	\$ 9,488	\$ 188,730
Changes of assumptions or other inputs	1,675,942	-	11,442	37,726
Net difference between projected and actual earnings on plan investments	2,011,887		19,507	
Changes in proportion and differences between contributions and proportionate share of contributions	-	-	-	-
Contributions subsequent to the measurement date	3,880,738	-	64,469	-
Total	<u>\$ 14,033,755</u>	<u>\$ 3,472,534</u>	<u>\$ 104,906</u>	<u>\$ 226,456</u>

The amounts of deferred outflows of resources resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as an adjustment of the net pension and OPEB assets/liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be recognized in pension and OPEB expense as follows:

Year Ending June 30:	PSPRS - Police		PSPRS - Fire	
	Pension	Health Insurance	Pension	Health Insurance
2024	1,343,607	(44,103)	1,444,571	(34,104)
2025	1,069,397	(44,710)	1,310,482	(36,896)
2026	640,424	(51,539)	845,406	(46,173)
2027	2,220,751	(10,846)	2,463,790	(14,968)
2028	625,802	(40,479)	662,679	(30,738)
Thereafter	384,783	(50,877)	(46,445)	(23,140)

C. Goodyear Volunteer and Reserve Firefighter Retirement Trust Plan

The Goodyear Volunteer and Reserve Firefighter Retirement Trust Plan is a single-employer defined contribution plan, which was approved by the City Council on February 27, 1990, under Arizona Revised Statutes Section 9-981. The authority to establish and amend benefit provisions rests with the City Council. In December 1999, the council revised the pension and benefit program for the part-time firefighters. The City discontinued using part-time firefighters as of December 1, 2005.

The assets of the plan are valued annually and the earnings or loss is distributed among the participant's accounts in the plan. The only expenditures being made from this fund are administration fees, benefit payments, and refunds to those firefighters who leave the service of the Fire Department before becoming eligible for pension benefits. The cost of administering the plan is financed from investment earnings. Retirement with full benefits can be at age fifty (50) or fifteen years of credited service. This plan was fully vested as of June 30, 2023. As of June 30, 2023, there were four eligible employees participating in the plan. The plan was administered by Cetera Advisor Networks LLC.

Note 14 Pensions and Other Postemployment Benefits

As of June 30, 2023, the plan's assets consisted of the following:

Investments	\$672,313
-------------	-----------

The plan has never had an actuarial valuation; however, benefits cannot exceed plan assets. The market values of mutual funds are determined from readily available market quotations. The fund uses the accrual basis of accounting. Contributions are recognized when earned; benefits and refunds are expensed when incurred. Separate audited financial statements of this employee benefit plan are not available.

Note 15 Excess of Expenditures Over Appropriations

For the year ended, June 30, 2023, expenditures exceeded the budget at the fund level in one fund. However, this does not constitute a violation of any legal provision.

Note 16 Fund Balance Classifications

	General Fund	Non Utility Development Impact Fees Capital Projects	GO Bonds Capital Projects	McDowell Road Commerical Corridor ID Debt Service Fund	Community Facilities Districts Debt Service Fund	Non-Major Funds	Total Governmental Funds
Fund Balances (deficits):							
Nonspendable							
Inventories	\$ 171,959	\$ -	\$ -	\$ -	\$ -	\$ 1,259,339	\$ 1,431,298
Prepaid items	472,374	-	-	-	-	-	472,374
Restricted							
Ambulance	-	-	-	-	-	406,739	406,739
Capital projects	-	-	19,386,727	-	-	-	19,386,727
Community facilities districts operations	-	-	-	-	-	6,675,008	6,675,008
Court	569,500	-	-	-	-	-	569,500
Debt service	-	-	-	169,682	2,684,463	247,885	3,102,031
Development impact fees	-	91,525,059	-	-	-	-	91,525,059
Grants	-	-	-	-	-	48,048	48,048
Law enforcement	529,685	-	-	-	-	-	529,685
Streets	-	-	-	-	-	361,311	361,311
Transit	1,478,684	-	-	-	-	-	1,478,684
Committed							
Ball park	-	-	-	-	-	5,301,702	5,301,702
Assigned							
Facilities Asset Mgmt Plan	3,322,634	-	-	-	-	-	3,322,634
Fire asset reserve	619,608	-	-	-	-	-	619,608
Fleet replacement	11,236,256	-	-	-	-	-	11,236,256
IT replacement	3,099,030	-	-	-	-	-	3,099,030
Risk management	750,000	-	-	-	-	-	750,000
Parks management	4,332,181	-	-	-	-	-	4,332,181
Traffic signal reserve	1,694,480	-	-	-	-	-	1,694,480
General Fund FY2023 Budget	148,278,700	-	-	-	-	-	148,278,700
Unassigned	35,053,964	-	-	-	-	(18,885)	35,035,079
Total fund balances	<u>\$ 211,609,055</u>	<u>\$ 91,525,059</u>	<u>\$ 19,386,727</u>	<u>\$ 169,682</u>	<u>\$ 2,684,463</u>	<u>\$ 14,281,148</u>	<u>\$ 339,656,134</u>

Note 17 Deficit Fund Balances

As of June 30, 2023, the Tourism Fund had a deficit of \$18,885, revenues in the next fiscal year are expected to eliminate the deficit.

Note 18 Commitments

Capital Improvement Program (CIP) Commitments

The City has active capital improvement projects that are financed from existing fund balances. As of June 30, 2023, the following balances are for work not yet complete:

Project	Amount
23003 - Phone System Hardware Replacement	130,406
30007 - Fire Station 188 Design Build	10,632,270
30008 - Fire Station 183 Tenant Improvements	4,494,594
30011 - Reserve Brush Truck	113,091
35002 - Tyler New World Upgrade	113,993
35003 - Police Building Phase II	2,890,283
35004 - Property Warehouse Security Upgrades	174,069
40007 - DSD - Permitting System	440,333
41003 - Enhanced Bullard Landscape & Branding	13,899
42011 - Sarival Avenue: Jefferson Street to Yuma Road	66,505
42013 - Traffic Signal: Camelback Road & Perryville Road	363,221
42026 - Estrella Parkway: Vineyard Avenue to MC85 Roadway Improvements	3,268,723
42027 - Estrella Parkway: PebbleCreek Parkway & I-10 Interchange	28,573
42037 - Yuma Road: Canyon Trails to Sarival Avenue	122,560
42038 - Camelback Road: SR 303 to 152nd Avenue	1,656,626
42039 - Traffic Signal: Clubhouse Drive & McDowell Road	88,654
42040 - Traffic Signal: Perryville Road & Indian School Road	18,853
42042 - Western Avenue Parking Lot	343,836
42043 - Bullard Avenue Widening - South at Van Buren Street	1,384,800
42046 - Cotton Lane - Estrella Parkway to Cotton Lane Bridge	724,786
42047 - Lower Buckeye Road & Sarival Avenue	307,760
42048 - Sarival Avenue (West Half): Yuma Road to Elwood Street	2,158,087
42049 - Transportation Master Plan	255,002
42050 - Traffic Management Center Parking Lot Improvements	25,355
42053 - Cotton Lane & Yuma Road Lane Addition	1,819,637
42058 - McDowell Road: Litchfield Road to Dysart Road	1,063,568
42060 - Traffic Signal: Estrella Parkway & Centerra Drive	383,697
42061 - Traffic Signal: 152nd Drive & Van Buren Street	4,438
42062 - Traffic Signal: 165th Avenue & Yuma Road	25,980
50020 - ROW Landscape Estrella Parkway: I-10 - MC85	738,963
50023 - Parks & Recreation Master Plan	7,132
50026 - Bullard Wash II Park: Sidewalk & Pathway Lighting	8,436
50027 - Irrigation Controller Conversion	24,613
50030 - Public Art: Bullard Wash Park	11,079
50031 - Van Buren Street: Sarival Avenue to SR 303 Medians	209,300
60034 - Brine Disposal	2,575,106
60046 - Historic Goodyear Waterlines	1,362,910
60047 - Booster 11 Generator	903,930
60060 - Mobile Command Vehicle	930,000
60062 - Goodyear Motel-Country Aire Apartments Sewer Piping	78,807
60072 - Fleet Management Information System	53,050
60077 - Rainbow Valley WRF Plant Design & Expansion	329,974
60079 - Integrated Water Master Plan (IWMP) Mid-Term Update	68,660
60080 - Bullard Wash Conveyance: I-10 to Gila River	74,357
60081 - Solid Waste Rear Loader Replacement	277,045
60082 - Fire Apparatus (Unit 695) Replacement	947,000
60083 - Fire Apparatus (Unit 696) Replacement	947,000
60084 - Fire Apparatus (Unit 713) Replacement	947,000
60085 - Facilities Master Plan	210,657
60087 - Street Sign Vehicle (Unit 691)	213,461
60088 - Street Sweeper (Unit 739)	286,111
60090 - Rainbow Valley WRF Blower Replacement	64,063
60091 - Booster 13 Generator Replacement	238,000
60092 - EMR Valve Replacement - Elliot Road: Estrella Parkway to San Gabriel Drive	73,055
60093 - Goodyear WRF Blower Replacement	591,544
60094 - Corgett WRF Blower Replacement	68,339
60095 - Las Brisas Lift Station Odor Scrubber Replacement	184,211
60101 - Site 21 Treatment Improvements & Increased Capacity	396,963
60103 - Corgett WRF Clarifier Rehabilitation & New Clarifier	231,955
60104 - Fire Brush Truck (Unit 542)	1,157,550
60105 - Goodyear Municipal Complex Tenant Improvements	303,044
60106 - Street Sweeper (Unit 759)	286,111
60107 - Street Sweeper (Unit 760) Replacement	286,111
60109 - Goodyear WRF Expansion	5,409,149
60110 - Rainbow Valley WRF Expansion	903,760
60111 - Water Distribution Dump Truck (Unit 320)	166,674
60112 - Goodyear WRF Master Plan	285,636
	\$ 54,964,355

Note 18 Commitments

Encumbrances

Encumbrances are employed to effectively plan and control funds for specific items. As of June 30, 2023, the encumbrances to be honored in the next fiscal year have been classified as assigned, unless specified as restricted or committed based on fund nature.

Fund	Amount
General Fund	\$ 15,464,007
Non-Utility Development Impact Fees	\$ 19,028,344
GO Bonds Capital Projects	\$ 6,262,223
Total Governmental Funds	\$ 40,754,574
Water & Wastewater Fund	\$ 14,209,781
Total Proprietary Funds	\$ 14,209,781

Note 19 Tax Abatement Agreements

Government Property Lease Excise Tax

The City enters into government property lease agreements with private parties. All property taxes are abated on these lease agreements; however, the private party may be subject to a government property lease excise tax (GPLET) in lieu of property taxes. GPLET is calculated based on rates state statute establishes on the property's square footage and use. The property tax abatement applies to private parties developing and occupying a government property for at least 30 consecutive days.

Under the City's government property lease agreements, private parties are committed to the construction of any improvements and the operation and maintenance of the improvements. The City has no commitments under these agreements other than to abate taxes.

For the year ended June 30, 2023, government property lease agreements the City entered into reduced the City tax revenues by \$422,350.

Foreign Trade Zone

The City has a foreign trade zone within its limits. Arizona state law allows for any property within a foreign trade zone to be subject to a reduced property valuation rate of 5% down from 18%. Under the City's foreign trade zones, business can qualify one of four ways:

1. Developers can construct a zone I-1 site of at least 200,000 square feet in a foreign trade zone.
2. Qualifying manufacturing companies can invest at least \$25 million in capital equipment and real property, construct 75,000 square feet building, employ a minimum of 75 full-time employees with 51% paid 125% of the state median annual wage and paid 75% of employees' health insurance premiums.

Note 19 Tax Abatement Agreements

3. Internet fulfillment companies can locate within a designated foreign trade zone building, generate a minimum of \$25 million of Arizona end-user sales and invest at least \$25 million in capital equipment and real property.
4. Businesses can locate within one of the federally approved Magnet foreign trade zones and comply with the City's Foreign Trade Zone policy and federal requirements.

For the year ended June 30, 2023, properties within the foreign trade zones reduced the City tax revenues by \$543,090.

Sales Tax Abatements

The City has entered into agreements with developers to reimburse for the construction of public infrastructure that will benefit the community. These reimbursements are paid to developers over time from the collection of sales taxes. Payments to developers are considered during the City's budget process. For the year ended June 30, 2023, the one developer agreement reduced City sales tax revenues by \$3,041,653.



Required Supplementary Information

City of Goodyear, Arizona
General
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Taxes	\$ 114,175,900	\$ 114,175,900	\$ 122,621,965	\$ 8,446,065
Licenses, permits and fees	13,795,700	13,795,700	16,403,295	2,607,595
Intergovernmental revenue	38,990,000	38,990,000	42,389,455	3,399,455
Charges for services	1,982,500	1,947,500	3,353,964	1,406,464
Fines and forfeitures	1,073,400	1,073,400	945,684	(127,716)
Investment income	317,300	317,300	6,941,292	6,623,992
Contributions	2,025,000	2,085,000	2,858,224	773,224
Other revenues	12,922,100	13,492,100	1,359,507	(12,132,593)
Total revenues	185,281,900	185,876,900	196,873,386	10,996,486
Expenditures				
Current:				
General government:				
City attorney	2,769,300	2,769,300	2,373,850	395,450
City clerk	1,122,000	1,182,000	949,130	232,870
City manager	7,990,700	6,925,500	3,287,533	3,637,967
Communications	1,631,700	1,662,600	1,494,604	167,996
Finance	4,981,800	5,069,300	4,651,532	417,768
Human resources	5,903,900	6,210,900	5,691,823	519,077
ITS	9,376,900	9,789,900	8,395,872	1,394,028
Mayor and council	497,300	497,300	300,074	197,226
Non-departmental	1,738,200	3,500,000	3,041,653	458,347
Reserved for contingency	60,274,300	35,904,400		35,904,400
Total general government	96,286,100	73,511,200	30,186,071	43,325,129
Public safety:				
Fire	27,866,800	28,841,100	26,744,686	2,096,414
Municipal court	2,176,000	2,176,000	1,551,705	624,295
Police	35,327,800	35,507,500	33,560,694	1,946,806
Total public safety	65,370,600	66,524,600	61,857,085	4,667,515
Public works:				
Administration	648,300	648,300	651,150	(2,850)
Building services	4,418,300	4,416,100	3,968,410	447,690
Fleet services	160,500	144,700	421,889	(277,189)
Program management	929,100	929,100	793,984	135,116
Total public works	6,156,200	6,138,200	5,835,433	302,767
Culture and recreation:				
Arts and culture	1,364,400	1,364,400	1,560,444	(196,044)
Parks	9,322,600	9,402,800	9,015,102	387,698
Recreation	7,944,600	7,949,500	7,252,673	696,827
Total culture and recreation	18,631,600	18,716,700	17,828,219	888,481

City of Goodyear, Arizona
General
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Development services:				
Development services	12,638,300	12,739,300	10,043,835	2,695,465
Economic development	3,945,500	4,608,200	2,359,434	2,248,766
Engineering	2,530,400	2,530,400	2,151,249	379,151
Total development services	19,114,200	19,877,900	14,554,518	5,323,382
Capital outlay	96,025,300	114,199,600	18,242,132	95,957,468
Debt service:				
Principal retirement	1,127,000	1,127,000	1,145,249	(18,249)
Interest and fiscal charges	28,000	28,000	26,799	1,201
Total debt service	1,155,000	1,155,000	1,172,048	(17,048)
Total expenditures	302,739,000	300,123,200	149,675,506	150,447,694
Excess (deficiency) of revenues over (under) expenditures	(117,457,100)	(114,246,300)	47,197,880	(139,451,208)
Other financing sources (uses)				
Transfers in	36,560,500	40,955,900	10,796,868	(30,159,032)
Transfers out	(57,177,017)	(58,557,517)	(27,061,782)	31,495,735
Sale of capital assets			250,461	250,461
Total other financing sources (uses)	(20,616,517)	(17,601,617)	(16,014,453)	1,587,164
Changes in fund balances	(138,073,617)	(131,847,917)	31,183,427	(137,864,044)
Fund balances, beginning of year	45,337,356	39,333,106	176,825,325	137,492,219
Fund balances, end of year	\$ (92,736,261)	\$ (92,514,811)	\$ 208,008,752	\$ (371,825)

City of Goodyear, Arizona
Notes to Required Supplementary Information
June 30, 2023

Note 1 – Budgetary Basis of Accounting

The City's budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America, except for the following item.

- Certain activities reported in the General Fund are budgeted in separate funds.

The following schedule reconciles expenditures and fund balances at the end of year.

	Beginning Fund Balance	Revenue	Expenditures	Ending Fund Balance
Statement of Revenues, Expenditures and Changes in				
Fund Balances – Governmental Funds	\$179,061,758	\$198,125,275	\$150,074,742	\$211,069,055
Activity budgeted as special revenue funds	<u>(2,236,433)</u>	<u>(1,251,889)</u>	<u>(399,236)</u>	<u>(2,577,869)</u>
Schedule of Revenues, Expenditures and Changes in				
Fund Balances – Budget and Actual – General Fund	<u>\$176,825,325</u>	<u>\$196,873,386</u>	<u>\$149,675,506</u>	<u>\$208,008,752</u>

City of Goodyear, Arizona
Schedule of the Proportionate Share of the Net Pension Liability
Arizona State Retirement System
Last Nine Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Measurement date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Proportion of the net pension (assets) liability	0.31%	0.28%	0.26%	0.25%	0.27%
Proportionate share of the net pension (assets) liability	\$ 50,184,300	\$ 37,024,641	\$ 45,605,133	\$ 37,050,173	\$ 37,221,762
Covered payroll	\$ 38,450,304	\$ 32,091,131	\$ 28,572,110	\$ 26,747,686	\$ 25,325,110
Proportionate share of the net pension (assets) liability as a percentage of its covered payroll	130.52%	115.37%	159.61%	138.52%	146.98%
Plan fiduciary net position as a percentage of the total pension liability	74.26%	78.58%	69.33%	73.24%	73.40%

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Measurement date	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Proportion of the net pension (assets) liability	0.24%	0.24%	0.24%	0.22%
Proportionate share of the net pension (assets) liability	\$ 37,471,443	\$ 39,085,443	\$ 36,986,742	\$ 33,264,817
Covered payroll	\$ 23,806,419	\$ 22,599,315	\$ 21,761,494	\$ 20,166,769
Proportionate share of the net pension (assets) liability as a percentage of its covered payroll	157.40%	172.95%	169.96%	164.95%
Plan fiduciary net position as a percentage of the total pension liability	69.92%	67.06%	68.35%	69.49%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

City of Goodyear, Arizona
Schedule of the Proportionate Share of the Net OPEB Liability
Health Insurance Premium Benefit
Arizona State Retirement System
Last Six Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Measurement date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Proportion of the net OPEB (asset)	0.31%	0.28%	0.26%	0.26%	0.27%
Proportionate share of the net OPEB (asset)	\$ (1,747,907)	\$ (1,400,236)	\$ (190,345)	\$ (71,968)	\$ (97,837)
Covered payroll	\$ 38,450,304	\$ 32,091,131	\$ 28,572,110	\$ 26,747,686	\$ 25,325,110
Proportionate share of the net OPEB (assets) liability as a percentage of its covered payroll	-4.55%	-4.36%	-0.67%	-0.27%	-0.39%
Plan fiduciary net position as a percentage of the total OPEB liability	137.79%	130.24%	104.33%	101.62%	102.20%

2018

Measurement date	June 30, 2017
Proportion of the net OPEB (asset)	0.24%
Proportionate share of the net OPEB (asset)	\$ (132,414)
Covered payroll	\$ 23,806,419
Proportionate share of the net OPEB (assets) liability as a percentage of its covered payroll	-0.56%
Plan fiduciary net position as a percentage of the total OPEB liability	103.57%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

City of Goodyear, Arizona
Schedule of the Proportionate Share of the Net OPEB Liability
Long-Term Disability
Arizona State Retirement System
Last Six Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Measurement date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Proportion of the net OPEB (asset)	0.31%	0.28%	0.26%	0.26%	0.27%
Proportionate share of the net OPEB (asset)	\$ 14,280	\$ 58,752	\$ 202,049	\$ 168,210	\$ 139,754
Covered payroll	\$ 38,450,304	\$ 32,091,131	\$ 28,572,110	\$ 26,747,686	\$ 25,325,110
Proportionate share of the net OPEB (assets) liability as a percentage of its covered payroll	0.04%	0.18%	0.71%	0.63%	0.55%
Plan fiduciary net position as a percentage of the total OPEB liability	95.40%	90.38%	68.01%	72.85%	77.83%

2018

Measurement date	June 30, 2017
Proportion of the net OPEB (asset)	0.24%
Proportionate share of the net OPEB (asset)	\$ 87,433
Covered payroll	\$ 23,806,419
Proportionate share of the net OPEB (assets) liability as a percentage of its covered payroll	0.37%
Plan fiduciary net position as a percentage of the total OPEB liability	84.44%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

City of Goodyear, Arizona
Schedule of Changes in the Net Pension Liability and Related Ratios
Public Safety Personnel Retirement System - Police
Last Nine Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Measurement date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019
Total pension liability				
Service cost	\$ 2,160,730	\$ 2,208,847	\$ 2,269,992	\$ 2,184,422
Interest	4,963,351	4,586,569	4,141,357	3,834,071
Changes of benefit terms				
Differences between expected and actual experience	1,666,085	641,214	1,426,978	(759,999)
Changes of assumptions or other inputs	466,330			1,323,823
Benefit payments, including refunds of employee contributions	(2,707,211)	(1,747,026)	(1,609,732)	(1,887,751)
Net change in total pension liability	6,549,285	5,689,604	6,228,595	4,694,566
Total pension liability—beginning	67,183,987	61,494,383	55,265,788	50,571,222
Total pension liability—ending	<u>\$ 73,733,272</u>	<u>\$ 67,183,987</u>	<u>\$ 61,494,383</u>	<u>\$ 55,265,788</u>
Plan fiduciary net position				
Contributions—employer	\$ 4,835,709	\$ 14,918,307	\$ 2,900,958	\$ 3,042,548
Contributions—employee	802,568	819,075	870,194	785,605
Net investment income	(2,603,517)	11,521,830	479,482	1,784,598
Benefit payments, including refunds of employee contributions	(2,707,211)	(1,747,026)	(1,609,732)	(1,887,751)
Hall/Parker settlement				
Administrative expense	(46,953)	(53,304)	(39,094)	(32,005)
Other changes	17,383			
Net change in plan fiduciary net position	280,596	25,458,882	2,619,191	3,692,995
Plan fiduciary net position—beginning	62,966,872	37,507,990	34,888,797	31,210,198
Adjustment to beginning of year			2	(14,396)
Plan fiduciary net position—ending	<u>\$ 63,247,468</u>	<u>\$ 62,966,872</u>	<u>\$ 37,507,990</u>	<u>\$ 34,888,797</u>
Net pension (assets) liability—ending	<u>\$ 10,485,804</u>	<u>\$ 4,217,115</u>	<u>\$ 23,986,393</u>	<u>\$ 20,376,991</u>
Plan fiduciary net position as a percentage of the total pension liability	85.78%	93.72%	60.99%	63.13%
Covered payroll	\$ 13,130,356	\$ 8,656,917	\$ 9,220,411	\$ 9,600,397
Net pension (assets) liability as a percentage of covered payroll	79.86%	48.71%	260.14%	212.25%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
\$ 2,123,570	\$ 1,914,605	\$ 1,437,416	\$ 1,278,133	\$ 1,278,071
3,331,300	2,971,515	2,477,882	2,301,498	1,966,048
	456,529	3,357,342		186,683
1,802,331	494,534	389,465	(159,382)	260,090
	824,808	1,580,891		1,746,183
(1,283,523)	(1,454,686)	(1,398,856)	(1,107,068)	(1,220,650)
5,973,678	5,207,305	7,844,140	2,313,181	4,216,425
44,597,544	39,390,239	31,546,099	29,232,918	25,016,493
<u>\$ 50,571,222</u>	<u>\$ 44,597,544</u>	<u>\$ 39,390,239</u>	<u>\$ 31,546,099</u>	<u>\$ 29,232,918</u>
\$ 3,953,950	\$ 1,633,633	\$ 1,597,875	\$ 1,173,950	\$ 1,116,495
947,565	930,370	885,129	768,858	704,171
1,918,567	2,810,340	130,212	739,152	2,311,670
(1,283,523)	(1,454,686)	(1,398,856)	(1,107,068)	(1,220,650)
(1,135,981)				
(29,900)	(25,267)	(19,137)	(18,421)	
66,475	333,337	167,861	(57,781)	(476,423)
4,437,153	4,227,727	1,363,084	1,498,690	2,435,263
26,773,045	22,545,318	21,182,234	19,683,544	17,248,281
<u>\$ 31,210,198</u>	<u>\$ 26,773,045</u>	<u>\$ 22,545,318</u>	<u>\$ 21,182,234</u>	<u>\$ 19,683,544</u>
<u>\$ 19,361,024</u>	<u>\$ 17,824,499</u>	<u>\$ 16,844,921</u>	<u>\$ 10,363,865</u>	<u>\$ 9,549,374</u>
61.72%	60.03%	57.24%	67.15%	67.33%
\$ 9,388,019	\$ 8,331,614	\$ 7,375,148	\$ 7,012,489	\$ 6,630,426
206.23%	213.94%	228.40%	147.79%	144.02%

City of Goodyear, Arizona
Schedule of Changes in the Net Pension Liability and Related Ratios
Public Safety Personnel Retirement System - Fire
Last Nine Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Measurement date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019
Total pension liability				
Service cost	\$ 2,111,855	\$ 1,944,759	\$ 1,996,708	\$ 1,979,628
Interest	5,179,449	4,652,630	4,060,626	3,813,916
Changes of benefit terms				
Differences between expected and actual experience	(2,181,718)	1,925,481	3,164,096	(2,153,410)
Changes of assumptions or other inputs	230,953			1,175,572
Benefit payments, including refunds of employee contributions	(1,712,464)	(1,234,072)	(885,597)	(608,760)
Net change in total pension liability	3,628,075	7,288,798	8,335,833	4,206,946
Total pension liability—beginning	69,695,734	62,406,936	54,071,103	49,864,157
Total pension liability—ending	<u>\$ 73,323,809</u>	<u>\$ 69,695,734</u>	<u>\$ 62,406,936</u>	<u>\$ 54,071,103</u>
Plan fiduciary net position				
Contributions—employer	\$ 5,297,887	\$ 14,569,689	\$ 2,448,698	\$ 2,107,184
Contributions—employee	737,175	693,071	668,206	598,158
Net investment income	(2,804,823)	12,513,461	531,059	1,962,666
Benefit payments, including refunds of employee contributions	(1,712,464)	(1,234,072)	(885,597)	(608,760)
Hall/Parker settlement				
Administrative expense	(50,581)	(58,006)	(43,297)	(35,097)
Other changes	1,467,194	26,484,143	2,719,069	4,024,151
Net change in plan fiduciary net position	67,766,592	41,282,449	38,563,377	34,551,812
Plan fiduciary net position—beginning	4,523	3	3	(12,586)
Adjustment to beginning of year	<u>\$ 69,238,309</u>	<u>\$ 67,766,592</u>	<u>\$ 41,282,449</u>	<u>\$ 38,563,377</u>
Plan fiduciary net position—ending				
Net pension (assets) liability—ending	<u>\$ 4,085,500</u>	<u>\$ 1,929,142</u>	<u>\$ 21,124,487</u>	<u>\$ 15,507,726</u>
Plan fiduciary net position as a percentage of the total pension liability	94.43%	97.23%	66.15%	71.32%
Covered payroll	\$ 12,175,244	\$ 8,629,914	\$ 8,191,627	\$ 8,445,713
Net pension (assets) liability as a percentage of covered payroll	33.56%	22.35%	257.88%	183.62%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
\$ 2,044,963	\$ 1,819,328	\$ 1,558,056	\$ 1,409,380	\$ 1,405,013
3,111,423	2,846,014	2,121,084	1,822,450	1,640,015
	208,024	4,046,976		(18,156)
4,118,805	(389,024)	1,915,498	1,030,908	(813,497)
	222,373	1,632,401		619,565
(869,611)	(570,665)	(385,270)	(680,367)	(341,865)
8,405,580	4,136,050	10,888,745	3,582,371	2,491,075
41,458,577	37,322,527	26,433,782	22,851,411	20,360,336
<u>\$ 49,864,157</u>	<u>\$ 41,458,577</u>	<u>\$ 37,322,527</u>	<u>\$ 26,433,782</u>	<u>\$ 22,851,411</u>
\$ 3,893,514	\$ 1,153,600	\$ 1,173,975	\$ 968,726	\$ 948,481
905,341	1,109,821	992,221	848,048	754,465
2,135,563	3,112,669	141,788	791,715	2,374,446
(869,611)	(570,665)	(385,270)	(680,367)	(341,865)
(1,424,092)				
(33,203)	(27,942)	(20,803)	(19,707)	
53,121	301	278,213	304,136	(228,831)
4,660,633	4,777,784	2,180,124	2,212,551	3,506,696
29,891,179	25,113,395	22,933,271	20,720,720	17,214,024
<u>\$ 34,551,812</u>	<u>\$ 29,891,179</u>	<u>\$ 25,113,395</u>	<u>\$ 22,933,271</u>	<u>\$ 20,720,720</u>
<u>\$ 15,312,345</u>	<u>\$ 11,567,398</u>	<u>\$ 12,209,132</u>	<u>\$ 3,500,511</u>	<u>\$ 2,130,691</u>
69.29%	72.10%	67.29%	86.76%	90.68%
\$ 8,787,982	\$ 8,028,810	\$ 8,217,597	\$ 7,822,842	\$ 7,338,829
174.24%	144.07%	148.57%	44.75%	29.03%

City of Goodyear, Arizona
Schedule of Changes in the Net OPEB Liability and Related Ratios
Public Safety Personnel Retirement System - Police
Last Six Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Measurement date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019
Total OPEB liability				
Service cost	\$ 34,460	\$ 37,876	\$ 40,698	\$ 27,225
Interest	59,020	55,315	57,502	64,999
Changes of benefit terms				
Differences between expected and actual experience	(77,491)	(23,230)	(103,246)	(210,833)
Changes of assumptions or other inputs	18,933			14,776
Benefit payments	(16,101)	(15,483)	(7,405)	(14,484)
Net change in total pension liability	18,821	54,478	(12,451)	(118,317)
Total OPEB liability—beginning	782,087	727,609	740,060	858,377
Total OPEB liability—ending	<u>\$ 800,908</u>	<u>\$ 782,087</u>	<u>\$ 727,609</u>	<u>\$ 740,060</u>
Plan fiduciary net position				
Contributions—employer	\$ 5,364	\$ 21,141	\$ 28,426	\$ 30,174
Contributions—employee				
Net investment income	(50,570)	277,240	12,337	48,982
Benefit payments	(16,101)	(15,483)	(7,405)	(14,484)
Administrative expense	(900)	(1,140)	(1,003)	(846)
Other changes				
Net change in plan fiduciary net position	(62,207)	281,758	32,355	63,826
Plan fiduciary net position—beginning	1,290,142	1,008,384	976,029	897,807
Adjustment to beginning of year				14,396
Plan fiduciary net position—ending	<u>\$ 1,227,935</u>	<u>\$ 1,290,142</u>	<u>\$ 1,008,384</u>	<u>\$ 976,029</u>
Net OPEB (assets) liability—ending	<u>\$ (427,027)</u>	<u>\$ (508,055)</u>	<u>\$ (280,775)</u>	<u>\$ (235,969)</u>
Plan fiduciary net position as a percentage of the total OPEB liability	153.32%	164.96%	138.59%	131.89%
Covered payroll	\$ 13,130,356	\$ 8,656,917	\$ 9,220,411	\$ 9,600,397
Net OPEB (assets) liability as a percentage of covered payroll	(3.25)%	(5.87)%	(3.05)%	(2.46)%

NOTE: The OPEB schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

<u>2019</u>	<u>2018</u>
June 30, 2018	June 30, 2017
\$ 30,980	\$ 27,494
57,711	57,481
	3,790
11,892	4,452
	(66,210)
(13,196)	(17,372)
<u>87,387</u>	<u>9,635</u>
770,990	761,355
<u>\$ 858,377</u>	<u>\$ 770,990</u>
\$ 17,033	\$ 30,113
58,322	87,559
(13,196)	(17,372)
(888)	(774)
1	
<u>61,272</u>	<u>99,526</u>
836,535	737,009
<u>\$ 897,807</u>	<u>\$ 836,535</u>
<u>\$ (39,430)</u>	<u>\$ (65,545)</u>
104.59%	108.50%
\$ 9,388,019	\$ 8,331,614
(0.42)%	(0.79)%

City of Goodyear, Arizona
Schedule of Changes in the Net OPEB Liability and Related Ratios
Public Safety Personnel Retirement System - Fire
Last Six Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Measurement date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019
Total OPEB liability				
Service cost	\$ 29,653	\$ 30,073	\$ 31,919	\$ 19,334
Interest	63,946	61,078	60,500	62,411
Changes of benefit terms				
Differences between expected and actual experience	(54,317)	(38,999)	(61,104)	(124,547)
Changes of assumptions or other inputs	2,462			15,548
Benefit payments	(14,694)	(10,196)	(10,499)	(11,820)
Net change in total pension liability	27,050	41,956	20,816	(39,074)
Total OPEB liability—beginning	853,664	811,708	790,892	829,966
Total OPEB liability—ending	<u>\$ 880,714</u>	<u>\$ 853,664</u>	<u>\$ 811,708</u>	<u>\$ 790,892</u>
Plan fiduciary net position				
Contributions—employer	\$ 29,367	\$ 33,001	\$ 26,821	\$ 28,091
Contributions—employee				
Net investment income	(39,843)	213,971	9,500	37,808
Benefit payments	(14,694)	(10,196)	(10,499)	(11,820)
Administrative expense	(709)	(880)	(773)	(653)
Other changes				
Net change in plan fiduciary net position	(25,879)	235,896	25,049	53,426
Plan fiduciary net position—beginning	1,018,707	782,811	757,762	691,751
Adjustment to beginning of year				12,585
Plan fiduciary net position—ending	<u>\$ 992,828</u>	<u>\$ 1,018,707</u>	<u>\$ 782,811</u>	<u>\$ 757,762</u>
Net OPEB (assets) liability—ending	<u>\$ (112,114)</u>	<u>\$ (165,043)</u>	<u>\$ 28,897</u>	<u>\$ 33,130</u>
Plan fiduciary net position as a percentage of the total OPEB liability	112.73%	119.33%	96.44%	95.81%
Covered payroll	\$ 12,175,244	\$ 8,629,914	\$ 8,191,627	\$ 8,445,713
Net OPEB (assets) liability as a percentage of covered payroll	(0.92)%	(1.91)%	0.35%	0.39%

NOTE: The OPEB schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

<u>2019</u>	<u>2018</u>
June 30, 2018	June 30, 2017
\$ 22,849	\$ 20,875
57,087	58,459
	375
2,063	21,035
	(94,084)
(24,100)	(7,230)
57,899	(570)
772,067	772,637
<u>\$ 829,966</u>	<u>\$ 772,067</u>
\$ 22,840	\$ 31,049
44,799	66,973
(24,100)	(7,230)
(682)	(593)
1	
42,858	90,199
648,893	558,694
<u>\$ 691,751</u>	<u>\$ 648,893</u>
<u>\$ 138,215</u>	<u>\$ 123,174</u>
83.35%	84.05%
\$ 8,787,982	\$ 8,028,810
1.57%	1.53%

City of Goodyear, Arizona
Schedule of Pension Contributions
All Pension Plans
Last Nine Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Arizona State Retirement System:				
Actuarially determined contribution	\$ 5,000,049	\$ 4,413,873	\$ 3,690,370	\$ 3,294,032
Contributions in relation to the				
actuarially determined contribution	5,000,049	4,413,873	3,690,370	3,294,032
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Covered payroll	\$ 41,946,720	\$ 38,450,304	\$ 32,091,131	\$ 28,572,110
Contributions as a percentage				
of covered payroll	11.92%	11.48%	11.50%	11.53%
Public Safety Personnel Retirement System - Police:				
Actuarially determined contribution	\$ 2,928,518	\$ 3,492,704	\$ 2,918,307	\$ 2,900,958
Contributions in relation to the				
actuarially determined contribution	3,918,241	5,061,277	14,918,307	2,900,958
Contribution deficiency (excess)	<u>\$ (989,723)</u>	<u>\$ (1,568,573)</u>	<u>\$ (12,000,000)</u>	<u>\$</u>
Covered payroll	\$ 12,433,902	\$ 13,130,356	\$ 8,656,917	\$ 9,220,411
Contributions as a percentage				
of covered payroll	31.51%	38.55%	172.33%	31.46%
Public Safety Personnel Retirement System - Fire:				
Actuarially determined contribution	\$ 2,308,570	\$ 2,941,811	\$ 2,569,689	\$ 2,448,698
Contributions in relation to the				
actuarially determined contribution	3,880,738	5,101,975	14,569,689	2,448,698
Contribution deficiency (excess)	<u>\$ (1,572,168)</u>	<u>\$ (2,160,164)</u>	<u>\$ (12,000,000)</u>	<u>\$</u>
Covered payroll	\$ 11,934,516	\$ 12,175,244	\$ 8,629,914	\$ 8,191,627
Contributions as a percentage				
of covered payroll	32.52%	41.90%	168.83%	29.89%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 3,002,190	\$ 2,760,437	\$ 2,566,332	\$ 2,452,025	\$ 2,369,823
3,002,190	2,760,437	2,566,332	2,452,025	2,369,823
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
\$ 26,747,686	\$ 25,325,110	\$ 23,806,419	\$ 22,599,315	\$ 21,761,494
11.22%	10.90%	10.78%	10.85%	10.89%
\$ 3,042,548	\$ 3,953,950	\$ 1,633,633	\$ 1,597,875	\$ 1,173,950
3,042,548	3,953,950	1,633,633	1,597,875	1,173,950
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
\$ 9,600,397	\$ 9,388,019	\$ 8,331,614	\$ 7,375,148	\$ 7,012,489
31.69%	42.12%	19.61%	21.67%	16.74%
\$ 2,107,184	\$ 3,893,514	\$ 1,153,600	\$ 1,173,975	\$ 968,726
2,107,184	3,893,514	1,153,600	1,173,975	968,726
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
\$ 8,445,713	\$ 8,787,982	\$ 8,028,810	\$ 8,217,597	\$ 7,822,842
24.95%	44.30%	14.37%	14.29%	12.38%

City of Goodyear, Arizona
Schedule of OPEB Contributions
All OPEB Plans
Last Six Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
ASRS - Health Insurance Premium Benefit				
Actuarially determined contribution	\$ 39,214	\$ 77,178	\$ 122,906	\$ 140,567
Contributions in relation to the actuarially determined contribution	39,214	77,178	122,906	140,567
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Covered payroll	\$ 41,946,720	\$ 38,450,304	\$ 32,091,131	\$ 28,572,110
Contributions as a percentage of covered payroll	0.09%	0.20%	0.38%	0.49%
ASRS - Long-term Disability				
Actuarially determined contribution	\$ 49,908	\$ 69,828	\$ 56,856	\$ 48,822
Contributions in relation to the actuarially determined contribution	49,908	69,828	56,856	48,822
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Covered payroll	\$ 41,946,720	\$ 38,450,304	\$ 32,091,131	\$ 28,572,110
Contributions as a percentage of covered payroll	0.12%	0.18%	0.18%	0.17%
PSPRS Police - Health Insurance Premium Benefit				
Actuarially determined contribution	\$ 31,906	\$ 37,876	\$ 21,141	\$ 28,426
Contributions in relation to the actuarially determined contribution	31,906	37,876	21,141	28,426
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Covered payroll	\$ 12,433,902	\$ 13,130,356	\$ 8,656,917	\$ 9,220,411
Contributions as a percentage of covered payroll	0.26%	0.29%	0.24%	0.31%
PSPRS Fire - Health Insurance Premium Benefit				
Actuarially determined contribution	\$ 64,469	\$ 30,073	\$ 33,001	\$ 26,821
Contributions in relation to the actuarially determined contribution	64,469	30,073	33,001	26,821
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Covered payroll	\$ 11,934,516	\$ 12,175,244	\$ 8,629,914	\$ 8,191,627
Contributions as a percentage of covered payroll	0.54%	0.25%	0.38%	0.33%

NOTE: The OPEB schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

<u>2019</u>	<u>2018</u>
\$ 123,288	\$ 143,399
123,288	143,399
<u>\$</u>	<u>\$</u>
\$ 26,747,686	\$ 25,325,110
0.46%	0.57%
\$ 42,908	\$ 40,972
42,908	40,972
<u>\$</u>	<u>\$</u>
\$ 26,747,686	\$ 25,325,110
0.16%	0.16%
\$ 30,174	\$ 17,033
30,174	17,033
<u>\$</u>	<u>\$</u>
\$ 9,600,397	\$ 9,388,019
0.31%	0.18%
\$ 28,091	\$ 22,840
28,091	22,840
<u>\$</u>	<u>\$</u>
\$ 8,445,713	\$ 8,787,982
0.33%	0.26%

City of Goodyear, Arizona
Required Supplementary Information
Notes to Pension/OPEB Plan Schedules
June 30, 2023

Note 1 – Actuarially Determined Contribution Rates

Actuarial determined contribution rates for PSPRS are calculated as of June 30 two years prior to the end of the fiscal year in which contributions are made. The actuarial methods and assumptions used to establish the contribution requirements are as follows:

Actuarial cost method	Entry age normal
Amortization method	Level percent-of-pay, closed
Remaining amortization period as of the 2020 actuarial valuation	16 years for unfunded liabilities; 20 years for excess
Asset valuation method	7-year smoothed market value; 80%/120% market corridor
Actuarial assumptions:	
Investment rate of return	In the 2019 actuarial valuation, the investment rate of return was decreased from 7.4% to 7.3%. In the 2017 actuarial valuation, the investment rate of return was decreased from 7.5% to 7.4%. In the 2016 actuarial valuation, the investment rate of return was decreased from 7.85% to 7.5%. In the 2013 actuarial valuation, the investment rate of return was decreased from 8.0% to 7.85%.
Projected salary increases	In the 2017 actuarial valuation, projected salary increases were decreased from 4.0%–8.0% to 3.5%–7.5%. In the 2014 actuarial valuation, projected salary increases were decreased from 4.5%–8.5% to 4.0%–8.0%. In the 2013 actuarial valuation, projected salary increases were decreased from 5.0%–9.0% to 4.5%–8.5%.
Wage growth	In the 2017 actuarial valuation, wage growth was decreased from 4% to 3.5%. In the 2014 actuarial valuation, wage growth was decreased from 4.5% to 4.0%. In the 2013 actuarial valuation, wage growth was decreased from 5.0% to 4.5%.
Retirement age	Experience-based table of rates that is specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period July 1, 2006 – June 30, 2011.
Mortality	In the 2019 actuarial valuation, changed to PubS-2010 tables. In the 2017 actuarial valuation, changed to RP-2014 tables, with 75% of MP-2016 fully generational projection scales. RP-2000 mortality table (adjusted by 105% for both males and females).

City of Goodyear, Arizona
Required Supplementary Information
Notes to Pension/OPEB Plan Schedules
June 30, 2023

Note 2 – Factors That Affect Trends

Arizona courts have ruled that provisions of a 2011 law that changed the mechanism for funding permanent pension benefit increases and increased employee pension contribution rates were unconstitutional or a breach of contract because those provisions apply to individuals who were members as of the law's effective date. As a result, the PSPRS changed benefit terms to reflect the prior mechanism for funding permanent benefit increases for those members and revised actuarial assumptions to explicitly value future permanent benefit increases. PSPRS also reduced those members' employee contribution rates. These changes are reflected in the plans' pension liabilities for fiscal year 2015 (measurement date 2014) for members who were retired as of the law's effective date and fiscal year 2018 (measurement date 2017) for members who retired or will retire after the law's effective date. These changes also increased the PSPRS required contributions beginning in fiscal year 2016 for members who were retired as of the law's effective date. These changes increased the required contributions beginning in fiscal year 2019 for members who retired or will retire after the law's effective date.

**Supplementary Information
Budgetary Comparison Schedules
Major Governmental Funds**

Capital Projects Funds

- **Non-Utility Development Impact Fees Fund** – This fund accounts for the receipt and expenditure of development impact or expansion fees for all governmental activities.
- **GO Bonds Fund** – This fund accounts for the proceeds and interest of the sale of voter-approved general obligation bonds that are used for authorized improvements.

Debt Service Funds

- **McDowell Road Commercial Corridor ID Fund** – This fund accounts for the debt portion of the McDowell Road Improvement District.
- **Community Facilities Districts Fund** – This fund accounts for the debt portion of the City's Community Facilities Districts, which are component units that provide general infrastructure and capital assets for property within each District's boundaries.

City of Goodyear, Arizona
Non-Utility Development Impact Fees
Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$ 7,615,500	\$ 7,615,500	\$ 10,527,066	\$ 2,911,566
Charges for services	11,750,600	11,750,600	18,586,402	6,835,802
Investment income			1,672,145	1,672,145
Total revenues	<u>19,366,100</u>	<u>19,366,100</u>	<u>30,785,613</u>	<u>11,419,513</u>
Expenditures				
Current:				
General government	4,300	107,400	29,908	77,492
Capital outlay	<u>61,444,600</u>	<u>68,111,000</u>	<u>19,560,320</u>	<u>48,550,680</u>
Total expenditures	<u>61,448,900</u>	<u>68,218,400</u>	<u>19,590,228</u>	<u>48,628,172</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(42,082,800)</u>	<u>(48,852,300)</u>	<u>11,195,385</u>	<u>60,047,685</u>
Other financing sources (uses)				
Transfers in	8,044,200	8,086,000		(8,086,000)
Transfers out	<u>(8,044,200)</u>	<u>(8,101,600)</u>	<u>(10,869)</u>	<u>8,090,731</u>
Total other financing sources (uses)		<u>(15,600)</u>	<u>(10,869)</u>	<u>4,731</u>
Changes in fund balances	<u>(42,082,800)</u>	<u>(48,867,900)</u>	<u>11,184,516</u>	<u>60,052,416</u>
Fund balances, beginning of year	<u>80,706,800</u>	<u>80,706,800</u>	<u>80,340,543</u>	<u>(366,257)</u>
Fund balances, end of year	<u>\$ 38,624,000</u>	<u>\$ 31,838,900</u>	<u>\$ 91,525,059</u>	<u>\$ 59,686,159</u>

City of Goodyear, Arizona
GO Bonds
Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	Budgeted Amounts		Variance with Final Budget
	Original	Final	
Revenues			
Investment income	\$	\$	\$
Other revenues	15,000,000	1,388,100	(1,388,100)
Total revenues	15,000,000	1,388,100	(987,355)
Expenditures			
Current:			
Culture and recreation		20,000	15,699
Capital outlay	50,877,800	41,739,800	17,138,404
Total expenditures	50,877,800	41,759,800	17,154,103
Excess (deficiency) of revenues over (under) expenditures	(35,877,800)	(40,371,700)	(16,753,358)
Other financing sources (uses)			
Transfers in	10,778,800	10,899,800	9,714,392
Transfers out		(29,400)	29,400
Total other financing sources (uses)	10,778,800	10,870,400	9,714,392
Changes in fund balances	(25,099,000)	(29,501,300)	(7,038,966)
Fund balances, beginning of year	25,099,000	25,099,000	26,425,693
Fund balances, end of year	\$	\$ (4,402,300)	\$ 19,386,727

City of Goodyear, Arizona
McDowell Road Commercial Corridor ID
Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	Budgeted Amounts		Variance with Final Budget
	Original	Final	
Revenues			
Investment income	\$	\$	\$ 1,536
Special assessments	3,799,200	4,366,000	(1,237,038)
Total revenues	3,799,200	4,366,000	(1,235,502)
Expenditures			
Current:			
Highways and streets	229,300	24,200	24,200
Debt service:			
Principal retirement	2,913,100	3,685,000	420,000
Interest and fiscal charges	656,800	656,800	25,125
Total expenditures	3,799,200	4,366,000	469,325
Changes in fund balances			(766,177)
Fund balances, beginning of year			935,859
Fund balances, end of year	\$	\$	\$ 169,682

City of Goodyear, Arizona
Community Facilities Districts
Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$ 6,424,800	\$ 6,424,800	\$ 7,079,360	\$ 654,560
Investment income			186,039	186,039
Special assessments	3,244,000	3,244,000	2,474,292	(769,708)
Contributions		353,400	353,322	(78)
Other revenues			162	162
Total revenues	<u>9,668,800</u>	<u>10,022,200</u>	<u>10,093,175</u>	<u>70,975</u>
Expenditures				
Debt service:				
Principal retirement	6,737,000	6,737,000	6,433,000	304,000
Interest and fiscal charges	2,824,900	2,922,800	2,738,137	184,663
Bond issuance costs	1,120,800	1,357,400	232,083	1,125,317
Total expenditures	<u>10,682,700</u>	<u>11,017,200</u>	<u>9,403,220</u>	<u>1,613,980</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,013,900)</u>	<u>(995,000)</u>	<u>689,955</u>	<u>1,684,955</u>
Other financing sources (uses)				
Transfers in		309,100	309,087	(13)
Transfers out		(4,100,900)	(4,100,860)	40
Debt issuance		4,429,000	4,429,000	
Total other financing sources (uses)		<u>637,200</u>	<u>637,227</u>	<u>27</u>
Changes in fund balances	<u>(1,013,900)</u>	<u>(357,800)</u>	<u>1,327,182</u>	<u>1,684,982</u>
Fund balances, beginning of year	<u>1,093,433</u>	<u>1,093,433</u>	<u>1,357,281</u>	<u>263,848</u>
Fund balances, end of year	<u>\$ 79,533</u>	<u>\$ 735,633</u>	<u>\$ 2,684,463</u>	<u>\$ 1,948,830</u>

**Supplementary Information
Combining Statements
And Budgetary Comparison Schedules
Non-Major Governmental Funds**

Special Revenue Funds

- **Highway User Revenue Fund (HURF)** – Funded through fuel taxes distributed from the State of Arizona
- **Community Facilities Districts** – CFDs represent special districts formed for the purpose of financing the acquisition, construction, operation, and maintenance of the public infrastructure benefiting the community.
- **Office of Tourism Prop 302** – Used to account for restricted funds to support Maricopa County tourism, marketing, and promotion.
- **Grants Fund** – Based on applications to granting agencies by the City and availability of funding by grantors.
- **Ball Park Fund** – Used to account for the activities of the City's ball park operations.
- **Ambulance** – This fund accounts for the charges and operations of ambulance services within the City.

Debt Service Funds

- **Debt Service Fund** – This fund was established for the accumulation of resources and the servicing of long-term debt not being financed by the proprietary funds. Revenues are generated from the property tax levy sufficient to meet the debt service requirements.

Capital Projects Funds

- **Community Facilities Districts Fund** – This fund accounts for the capital portion of the City's Community Facilities Districts, which are component units that provide general infrastructure and capital assets for property within each District's boundaries.

City of Goodyear, Arizona
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2023

	Special Revenue			
	Highway User Revenue	Community Facilities Districts	Office of Tourism Prop 302	Grants
Assets				
Cash and cash equivalents	\$ 585,475	\$ 6,670,618	\$ 185,304	\$
Investments				
Receivables:				
Taxes		16,848		
Accounts		10,000		
Intergovernmental	730,061			363,044
Inventories	1,259,339			
Total assets	<u>\$ 2,574,875</u>	<u>\$ 6,697,466</u>	<u>\$ 185,304</u>	<u>\$ 363,044</u>
Liabilities				
Accounts payable	\$ 147,316	\$ 22,458	\$ 204,189	\$ 6,545
Accrued wages and benefits	32,573			
Deposits held	190,208			
Due to other funds				264,403
Unearned revenue	584,128			
Total liabilities	<u>954,225</u>	<u>22,458</u>	<u>204,189</u>	<u>270,948</u>
Deferred inflows of resources				
Unavailable revenues - property taxes				
Unavailable revenues - intergovernmental				44,047
Total deferred inflows of resources				<u>44,047</u>
Fund balances (deficits)				
Nonspendable	1,259,339			
Restricted	361,311	6,675,008		48,049
Committed				
Unassigned			(18,885)	
Total fund balances (deficits)	<u>1,620,650</u>	<u>6,675,008</u>	<u>(18,885)</u>	<u>48,049</u>
Total liabilities, deferred inflows of resources and fund balances (deficits)	<u>\$ 2,574,875</u>	<u>\$ 6,697,466</u>	<u>\$ 185,304</u>	<u>\$ 363,044</u>

Special Revenue			Total Non-Major
Ball Park Special			Governmental
Revenue	Ambulance	Debt Service	Funds
\$ 145,438	\$ 344,220	\$	\$ 7,931,055
5,303,844		221,610	5,525,454
		85,945	102,793
27,546	119,901		157,447
			1,093,105
			1,259,339
<u>\$ 5,476,828</u>	<u>\$ 464,121</u>	<u>\$ 307,555</u>	<u>\$ 16,069,193</u>
\$ 118,264	\$ 43,508	\$	\$ 542,280
56,862	13,874		103,309
			190,208
			264,403
			584,128
<u>175,126</u>	<u>57,382</u>		<u>1,684,328</u>
		59,670	59,670
			44,047
		59,670	103,717
			1,259,339
	406,739	247,885	7,738,992
5,301,702			5,301,702
			(18,885)
<u>5,301,702</u>	<u>406,739</u>	<u>247,885</u>	<u>14,281,148</u>
<u>\$ 5,476,828</u>	<u>\$ 464,121</u>	<u>\$ 307,555</u>	<u>\$ 16,069,193</u>

City of Goodyear, Arizona
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended June 30, 2023

	Special Revenue			
	Highway User Revenue	Community Facilities Districts	Office of Tourism Prop 302	Grants
Revenues				
Taxes	\$	\$ 1,865,681	\$	\$
Intergovernmental revenue	7,865,237		129,414	3,701,611
Charges for services				
Investment income	138,973	10,409		
Contributions				
Other revenues	284,333	124,833		
Total revenues	<u>8,288,543</u>	<u>2,000,923</u>	<u>129,414</u>	<u>3,701,611</u>
Expenditures				
Current:				
General government		1,010,176		86,829
Public safety				364,175
Highways and streets	7,847,547			217,646
Culture and recreation			312,411	11,000
Development services				315,332
Capital outlay	116,865			130,377
Debt service:				
Principal retirement				
Interest and fiscal charges				
Total expenditures	<u>7,964,412</u>	<u>1,010,176</u>	<u>312,411</u>	<u>1,125,359</u>
Excess (deficiency) of revenues over expenditures	<u>324,131</u>	<u>990,747</u>	<u>(182,997)</u>	<u>2,576,252</u>
Other financing sources (uses)				
Transfers in	268,795			
Transfers out				(2,477,086)
Total other financing sources (uses)	<u>268,795</u>			<u>(2,477,086)</u>
Changes in fund balances	<u>592,926</u>	<u>990,747</u>	<u>(182,997)</u>	<u>99,166</u>
Fund balances, beginning of year	<u>1,027,724</u>	<u>5,684,261</u>	<u>164,112</u>	<u>(51,117)</u>
Fund balances, end of year	<u>\$ 1,620,650</u>	<u>\$ 6,675,008</u>	<u>\$ (18,885)</u>	<u>\$ 48,049</u>

Special Revenue		Capital Projects		Total Non-Major
Ball Park Special			Community	Governmental
Revenue	Ambulance	Debt Service	Facilities Districts	Funds
\$	\$	\$ 9,673,822	\$	\$ 11,539,503
				11,696,262
1,636,161	139,570			1,775,731
29,175		6,612	20,614	205,783
1,373,958				1,373,958
14				409,180
<u>3,039,308</u>	<u>139,570</u>	<u>9,680,434</u>	<u>20,614</u>	<u>27,000,417</u>
				1,097,005
	379,645			743,820
				8,065,193
6,251,329				6,574,740
				315,332
1,360,743	668,386		4,100,860	6,377,231
7,460,000		6,088,495		13,548,495
2,533,237		4,374,144		6,907,381
<u>17,605,309</u>	<u>1,048,031</u>	<u>10,462,639</u>	<u>4,100,860</u>	<u>43,629,197</u>
<u>(14,566,001)</u>	<u>(908,461)</u>	<u>(782,205)</u>	<u>(4,080,246)</u>	<u>(16,628,780)</u>
15,113,048	1,315,200		4,100,860	20,797,903
			(922,869)	(3,399,955)
<u>15,113,048</u>	<u>1,315,200</u>		<u>3,177,991</u>	<u>17,397,948</u>
547,047	406,739	(782,205)	(902,255)	769,168
4,754,655		1,030,090	902,255	13,511,980
<u>\$ 5,301,702</u>	<u>\$ 406,739</u>	<u>\$ 247,885</u>	<u>\$</u>	<u>\$ 14,281,148</u>

City of Goodyear, Arizona
Highway User Revenue
Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental revenue	\$ 7,885,000	\$ 7,885,000	\$ 7,865,237	\$ (19,763)
Investment income			138,973	138,973
Other revenues			284,333	284,333
Total revenues	<u>7,885,000</u>	<u>7,885,000</u>	<u>8,288,543</u>	<u>403,543</u>
Expenditures				
Current:				
Highways and streets	9,951,200	10,055,300	7,847,547	2,207,753
Capital outlay	<u>1,038,700</u>	<u>458,200</u>	<u>116,865</u>	<u>341,335</u>
Total expenditures	<u>10,989,900</u>	<u>10,513,500</u>	<u>7,964,412</u>	<u>2,549,088</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,104,900)</u>	<u>(2,628,500)</u>	<u>324,131</u>	<u>2,952,631</u>
Other financing sources (uses)				
Transfers in	<u>1,699,400</u>	<u>1,699,400</u>	<u>268,795</u>	<u>(1,430,605)</u>
Total other financing sources (uses)	<u>1,699,400</u>	<u>1,699,400</u>	<u>268,795</u>	<u>(1,430,605)</u>
Changes in fund balances	<u>(1,405,500)</u>	<u>(929,100)</u>	<u>592,926</u>	<u>1,522,026</u>
Fund balances, beginning of year	<u>1,405,500</u>	<u>1,405,500</u>	<u>1,027,724</u>	<u>(377,776)</u>
Fund balances, end of year	<u>\$</u>	<u>\$ 476,400</u>	<u>\$ 1,620,650</u>	<u>\$ 1,144,250</u>

City of Goodyear, Arizona
Community Facilities District
Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes	\$ 2,014,900	\$ 2,014,900	\$ 1,865,681	\$ (149,219)
Investment income	100	100	10,409	10,309
Other revenues			124,833	124,833
Total revenues	<u>2,015,000</u>	<u>2,015,000</u>	<u>2,000,923</u>	<u>(14,077)</u>
Expenditures				
Current:				
General government	<u>6,943,500</u>	<u>2,508,100</u>	<u>1,010,176</u>	<u>1,497,924</u>
Total expenditures	<u>6,943,500</u>	<u>2,508,100</u>	<u>1,010,176</u>	<u>1,497,924</u>
Changes in fund balances	<u>(4,928,500)</u>	<u>(493,100)</u>	<u>990,747</u>	<u>1,483,847</u>
Fund balances, beginning of year	<u>4,919,354</u>	<u>4,919,354</u>	<u>5,684,261</u>	<u>764,907</u>
Fund balances, end of year	<u><u>\$ (9,146)</u></u>	<u><u>\$ 4,426,254</u></u>	<u><u>\$ 6,675,008</u></u>	<u><u>\$ 2,248,754</u></u>

City of Goodyear, Arizona
Office of Tourism Prop 302
Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental revenue	\$ 300,000	\$ 300,000	\$ 129,414	\$ (170,586)
Total revenues	<u>300,000</u>	<u>300,000</u>	<u>129,414</u>	<u>(170,586)</u>
Expenditures				
Current:				
Culture and recreation	300,000	328,700	312,411	16,289
Total expenditures	<u>300,000</u>	<u>328,700</u>	<u>312,411</u>	<u>16,289</u>
Changes in fund balances		(28,700)	(182,997)	(154,297)
Fund balances, beginning of year			164,112	164,112
Fund balances, end of year	<u>\$</u>	<u>\$ (28,700)</u>	<u>\$ (18,885)</u>	<u>\$ 9,815</u>

City of Goodyear, Arizona
Grants
Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	Budgeted Amounts		Variance with Final Budget
	Original	Final	
Revenues			
Intergovernmental revenue	\$ 3,025,900	\$ 3,419,200	\$ 3,701,611
Total revenues	<u>3,025,900</u>	<u>3,419,200</u>	<u>3,701,611</u>
Expenditures			
Current:			
General government	460,600	466,800	86,829
Public safety	1,406,300	649,700	364,175
Highways and streets	500,000	500,000	217,646
Culture and recreation		11,000	11,000
Development services	2,534,700	315,400	315,332
Capital outlay	1,500,300	921,600	130,377
Total expenditures	<u>6,401,900</u>	<u>2,864,500</u>	<u>1,125,359</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,376,000)</u>	<u>554,700</u>	<u>2,576,252</u>
Other financing sources (uses)			
Transfers out	(774,800)	(3,251,900)	(2,477,086)
Total other financing sources (uses)	<u>(774,800)</u>	<u>(3,251,900)</u>	<u>(2,477,086)</u>
Changes in fund balances	<u>(4,150,800)</u>	<u>(2,697,200)</u>	<u>99,166</u>
Fund balances, beginning of year	<u>4,150,800</u>	<u>4,150,800</u>	<u>(51,117)</u>
Fund balances, end of year	<u>\$</u>	<u>\$ 1,453,600</u>	<u>\$ 48,049</u>
			<u>\$ (1,405,551)</u>

City of Goodyear, Arizona
Ball Park
Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Charges for services	\$ 2,226,300	\$ 2,226,300	\$ 1,636,161	\$ (590,139)
Investment income			29,175	29,175
Contributions	1,254,000	1,254,000	1,373,958	119,958
Other revenues			14	14
Total revenues	<u>3,480,300</u>	<u>3,480,300</u>	<u>3,039,308</u>	<u>(440,992)</u>
Expenditures				
Current:				
Culture and recreation	6,074,000	6,441,300	6,251,329	189,971
Capital outlay	1,645,000	1,405,000	1,360,743	44,257
Debt service:				
Principal retirement	7,460,000	7,460,000	7,460,000	
Interest and fiscal charges	2,539,000	2,539,000	2,533,237	5,763
Total expenditures	<u>17,718,000</u>	<u>17,845,300</u>	<u>17,605,309</u>	<u>239,991</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(14,237,700)</u>	<u>(14,365,000)</u>	<u>(14,566,001)</u>	<u>(201,001)</u>
Other financing sources (uses)				
Transfers in	14,642,700	14,642,700	15,113,048	470,348
Total other financing sources (uses)	<u>14,642,700</u>	<u>14,642,700</u>	<u>15,113,048</u>	<u>470,348</u>
Changes in fund balances	<u>405,000</u>	<u>277,700</u>	<u>547,047</u>	<u>269,347</u>
Fund balances, beginning of year	<u>4,968,400</u>	<u>4,968,400</u>	<u>4,754,655</u>	<u>(213,745)</u>
Fund balances, end of year	<u>\$ 5,373,400</u>	<u>\$ 5,246,100</u>	<u>\$ 5,301,702</u>	<u>\$ 55,602</u>

City of Goodyear, Arizona
Ambulance
Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Charges for services	\$ 281,700	\$ 281,700	\$ 139,570	\$ (142,130)
Total revenues	<u>281,700</u>	<u>281,700</u>	<u>139,570</u>	<u>(142,130)</u>
Expenditures				
Current:				
Public safety	961,400	963,700	379,645	584,055
Capital outlay	<u>635,500</u>	<u>635,100</u>	<u>668,386</u>	<u>(33,286)</u>
Total expenditures	<u>1,596,900</u>	<u>1,598,800</u>	<u>1,048,031</u>	<u>550,769</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,315,200)</u>	<u>(1,317,100)</u>	<u>(908,461)</u>	<u>408,639</u>
Other financing sources (uses)				
Transfers in	<u>1,315,200</u>	<u>1,315,200</u>	<u>1,315,200</u>	
Total other financing sources (uses)	<u>1,315,200</u>	<u>1,315,200</u>	<u>1,315,200</u>	
Changes in fund balances		<u>(1,900)</u>	<u>406,739</u>	<u>408,639</u>
Fund balances, beginning of year				
Fund balances, end of year	<u>\$</u>	<u>\$ (1,900)</u>	<u>\$ 406,739</u>	<u>\$ 408,639</u>

City of Goodyear, Arizona
Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$ 9,565,400	\$ 9,565,400	\$ 9,673,822	\$ 108,422
Investment income			6,612	6,612
Total revenues	<u>9,565,400</u>	<u>9,565,400</u>	<u>9,680,434</u>	<u>115,034</u>
Expenditures				
Current:				
General government	20,000	20,000		20,000
Debt service:				
Principal retirement	5,044,000	5,327,000	6,088,495	(761,495)
Interest and fiscal charges	3,130,500	3,413,500	4,374,144	(960,644)
Bond issuance costs	<u>1,703,100</u>	<u>1,703,100</u>		<u>1,703,100</u>
Total expenditures	<u>9,897,600</u>	<u>10,463,600</u>	<u>10,462,639</u>	<u>961</u>
Changes in fund balances	<u>(332,200)</u>	<u>(898,200)</u>	<u>(782,205)</u>	<u>115,995</u>
Fund balances, beginning of year	<u>332,200</u>	<u>332,200</u>	<u>1,030,090</u>	<u>697,890</u>
Fund balances, end of year	<u>\$</u>	<u>\$ (566,000)</u>	<u>\$ 247,885</u>	<u>\$ 813,885</u>

City of Goodyear, Arizona
Community Facilities District
Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	Budgeted Amounts		Variance with Final Budget
	Original	Final	
Revenues			
Investment income	\$	\$	\$ 20,614
Total revenues			20,614
Expenditures			
Capital outlay		4,100,900	4,100,860 40
Total expenditures		4,100,900	4,100,860 40
Excess (deficiency) of revenues over (under) expenditures		(4,100,900)	(4,080,246) 20,654
Other financing sources (uses)			
Transfers in		4,100,900	4,100,860 (40)
Transfers out		(922,900)	(922,869) 31
Total other financing sources (uses)		3,178,000	3,177,991 (9)
Changes in fund balances		(922,900)	(902,255) 20,645
Fund balances, beginning of year			902,255 902,255
Fund balances, end of year	\$	\$ (922,900)	\$ 922,900



**Budgetary Comparison Schedules
Other Funds**

City of Goodyear, Arizona
Park and Ride Marquee
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ 112,000	\$ 112,000	\$ 118,143	\$ 6,143
Investment income			66,793	66,793
Total revenues	<u>112,000</u>	<u>112,000</u>	<u>184,936</u>	<u>72,936</u>
Expenditures				
Current:				
Highways and streets	<u>1,478,500</u>	<u>1,478,500</u>	<u>258,616</u>	<u>1,219,884</u>
Total expenditures	<u>1,478,500</u>	<u>1,478,500</u>	<u>258,616</u>	<u>1,219,884</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,366,500)</u>	<u>(1,366,500)</u>	<u>(73,680)</u>	<u>1,292,820</u>
Other financing sources (uses)				
Transfers in		<u>150,000</u>	<u>150,000</u>	
Total other financing sources (uses)		<u>150,000</u>	<u>150,000</u>	
Changes in fund balances	<u>(1,366,500)</u>	<u>(1,216,500)</u>	<u>76,320</u>	<u>1,292,820</u>
Fund balances, beginning of year	<u>1,366,500</u>	<u>1,366,500</u>	<u>1,402,365</u>	<u>35,865</u>
Fund balances, end of year	<u>\$</u>	<u>\$ 150,000</u>	<u>\$ 1,478,685</u>	<u>\$ 1,328,685</u>

City of Goodyear, Arizona
Court Enhancement
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and forfeits	\$ 70,000	\$ 70,000	\$ 74,882	\$ 4,882
Investment income			3,018	3,018
Total revenues	<u>70,000</u>	<u>70,000</u>	<u>77,900</u>	<u>7,900</u>
Expenditures				
Current:				
Public safety	350,900	350,900	42,550	308,350
Total expenditures	<u>350,900</u>	<u>350,900</u>	<u>42,550</u>	<u>308,350</u>
Changes in fund balances	<u>(280,900)</u>	<u>(280,900)</u>	<u>35,350</u>	<u>316,250</u>
Fund balances, beginning of year	<u>280,900</u>	<u>280,900</u>	<u>305,413</u>	<u>24,513</u>
Fund balances, end of year	<u>\$</u>	<u>\$</u>	<u>\$ 340,763</u>	<u>\$ 340,763</u>

City of Goodyear, Arizona
Fill-the-Gap
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and forfeits	\$ 6,000	\$ 6,000	\$ 9,855	\$ 3,855
Investment income			120	120
Total revenues	<u>6,000</u>	<u>6,000</u>	<u>9,975</u>	<u>3,975</u>
Expenditures				
Current:				
Public safety	<u>75,200</u>	<u>75,200</u>		<u>75,200</u>
Total expenditures	<u>75,200</u>	<u>75,200</u>		<u>75,200</u>
Changes in fund balances	<u>(69,200)</u>	<u>(69,200)</u>	<u>9,975</u>	<u>79,175</u>
Fund balances, beginning of year	<u>69,200</u>	<u>69,200</u>	<u>69,132</u>	<u>(68)</u>
Fund balances, end of year	<u>\$</u>	<u>\$</u>	<u>\$ 79,107</u>	<u>\$ 79,107</u>

City of Goodyear, Arizona
JCEF
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Fines and forfeits	\$ 13,500	\$ 13,500	\$ 14,257	\$ 757
Total revenues	<u>13,500</u>	<u>13,500</u>	<u>14,257</u>	<u>757</u>
Expenditures				
Current:				
Public safety	<u>142,100</u>	<u>142,100</u>		<u>142,100</u>
Total expenditures	<u>142,100</u>	<u>142,100</u>		<u>142,100</u>
Changes in fund balances	<u>(128,600)</u>	<u>(128,600)</u>	<u>14,257</u>	<u>142,857</u>
Fund balances, beginning of year	<u>128,600</u>	<u>128,600</u>	<u>135,373</u>	<u>6,773</u>
Fund balances, end of year	<u><u>\$</u></u>	<u><u>\$</u></u>	<u><u>\$ 149,630</u></u>	<u><u>\$ 149,630</u></u>

City of Goodyear, Arizona
Impound
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ 105,000	\$ 105,000	\$ 95,400	\$ (9,600)
Investment income			5,858	5,858
Total revenues	<u>105,000</u>	<u>105,000</u>	<u>101,258</u>	<u>(3,742)</u>
Expenditures				
Current:				
Public safety	<u>376,700</u>	<u>376,700</u>	<u>70,953</u>	<u>305,747</u>
Total expenditures	<u>376,700</u>	<u>376,700</u>	<u>70,953</u>	<u>305,747</u>
Changes in fund balances	<u>(271,700)</u>	<u>(271,700)</u>	<u>30,305</u>	<u>302,005</u>
Fund balances, beginning of year	<u>271,700</u>	<u>271,700</u>	<u>258,593</u>	<u>(13,107)</u>
Fund balances, end of year	<u>\$</u>	<u>\$</u>	<u>\$ 288,898</u>	<u>\$ 288,898</u>

City of Goodyear, Arizona
AZ Smart and Safe
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental revenue	\$ 500,000	\$ 661,300	\$ 661,350	\$ 50
Total revenues	<u>500,000</u>	<u>661,300</u>	<u>661,350</u>	<u>50</u>
Other financing sources (uses)				
Transfers out	<u>(500,000)</u>	<u>(661,300)</u>	<u>(661,217)</u>	<u>83</u>
Total other financing sources (uses)	<u>(500,000)</u>	<u>(661,300)</u>	<u>(661,217)</u>	<u>83</u>
Changes in fund balances			<u>133</u>	<u>133</u>
Fund balances, beginning of year			<u>30</u>	<u>30</u>
Fund balances, end of year	<u>\$</u>	<u>\$</u>	<u>\$ 163</u>	<u>\$ 163</u>

City of Goodyear, Arizona
Officer Safety and Equipment
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and forfeits	\$ 20,000	\$ 20,000	\$ 17,046	\$ (2,954)
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>17,046</u>	<u>(2,954)</u>
Expenditures				
Current:				
Public safety	<u>85,300</u>	<u>85,300</u>	<u>11,254</u>	<u>74,046</u>
Total expenditures	<u>85,300</u>	<u>85,300</u>	<u>11,254</u>	<u>74,046</u>
Changes in fund balances	<u>(65,300)</u>	<u>(65,300)</u>	<u>5,792</u>	<u>71,092</u>
Fund balances, beginning of year	<u>65,300</u>	<u>65,300</u>	<u>65,527</u>	<u>227</u>
Fund balances, end of year	<u>\$</u>	<u>\$</u>	<u>\$ 71,319</u>	<u>\$ 71,319</u>

City of Goodyear, Arizona
One Arizona Opioid
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	
Revenues			
Intergovernmental revenue	\$	\$	\$ 185,167
Total revenues			185,167
Expenditures			
Current:			
Public safety		1,200	15,863
Total expenditures		1,200	15,863
Changes in fund balances		(1,200)	169,304
Fund balances, beginning of year			
Fund balances, end of year	\$	\$ (1,200)	\$ 169,304
			\$ 170,504

City of Goodyear, Arizona
Water and Wastewater
Enterprise Fund
Schedule of Operations - Budget and Actual
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
Operating revenues				
Charges for services	\$ 57,984,000	\$ 57,984,000	\$ 52,888,693	\$ (5,095,307)
Other revenues	211,900	211,900	116,912	(94,988)
Total operating revenues	<u>58,195,900</u>	<u>58,195,900</u>	<u>53,005,605</u>	<u>(5,190,295)</u>
Operating expenses				
Salaries, wages and benefits	8,944,500	8,866,500	8,024,000	842,500
Cost of sales and services	111,244,500	109,987,500	23,730,447	86,257,053
Depreciation			12,143,862	(12,143,862)
Total operating expenses	<u>120,189,000</u>	<u>118,854,000</u>	<u>43,898,309</u>	<u>74,955,691</u>
Operating income (loss)	<u>(61,993,100)</u>	<u>(60,658,100)</u>	<u>9,107,296</u>	<u>(69,765,396)</u>
Nonoperating revenues (expenses)				
Investment income			982,844	982,844
Interest expense and fiscal charges	(6,858,000)	(6,999,800)	(6,004,740)	995,060
Gain (loss) on sale of assets			40,865	40,865
Total nonoperating revenue (expenses)	<u>(6,858,000)</u>	<u>(6,999,800)</u>	<u>(4,981,031)</u>	<u>2,018,769</u>
Income (loss) before contributions and transfers	<u>(68,851,100)</u>	<u>(67,657,900)</u>	<u>4,126,265</u>	<u>71,784,165</u>
Capital contributions	14,623,400	14,623,400	7,594,454	(7,028,946)
Transfers in	3,762,400	4,848,400		(4,848,400)
Transfers out	<u>(10,043,200)</u>	<u>(11,129,200)</u>	<u>(6,280,801)</u>	<u>4,848,399</u>
Changes in net position	<u>(60,508,500)</u>	<u>(59,315,300)</u>	<u>5,439,918</u>	<u>64,755,218</u>
Total net position, beginning of year	<u>44,329,500</u>	<u>44,329,500</u>	<u>325,005,388</u>	<u>280,675,888</u>
Total net position, end of year	<u>\$ (16,179,000)</u>	<u>\$ (14,985,800)</u>	<u>\$ 330,445,306</u>	<u>\$ 345,431,106</u>

City of Goodyear, Arizona
Sanitation
Enterprise Fund
Schedule of Operations - Budget and Actual
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Operating revenues				
Charges for services	\$ 8,369,700	\$ 8,369,700	\$ 8,791,140	\$ 421,440
Other revenues			11,061	11,061
Total operating revenues	<u>8,369,700</u>	<u>8,369,700</u>	<u>8,802,201</u>	<u>432,501</u>
Operating expenses				
Salaries, wages and benefits	1,434,400	1,395,400	1,379,818	15,582
Cost of sales and services	7,520,400	7,708,000	5,903,636	1,804,364
Depreciation			202,963	(202,963)
Total operating expenses	<u>8,954,800</u>	<u>9,103,400</u>	<u>7,486,417</u>	<u>1,616,983</u>
Operating income (loss)	<u>(585,100)</u>	<u>(733,700)</u>	<u>1,315,784</u>	<u>(2,049,484)</u>
Nonoperating revenues (expenses)				
Investment income			110,363	110,363
Gain (loss) on sale of assets			14,386	14,386
Total nonoperating revenue (expenses)			<u>124,749</u>	<u>124,749</u>
Income (loss) before contributions and transfers	<u>(585,100)</u>	<u>(733,700)</u>	<u>1,440,533</u>	<u>2,174,233</u>
Transfers out	<u>(1,275,200)</u>	<u>(1,275,200)</u>	<u>(1,275,200)</u>	
Changes in net position	<u>(1,860,300)</u>	<u>(2,008,900)</u>	<u>165,333</u>	<u>2,174,233</u>
Total net position, beginning of year	<u>2,001,000</u>	<u>2,001,000</u>	<u>4,609,969</u>	<u>2,608,969</u>
Total net position, end of year	<u>\$ 140,700</u>	<u>\$ (7,900)</u>	<u>\$ 4,775,302</u>	<u>\$ 4,783,202</u>



STATISTICAL SECTION

The Statistical Section presents financial statement trends as well as detailed financial and operational information not available elsewhere in the report. The Statistical Section is intended to enhance the reader's understanding of the information presented in the Financial Statements, Notes to the Financial Statements, and Other Supplementary Information presented in this report.



Statistical Section

The statistical section presents financial statement trends as well as detailed financial and operational information not available elsewhere in the report. The statistical section is intended to enhance the reader's understanding of the information presented in the financial statements, notes to the financial statements, and other supplementary information presented in this report. The statistical section is comprised of the five categories of statistical information presented below.

Financial Trends

These schedules contain information on financial trends to help the reader understand how the City's financial position and financial activities have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the City's ability to generate revenue.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain information about the City's operations and various resources to help the reader understand how the information in the City's financial report relates to the services the government provides and the activities it performs.

Due to cost considerations for the accumulation of data, the City has elected to present less than ten years of data, or data from less than nine years prior, for certain statistical schedules. This information will be accumulated and reported each year until the complete ten years of data is presented.

Note: For locally assessed property (i.e., excluding mines, utilities, etc.) Proposition 117, approved by voters in 2012, amended the Arizona Constitution to require that all property taxes after fiscal year 2014-15 be based upon property values limited to five percent in annual growth. The aggregate assessed value of all taxable properties within a taxing jurisdiction (i.e., after applying assessment ratios based on the use of a property), including property values with a growth limit, is currently referred to as net limited assessed value and formerly as primary assessed value. In accordance with Proposition 117, this value is used for all taxing purposes beginning fiscal year 2015-16. Aggregate assessed value without a growth limit is currently referred to as net full cash assessed value and formerly as secondary assessed value. This remains the value utilized for determining debt capacity limits.

City of Goodyear
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

(Unaudited)

	Fiscal Year			
	2014**	2015	2016	2017
Governmental Activities				
Net investment in capital assets	\$ 345,513,895	\$ 365,019,949	\$ 361,739,970	\$ 379,899,821
Restricted	85,246,465	92,247,738	92,276,066	90,497,505
Unrestricted	<u>9,672,461</u>	<u>5,722,007</u>	<u>19,147,997</u>	<u>16,944,442</u>
Total Governmental Activities Net Position	<u>440,432,821</u>	<u>462,989,694</u>	<u>473,164,033</u>	<u>487,341,768</u>
Business-type Activities				
Net investment in capital assets	177,274,142	176,380,867	180,640,162	181,242,982
Restricted	5,640,492	7,607,902	18,131,719	21,072,234
Unrestricted	<u>9,860,573</u>	<u>14,190,297</u>	<u>7,380,491</u>	<u>15,974,822</u>
Total Business-type Activities Net Position	<u>192,775,207</u>	<u>198,179,066</u>	<u>206,152,372</u>	<u>218,290,038</u>
Primary Government				
Net investment in capital assets	522,788,037	541,400,816	542,380,132	561,142,803
Restricted	90,886,957	99,855,640	110,407,785	111,569,739
Unrestricted	<u>9,112,875</u>	<u>19,912,304</u>	<u>26,528,488</u>	<u>32,919,264</u>
Total Primary Government Net Position	<u>\$ 622,787,869</u>	<u>\$ 661,168,760</u>	<u>\$ 679,316,405</u>	<u>\$ 705,631,806</u>

Notes:

 **Net position adjusted for adoption of GASB Statement No. 68

Source: Statement of Net Position

Table 1

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 381,473,262	\$ 342,610,234	\$ 334,972,021	\$ 435,167,043	\$ 505,965,429	\$ 547,891,870
87,435,376	149,077,511	155,095,665	147,571,052	158,679,422	147,023,829
<u>29,981,817</u>	<u>43,643,472</u>	<u>112,776,992</u>	<u>106,628,136</u>	<u>130,927,545</u>	<u>184,912,404</u>
<u>498,890,455</u>	<u>535,331,217</u>	<u>602,844,678</u>	<u>689,366,231</u>	<u>795,572,396</u>	<u>879,828,103</u>
199,032,946	227,004,152	254,623,951	302,551,844	276,352,992	284,640,676
13,468,708	6,346,204	-	-	21,277,991	22,470,097
<u>24,366,584</u>	<u>26,960,200</u>	<u>31,895,840</u>	<u>19,196,217</u>	<u>31,984,374</u>	<u>28,109,835</u>
<u>236,868,238</u>	<u>260,310,556</u>	<u>286,519,791</u>	<u>321,748,061</u>	<u>329,615,357</u>	<u>335,220,608</u>
580,506,208	569,614,386	589,595,972	737,718,887	782,318,421	832,532,546
100,904,084	155,423,715	155,095,665	147,571,052	179,957,413	169,493,926
<u>54,348,401</u>	<u>70,603,672</u>	<u>144,672,832</u>	<u>125,824,353</u>	<u>162,911,919</u>	<u>213,022,239</u>
<u>\$ 735,758,693</u>	<u>\$ 795,641,773</u>	<u>\$ 889,364,469</u>	<u>\$ 1,011,114,292</u>	<u>\$ 1,125,187,753</u>	<u>\$ 1,215,048,711</u>

City of Goodyear
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	2014	2015	2016	2017	2018
Expenses**					
Governmental Activities:					
General government	\$ 18,216,169	\$ 19,624,056	\$ 19,824,313	\$ 20,151,975	\$ 23,781,937
Public safety	30,710,193	31,834,683	34,823,588	47,535,184	45,439,446
Highways and streets	19,368,539	17,941,162	20,753,487	19,181,162	26,460,464
Public works	2,773,348	3,361,822	7,920,958	3,569,658	4,232,567
Culture and recreation	5,827,309	6,422,764	6,880,654	15,363,752	19,080,188
Development services	5,836,254	7,005,308	7,981,904	7,316,935	6,591,111
Interest on long-term debt	9,282,269	8,763,353	8,479,284	12,131,284	11,582,014
Total Governmental Activities Expenses	<u>\$ 92,014,081</u>	<u>\$ 94,953,148</u>	<u>\$ 106,664,188</u>	<u>\$ 125,249,950</u>	<u>\$ 137,167,727</u>
Business-type Activities					
Water and wastewater	\$ 23,511,395	\$ 25,489,522	\$ 27,647,487	\$ 30,139,626	\$ 26,853,794
Sanitation	5,472,534	5,802,163	6,444,459	5,868,228	6,206,843
Stadium*	12,529,987	12,407,494	12,647,134	-	-
Total Business-type Activities Expenses	<u>\$ 41,513,916</u>	<u>\$ 43,699,179</u>	<u>\$ 46,739,080</u>	<u>\$ 36,007,854</u>	<u>\$ 33,060,637</u>
Total Primary Government Expenses	<u>\$ 133,527,997</u>	<u>\$ 138,652,327</u>	<u>\$ 153,403,268</u>	<u>\$ 161,257,804</u>	<u>\$ 170,228,364</u>

Notes:

** Beginning in fiscal year 2016 expense functions were consolidated to align with the basic financial statement

Source: Statement of Activities

Table 2

2019	2020	2021	2022	2023
\$ 23,478,993	\$ 26,604,672	\$ 31,006,001	\$ 34,157,389	\$ 38,061,902
52,241,594	59,271,160	60,372,627	64,651,123	72,526,205
21,330,274	21,599,888	21,439,214	23,563,017	24,863,132
7,972,935	10,177,808	9,655,317	5,602,891	8,052,159
19,083,232	18,739,373	19,716,170	25,843,304	33,318,763
8,380,985	10,466,142	11,665,512	14,906,593	15,613,064
8,797,275	9,009,554	10,360,626	9,236,464	9,537,281
<u>\$ 141,285,288</u>	<u>\$ 155,868,597</u>	<u>\$ 164,215,467</u>	<u>\$ 177,960,781</u>	<u>\$ 201,972,506</u>
\$ 31,493,180	\$ 40,540,282	\$ 48,483,586	\$ 49,204,444	\$ 49,903,049
6,681,134	6,028,780	6,547,622	7,314,418	7,486,417
-	-	-	-	-
<u>\$ 38,174,314</u>	<u>\$ 46,569,062</u>	<u>\$ 55,031,208</u>	<u>\$ 56,518,862</u>	<u>\$ 57,389,466</u>
<u>\$ 179,459,602</u>	<u>\$ 202,437,659</u>	<u>\$ 219,246,675</u>	<u>\$ 234,479,643</u>	<u>\$ 259,361,972</u>

continued

City of Goodyear
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2014	2015	2016	2017	2018
Program Revenue*					
Governmental Activities:					
Charges for Services:					
General government	\$ 2,603,723	\$ 2,766,974	\$ 2,398,256	\$ 2,368,056	\$ 2,592,414
Public safety	714,614	1,624,427	1,713,627	1,313,160	1,373,556
Highway and streets	-	-	-	-	81,727
Public works	-	-	-	-	-
Culture and recreation	433,384	416,607	386,041	3,135,416	2,984,530
Developmental services	6,899,047	5,353,778	7,043,227	9,079,431	10,416,143
Operating Grants and Contributions	7,565,511	10,777,134	9,518,206	10,546,333	16,164,698
Capital Grants and Contributions	6,171,185	8,252,449	12,134,476	12,246,216	7,442,815
Total Governmental Activities Program Revenues	<u>\$ 24,387,464</u>	<u>\$ 29,191,369</u>	<u>\$ 33,193,833</u>	<u>\$ 38,688,612</u>	<u>\$ 41,055,883</u>
Business-type Activities					
Charges for Services:					
Water and wastewater	\$ 24,767,428	\$ 24,650,687	\$ 27,724,410	\$ 31,358,803	\$ 35,203,483
Sanitation	6,641,318	6,922,425	7,125,427	7,577,840	7,812,267
Stadium*	2,182,278	2,237,359	2,234,046	-	-
Operating Grants and Contributions	-	-	110,837	110,718	-
Capital Grants and Contributions	5,962,050	14,454,883	11,692,490	13,317,172	12,237,823
Total Business-type Activities Revenues	<u>39,553,074</u>	<u>48,265,354</u>	<u>48,887,210</u>	<u>52,364,533</u>	<u>55,253,573</u>
Total Primary Government Revenues	<u>\$ 63,940,538</u>	<u>\$ 77,456,723</u>	<u>\$ 82,081,043</u>	<u>\$ 91,053,145</u>	<u>\$ 96,309,456</u>
Net (Expense)/Revenue					
Governmental Activities	\$ (67,626,617)	\$ (65,761,779)	\$ (73,470,355)	\$ (86,561,338)	\$ (96,111,844)
Business-type Activities	(1,960,842)	4,566,175	2,148,130	16,356,679	22,192,936
Total Primary Government Net Revenues	<u>\$ (69,587,459)</u>	<u>\$ (61,195,604)</u>	<u>\$ (71,322,225)</u>	<u>\$ (70,204,659)</u>	<u>\$ (73,918,908)</u>

Note:

* Beginning in fiscal year 2016 program revenues were consolidated to align with the basic financial statements

Source: Statement of Activities

Table 2

Fiscal Year				
2019	2020	2021	2022	2023
\$ 4,965,435	\$ 3,509,152	\$ 7,070,344	\$ 4,052,068	\$ 1,857,785
6,987,626	7,243,340	7,421,123	8,569,570	1,914,488
382,531	440,190	490,969	722,058	118,143
405,393	583,405	501,541	603,704	120,113
4,008,274	2,916,950	2,765,727	4,322,415	3,411,962
12,993,399	18,765,859	19,839,213	17,598,359	15,933,323
9,809,818	18,571,098	9,587,222	20,334,900	16,677,690
<u>21,231,123</u>	<u>23,253,699</u>	<u>30,499,488</u>	<u>42,192,506</u>	<u>36,800,110</u>
<u>\$ 60,783,599</u>	<u>\$ 75,283,693</u>	<u>\$ 78,175,627</u>	<u>\$ 98,395,580</u>	<u>\$ 76,833,614</u>
\$ 42,658,585	\$ 60,392,907	\$ 62,983,880	\$ 53,394,756	\$ 53,005,605
8,058,461	8,319,350	8,042,545	7,683,528	8,802,201
-	-	-	-	-
-	-	-	-	-
<u>12,962,807</u>	<u>5,765,107</u>	<u>26,481,652</u>	<u>11,254,372</u>	<u>7,594,454</u>
<u>63,679,853</u>	<u>74,477,364</u>	<u>97,508,077</u>	<u>72,332,656</u>	<u>69,402,260</u>
<u>\$ 124,463,452</u>	<u>\$ 149,761,057</u>	<u>\$ 175,683,704</u>	<u>\$ 170,728,236</u>	<u>\$ 146,235,874</u>
\$ (80,501,689)	\$ (80,584,904)	\$ (86,039,840)	\$ (79,565,201)	\$ (125,138,892)
25,505,539	27,908,302	42,476,869	15,813,794	12,012,794
<u>\$ (54,996,150)</u>	<u>\$ (52,676,602)</u>	<u>\$ (43,562,971)</u>	<u>\$ (63,751,407)</u>	<u>\$ (113,126,098)</u>

continued

City of Goodyear
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2014	2015	2016	2017	2018
Revenues and Other Changes in Net Position					
Governmental Activities:					
Taxes	\$ 63,495,983	\$ 66,223,459	\$ 71,256,446	\$ 74,899,373	\$ 82,662,446
Intergovernmental	15,285,440	16,361,588	16,848,837	20,019,457	19,967,694
Investment income	414,689	361,146	710,040	560,547	1,196,857
Special assessments*	2,189,906	4,980,000	-	-	-
Miscellaneous	1,183,618	975,258	393,977	886,502	341,814
Transfers	(5,138,252)	(582,797)	(5,564,606)	2,800,000	3,700,000
Special item - Loss on debt extinguishment	-	-	-	-	(36,893)
Total Governmental Activities	<u>\$ 77,431,384</u>	<u>\$ 88,318,654</u>	<u>\$ 83,644,694</u>	<u>\$ 99,165,879</u>	<u>\$ 107,868,811</u>
Business-type Activities					
Investment income	\$ 136,531	\$ 151,405	\$ 237,615	\$ 123,100	\$ 47,246
Proceeds from the sale of water rights	-	-	-	-	-
Miscellaneous	222,911	103,482	22,955	31,081	37,024
Transfers	<u>5,138,252</u>	<u>582,797</u>	<u>5,564,606</u>	<u>(2,800,000)</u>	<u>(3,700,000)</u>
Total Business-type Activities	<u>\$ 5,497,694</u>	<u>\$ 837,684</u>	<u>\$ 5,825,176</u>	<u>\$ (2,645,819)</u>	<u>\$ (3,615,730)</u>
Total Primary Government	<u>\$ 82,929,078</u>	<u>\$ 89,156,338</u>	<u>\$ 89,469,870</u>	<u>\$ 96,520,060</u>	<u>\$ 104,253,081</u>
Changes in Net Position					
Governmental Activities	\$ 9,804,767	\$ 22,556,875	\$ 10,174,339	\$ 12,604,541	\$ 11,756,967
Business-type Activities	3,536,852	5,403,859	7,973,306	13,710,860	18,577,206
Total Primary Government	<u>\$ 13,341,619</u>	<u>\$ 27,960,734</u>	<u>\$ 18,147,645</u>	<u>\$ 26,315,401</u>	<u>\$ 30,334,173</u>

Note:

* Prior to fiscal year 2014 Special Assessments were shown in Public Works-Capital Grants and Contribution:

Source: Statement of Activities

Table 2

Fiscal Year				
2019	2020	2021	2022	2023
\$ 90,314,174	\$ 116,603,604	\$ 137,957,936	\$ 154,920,196	\$ 151,737,382
21,244,412	22,785,856	26,494,716	29,850,191	39,382,895
4,661,685	4,412,256	899,168	(3,080,671)	9,654,094
-	-	-	-	-
934,949	797,405	309,020	1,240,870	1,064,227
3,700,000	3,499,244	6,900,553	8,015,934	7,556,001
-	-	-	-	-
<u>\$ 120,855,220</u>	<u>\$ 148,098,365</u>	<u>\$ 172,561,393</u>	<u>\$ 190,946,520</u>	<u>\$ 209,394,599</u>
\$ 1,595,877	\$ 1,800,177	\$ (461,996)	\$ 33,866	\$ 1,093,207
-	-	-	-	-
40,902	-	113,950	35,570	55,251
(3,700,000)	(3,499,244)	(6,900,553)	(8,015,934)	(7,556,001)
<u>\$ (2,063,221)</u>	<u>\$ (1,699,067)</u>	<u>\$ (7,248,599)</u>	<u>\$ (7,946,498)</u>	<u>\$ (6,407,543)</u>
<u>\$ 118,791,999</u>	<u>\$ 146,399,298</u>	<u>\$ 165,312,794</u>	<u>\$ 183,000,022</u>	<u>\$ 202,987,056</u>
\$ 40,353,531	\$ 67,513,461	\$ 86,521,553	\$ 111,381,319	\$ 84,255,707
23,442,318	26,209,235	35,228,270	7,867,296	5,605,251
<u>\$ 63,795,849</u>	<u>\$ 93,722,696</u>	<u>\$ 121,749,823</u>	<u>\$ 119,248,615</u>	<u>\$ 89,860,958</u>

concluded



Table 3

City of Goodyear
Governmental Activities Tax Revenues By Source
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

Fiscal Year	Property Taxes	Sales & Use Taxes	Franchise Taxes	State Shared Revenues - not Restricted for Specific Programs		Highway User Revenue
				State Shared Sales	State Revenue Sharing	
2014	\$ 17,109,458	\$ 43,775,464	\$ 2,611,061	\$ 8,009,713	\$ 7,275,727	\$ 3,681,156
2015	18,171,606	45,333,649	2,718,204	8,459,645	7,901,942	4,041,402
2016	19,114,087	49,309,600	2,832,759	8,988,686	7,859,101	4,264,827
2017	19,875,628	52,085,570	2,941,175	10,324,010	9,665,448	5,066,574
2018	20,649,103	58,831,503	3,181,840	10,354,186	9,613,508	5,042,068
2019	22,099,698	64,940,363	3,274,113	11,573,618	9,670,794	5,463,045
2020	23,673,696	89,722,744	3,207,164	12,074,091	10,711,765	5,622,730
2021	25,858,467	108,495,439	3,604,030	14,084,067	12,410,649	6,020,431
2022	28,180,626	122,858,885	3,880,685	17,488,685	12,361,506	7,149,095
2023	31,543,708	115,585,674	4,608,000	20,083,986	19,298,909	8,288,543

Source: City Financial Records and Reports

City of Goodyear
Excise Tax Collections
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2014	2015	2016	2017	2018
City Privilege (Sales) Tax	\$ 43,775,464	\$ 45,333,649	\$ 49,309,600	\$ 52,085,570	\$ 58,831,503
State-Shared Sales Tax	5,681,717	5,965,400	6,258,721	7,217,395	7,151,224
State-Shared Income Tax	7,275,727	7,901,942	7,859,101	9,665,448	9,613,508
State-Share Vehicle License Tax	2,327,996	2,494,245	2,729,966	3,106,615	3,202,962
Fines and Forfeitures	884,735	860,313	839,108	925,314	1,044,317
Franchise Taxes	2,611,016	2,718,204	2,832,759	2,941,175	3,181,840
Total	<u>\$ 62,556,655</u>	<u>\$ 65,273,754</u>	<u>\$ 69,829,255</u>	<u>\$ 75,941,517</u>	<u>\$ 83,025,354</u>

Source: City Financial Records and Reports

Table 4

Fiscal Year				
2019	2020	2021	2022	2023
\$ 64,940,363	\$ 89,722,744	\$ 108,495,439	\$ 122,858,885	\$ 115,585,674
8,121,305	8,558,218	9,962,516	13,422,577	15,038,266
9,670,794	10,711,765	12,410,649	12,361,506	19,298,909
3,452,313	3,515,873	4,121,551	4,066,108	5,045,720
1,044,516	869,101	1,037,122	1,138,437	1,061,724
3,274,113	3,207,164	3,604,030	3,880,685	4,608,000
<u>\$ 90,503,404</u>	<u>\$ 116,584,865</u>	<u>\$ 139,631,307</u>	<u>\$ 157,728,198</u>	<u>\$ 160,638,293</u>

City of Goodyear
Sales & Use Taxes
by Industry Classification
Last Ten Fiscal Years
(Unaudited)

	Fiscal Year				
	2014	2015	2016	2017	2018
Retail Trade	\$ 15,787,043	\$ 16,348,224	\$ 17,279,498	\$ 15,858,660	\$ 17,225,692
Food for Home Consumption	N/A	N/A	N/A	3,025,758	3,010,974
Retail Sales Single Item Over \$5,000	N/A	N/A	N/A	1,467,287	1,551,211
Online Marketplace	N/A	N/A	N/A	N/A	N/A
Construction	7,988,471	5,559,142	7,545,663	10,836,043	13,341,879
Restaurant & Bar	5,450,424	6,343,415	7,032,111	8,506,564	9,225,969
Utilities	3,819,536	4,051,837	4,077,652	3,606,813	3,804,722
Real Estate	4,467,373	5,480,481	5,575,550	4,772,566	5,005,280
Use Tax	N/A	N/A	N/A	1,185,539	1,530,696
Hotels	849,052	1,067,357	1,096,710	1,109,804	1,269,275
Miscellaneous	968,896	1,032,464	839,592	511,710	647,714
Services	1,764,488	2,424,312	2,833,590	N/A	N/A
Mining & Government	4,024	7,159	6,534	N/A	N/A
Manufacturing	931,362	1,318,999	1,410,894	N/A	N/A
Wholesale Trade	1,072,608	1,130,527	1,032,679	N/A	N/A
Total*	<u>\$ 43,103,277</u>	<u>\$ 44,763,917</u>	<u>\$ 48,730,473</u>	<u>\$ 50,880,744</u>	<u>\$ 56,613,413</u>

Note: Total may differ from Governmental Activities Tax Revenues By Source because of difference in reporting periods.

Source: Arizona Department of Revenue North American Industry Code System (NAICS) & Business Class Summary

Table 5

Fiscal Year				
2019	2020	2021	2022	2023
\$ 19,005,260	\$ 23,110,619	\$ 33,935,084	\$ 34,990,477	\$ 32,892,536
3,521,946	4,244,991	4,934,402	5,136,245	5,952,702
1,572,031	1,808,400	2,235,620	2,292,930	2,335,404
N/A	1,420,681	4,453,219	4,173,776	4,937,819
16,452,327	32,982,384	32,360,764	38,424,569	36,609,772
9,958,478	10,088,705	11,978,934	14,691,883	16,218,406
3,882,328	3,880,600	4,325,833	4,898,487	5,951,167
5,690,265	6,518,205	8,006,495	10,860,200	12,418,051
3,025,135	3,013,942	3,414,172	3,522,351	4,121,706
1,408,405	1,302,400	1,682,639	2,444,697	2,436,295
690,088	717,475	436,584	688,860	779,634
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
<u>\$ 65,206,263</u>	<u>\$ 89,088,402</u>	<u>\$ 107,763,744</u>	<u>\$ 122,124,474</u>	<u>\$ 124,653,491</u>

City of Goodyear
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2014	2015	2016	2017	2018
General Fund					
Nonspendable:					
Advances to other funds	\$ 961,840	\$ 961,840	\$ 961,840	\$ 1,251,242	\$ 1,045,531
Inventories	25,261	21,656	-	-	-
Prepaid items	504,865	573,473	667,798	683,056	758,946
Restricted by:					
Charter mandates	3,676,547	3,841,444	4,009,183	4,186,816	4,377,576
Court	221,290	240,631	178,351	200,753	238,965
Law enforcement	274,392	309,112	427,243	384,144	432,662
Transit	644,135	745,210	847,446	952,239	1,064,752
Assigned to:					
IT replacement	1,484,148	108,301	498,851	1,829,656	1,956,201
Facilities asset mgmt plan	-	-	-	-	-
Fleet replacement	1,502,483	2,508,319	3,196,101	1,251,242	4,504,416
Risk management	792,947	1,088,234	1,077,452	933,704	888,212
Parks management	-	-	1,271,367	2,729,350	3,033,620
Police asset reserve	-	-	-	2,147,582	134,146
Fire asset reserve	-	-	-	403,209	454,872
Traffic signal reserve	-	-	-	-	74,699
General Fund FY2022 Budget	-	-	-	-	-
Unassigned	43,707,677	49,783,760	52,620,845	53,399,369	60,552,115
Total General Fund	<u>\$ 53,795,585</u>	<u>\$ 60,181,980</u>	<u>\$ 65,756,477</u>	<u>\$ 70,352,362</u>	<u>\$ 79,516,713</u>
All Other Governmental Funds					
Nonspendable:					
Inventories	\$ 650,344	\$ 487,413	\$ 564,639	\$ 533,304	\$ 553,663
Prepaid items	-	-	-	-	-
Restricted by:					
Debt service	14,848,703	13,810,210	12,989,198	13,219,610	5,576,920
Development impact fees	7,892,792	9,833,566	12,882,857	12,428,141	19,453,023
Grants	-	-	-	-	-
Highway user funds	47,570	174,025	721	37,130	-
Tourism	-	-	-	-	-
Transit	-	-	-	-	35,863
Capital projects	274,106	4,414,851	-	9,869,218	21,876,083
Community facilities districts operations	803,837	1,109,573	1,434,106	1,846,863	2,442,864
Ambulance	-	-	-	-	-
Committed	-	-	-	1,647,416	1,963,850
Ball Park	-	-	-	-	-
Unassigned	(73,354)	(66,487)	(28,737)	(105,729)	(22,755)
Total All Other Governmental Funds	<u>\$ 24,443,998</u>	<u>\$ 29,763,151</u>	<u>\$ 27,842,784</u>	<u>\$ 39,475,953</u>	<u>\$ 51,879,511</u>

Note:

*Starting with fiscal year 2011, fund balances were stated in classification required by GASB Statement No. 54

Source: City Financial Records and Reports

Table 6

Fiscal Year				
2019	2020	2021	2022	2023
\$ -	\$ -	\$ -	\$ -	\$ -
311,940	210,154	283,305	299,683	171,959
1,402,473	2,134,415	2,159,059	-	472,374
4,582,213	4,813,576	-	-	-
294,594	445,474	453,814	509,763	569,500
470,847	327,832	372,270	324,149	529,685
1,189,336	1,156,827	1,260,501	1,402,368	1,478,684
1,988,219	2,656,884	3,209,868	3,113,269	3,099,030
-	-	-	1,938,782	3,322,634
3,910,722	3,455,394	5,953,763	8,190,265	11,236,256
805,987	475,484	750,000	750,000	750,000
3,280,541	2,421,309	3,103,501	3,733,077	4,332,181
156,142	-	-	-	-
738,260	892,018	987,419	1,228,220	619,608
1,362,099	1,299,118	1,387,206	1,418,793	1,694,480
55,747,287	86,240,624	98,074,000	129,774,800	148,278,700
16,546,219	18,030,053	29,258,434	26,378,589	35,053,964
<u>\$ 92,786,879</u>	<u>\$ 124,559,162</u>	<u>\$ 147,253,140</u>	<u>\$ 179,061,758</u>	<u>\$ 211,609,055</u>
\$ 678,548	\$ 497,974	\$ 521,217	\$ 1,027,794	\$ 1,259,339
-	-	-	323,750	-
5,913,772	5,945,421	2,277,075	3,323,230	3,102,030
29,633,601	43,001,310	55,713,143	80,340,543	91,525,059
-	-	-	-	48,049
-	-	70	-	361,311
-	-	62,500	164,112	-
249	-	-	-	-
43,953,339	40,471,387	38,019,761	26,425,693	19,386,727
10,164,456	9,978,487	5,643,082	6,586,516	6,675,008
-	-	-	-	406,739
2,555,378	-	-	-	-
-	3,043,242	3,729,087	4,754,655	5,301,702
(188,894)	(501,057)	(150,748)	(374,937)	(18,885)
<u>\$ 92,710,449</u>	<u>\$ 102,436,764</u>	<u>\$ 105,815,187</u>	<u>\$ 122,571,356</u>	<u>\$ 128,047,079</u>

City of Goodyear
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2014	2015	2016	2017	2018
Revenues					
Taxes	\$ 63,577,425	\$ 66,203,440	\$ 71,287,200	\$ 74,924,078	\$ 82,602,447
Licenses and permits	7,460,830	6,558,607	7,357,205	9,302,729	10,636,668
Intergovernmental	19,325,653	21,749,386	21,811,572	25,780,719	26,773,324
Charges for services	4,658,927	4,576,618	5,792,947	9,227,037	10,418,539
Fines and forfeits	884,735	860,313	839,108	925,314	1,044,317
Investment income	414,689	361,146	710,040	560,547	1,196,857
Special assessments	5,839,886	5,762,295	6,096,012	6,009,405	5,968,798
Contributions	2,408,357	2,976,642	1,346,713	1,638,229	6,358,002
Miscellaneous	1,327,008	243,473	728,930	516,160	2,485,672
Total Revenues	<u>105,897,510</u>	<u>109,291,920</u>	<u>115,969,727</u>	<u>128,884,218</u>	<u>147,484,624</u>
Expenditures *					
General government	16,895,276	18,081,622	17,968,635	19,191,902	20,825,896
Public safety	28,310,822	29,505,746	32,881,648	36,905,961	39,779,006
Highways and streets	5,585,966	5,494,087	5,680,917	5,748,952	5,517,174
Public works	2,045,578	2,268,109	2,255,101	2,598,519	2,897,716
Culture and recreation	4,975,947	5,265,454	5,712,191	12,090,866	11,315,720
Development services	5,823,318	6,933,854	7,933,367	7,187,389	7,159,767
Capital outlay	18,496,444	11,326,103	15,988,901	17,628,611	30,366,883
Debt Service:					
Principal retirement	9,441,923	9,291,703	9,772,183	14,581,544	19,642,573
Interest and debt cost	9,765,514	9,323,202	9,046,458	12,968,581	15,708,001
Payment to refunded bond escrow agent	-	-	-	-	4,622,056
Total Expenditures	<u>101,340,788</u>	<u>97,489,880</u>	<u>107,239,401</u>	<u>128,902,325</u>	<u>157,834,792</u>
Excess of Revenues over (under)					
Expenditures	<u>4,556,722</u>	<u>11,802,040</u>	<u>8,730,326</u>	<u>(18,107)</u>	<u>(10,350,168)</u>

Notes:

* Beginning in fiscal year 2016 expenditure functions were consolidated to align with the basic financial statements

Source: Statement of Revenues, Expenditures and Changes in Fund Balances

Table 7

Fiscal Year				
2019	2020	2021	2022	2023
\$ 90,300,757	\$ 116,390,115	\$ 138,046,896	\$ 154,824,840	\$ 151,767,894
12,314,128	18,061,371	19,073,277	16,654,379	16,403,295
27,458,465	39,616,094	34,652,939	58,325,325	54,932,234
12,234,549	17,351,117	23,799,246	24,108,155	23,929,640
1,044,516	869,101	1,037,122	1,138,437	1,061,724
4,606,033	4,351,915	898,599	(3,080,671)	9,483,329
9,868,376	5,509,308	6,810,016	6,357,266	5,603,254
4,036,766	6,247,217	5,588,920	3,454,890	4,585,504
1,192,520	1,504,393	1,257,515	1,842,263	1,768,849
163,056,110	209,900,631	231,164,530	263,624,884	269,535,723
20,801,270	22,828,171	28,189,094	30,533,336	31,308,086
43,459,463	45,641,389	72,064,162	59,500,593	62,746,423
7,563,123	7,399,662	7,548,526	8,103,897	8,323,809
2,827,608	4,044,509	3,708,625	3,316,324	5,835,433
14,108,472	13,042,653	14,500,770	19,566,132	24,418,658
7,641,804	8,916,314	10,500,186	13,320,560	14,869,850
17,066,876	40,565,230	84,788,927	83,697,834	61,318,087
21,763,951	19,465,657	25,673,172	21,852,781	24,391,744
12,599,646	10,818,794	10,941,518	10,386,995	10,536,075
-	-	-	-	-
147,832,213	172,722,379	257,914,980	250,278,452	243,748,165
15,223,897	37,178,252	(26,750,450)	13,346,432	25,787,558

continued

City of Goodyear
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2014	2015	2016	2017	2018
Other Financing Sources and (Uses)					
Transfer in	\$ 5,356,364	\$ 4,588,019	\$ 3,539,227	\$ 12,768,632	\$ 13,901,429
Transfer out	(10,494,616)	(9,923,248)	(9,091,060)	(9,968,632)	(10,201,429)
Sale of assets*	-	-	-	-	-
Debt issuance	-	4,980,000	-	10,968,000	25,015,000
Debt premium	-	(39,461)	-	-	-
Refunding bonds	14,755,000	7,015,000	18,535,000	118,130,941	51,537,627
Refunding bonds premium	1,114,908	452,099	2,047,350	14,546,606	722,171
Payment to refunded bond escrow agent	(15,138,166)	(7,168,901)	(20,106,713)	(130,387,703)	(49,056,702)
 Total Other Financing Sources and (Uses)	 (4,406,510)	 (96,492)	 (5,076,196)	 16,057,844	 31,918,096
 Net Change in Fund Balances	 <u>\$ 150,212</u>	 <u>\$ 11,705,548</u>	 <u>\$ 3,654,130</u>	 <u>\$ 16,039,737</u>	 <u>\$ 21,567,928</u>
 Debt Service as a Percentage of Noncapital Expenditures	 22.3%	 20.6%	 18.4%	 22.9%	 23.6%

Notes:

- * Beginning in fiscal year 2019 sales of assets was broken out to align with the basic financial statements.

Source: City Financial Records and Reports

Table 7

Fiscal Year				
2019	2020	2021	2022	2023
\$ 17,954,246	\$ 28,400,983	\$ 45,929,762	\$ 62,317,732	\$ 41,468,250
(14,254,246)	(24,901,739)	(39,029,209)	(54,301,798)	(33,912,249)
346,124	291,817	213,803	413,605	250,461
33,873,000	529,285	39,530,000	24,073,000	4,429,000
958,083	-	-	2,715,816	-
-	-	25,520,000	-	-
-	-	5,859,505	-	-
-	-	(25,201,010)	-	-
<u>38,877,207</u>	<u>4,320,346</u>	<u>52,822,851</u>	<u>35,218,355</u>	<u>12,235,462</u>
<u>\$ 54,101,104</u>	<u>\$ 41,498,598</u>	<u>\$ 26,072,401</u>	<u>\$ 48,564,787</u>	<u>\$ 38,023,020</u>
24.8%	21.6%	20.4%	18.8%	17.9%
				concluded

City of Goodyear
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years
(Unaudited)

City Direct Rate				Overlapping Rates				
				County-Wide Jurisdictions				
Fiscal Year	Operating Rate	Debt Service Rate	Total City Rate	County Operating Rate	County Library District Rate	County Fire District Assistance Rate	County Flood District Rate	County Education Equalization Rate
2014	1.1994	0.7006	1.9000	1.2807	0.0438	0.0121	0.1392	0.5123
2015	1.1836	0.6864	1.8700	1.3209	0.0556	0.0113	0.1392	0.5089
2016	1.1637	0.7063	1.8700	1.3609	0.0556	0.0116	0.1592	0.5054
2017	1.1598	0.7025	1.8623	1.4009	0.0556	0.0112	0.1792	0.5010
2018	1.1344	0.6005	1.7349	1.4009	0.0556	0.0102	0.1792	0.4875
2019	1.1084	0.6266	1.7350	1.4009	0.0556	0.0107	0.1792	0.4741
2020	1.0619	0.6713	1.7332	1.4009	0.0556	0.0095	0.1792	0.4566
2021	1.0330	0.7005	1.7335	1.4009	0.0556	0.0090	0.1792	0.4426
2022	1.0000	0.7350	1.7350	1.3459	0.0556	0.0086	0.1792	0.4263
2023	0.9957	0.7393	1.7350	1.2473	0.0505	0.0082	0.1592	-

Source: Maricopa County Assessor's Office

continued

Table 8

Overlapping Rates									
County-Wide Jurisdictions					School Districts				
Fiscal Year	Community College Rate	Central Arizona Project Rate	Special Health Care District Rate	Total County Rate	Agua Fria/ Avondale Rate	Litchfield Rate	Buckeye/ Liberty Rate	Tolleson/ Littleton Rate	Mobile Rate
2014	1.5340	0.1400	-	3.6621	8.2090	3.9772	7.1092	11.4641	7.7572
2015	1.5187	0.1400	-	3.6946	10.0022	3.7780	8.0102	10.4333	7.8876
2016	1.4940	0.1400	-	3.7267	9.4960	3.8352	7.6149	9.9303	7.8876
2017	1.4651	0.1400	0.3053	4.0583	9.8771	3.8142	7.0163	9.5342	8.1213
2018	1.4096	0.1400	0.2941	3.9771	8.9315	3.4763	7.0616	9.8185	7.8876
2019	1.1708	0.1400	0.2941	3.7254	8.4894	3.8499	6.8080	10.0261	7.8876
2020	1.1565	0.1400	0.1871	3.5854	7.8709	3.6716	6.6742	10.6716	7.8876
2021	1.1250	0.1400	0.1838	3.5361	7.6157	3.5229	8.8758	10.2551	7.8876
2022	1.1112	0.1400	0.1803	3.4471	7.5438	3.4950	9.3434	10.1994	7.5960
2023	1.0865	0.1400	0.1773	2.8690	6.8083	3.3035	9.5365	9.4401	7.3920

continued

City of Goodyear
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years
(Unaudited)

Overlapping Rates							
Other Special Taxing Districts							
Fiscal Year	West Maricopa Education Center District Rate	Central Arizona GRD Rate	Roosevelt Irrigation District Rate	Centerra Community Facilities District Rate	Cortina Community Facilities District Rate	Cottonflower Community Facilities District Rate	Estrella Mtn. Ranch Community Facilities District Rate
2014	0.0592	1.0000	17.1000	3.3559	2.8500	3.9890	1.3000
2015	0.0810	1.0000	27.1000	3.0361	2.6034	3.2768	1.3000
2016	0.0698	1.0000	27.1000	3.1327	2.5999	3.3377	1.3000
2017	0.0840	1.0000	27.1000	2.7404	2.3824	3.0482	1.3000
2018	0.1780	1.0000	27.1000	2.6706	1.8877	2.5714	1.3000
2019	0.1494	1.0000	29.8100	2.5823	1.8664	2.5413	1.3000
2020	0.1634	1.0000	29.8100	2.4421	1.8994	2.5400	1.3000
2021	0.1655	1.0000	29.8100	2.1576	1.9843	2.5443	1.3000
2022	0.1579	1.0000	29.8100	1.8888	1.5848	1.9407	1.3000
2023	0.1538	1.0000	36.8100	1.7302	1.5846	1.9397	1.3000

continued

Table 8

Overlapping Rates						
Fiscal Year	Other Special Taxing Districts					
	Goodyear Community Facilities General District #1 Rate	Goodyear Community Facilities Utilities District #1 Rate	Palm Valley Community Facilities District #3 Rate	King Ranch Community Facilities District Rate	Wildflower Community Facilities General District #1 Rate	Wildflower Community Facilities General District #2 Rate
2014	1.0000	1.0000	1.7844	0.3000	3.4365	3.8922
2015	0.7334	1.0162	1.2592	0.3000	2.7761	3.0227
2016	0.7075	1.1497	1.1097	0.3000	2.9103	3.1070
2017	0.8466	1.1500	0.9308	0.3000	2.7230	2.9330
2018	0.9600	1.1500	0.8682	0.3000	2.8882	3.0463
2019	0.8896	1.1480	0.8085	0.3000	2.8489	2.7801
2020	0.8903	0.9390	0.6107	0.3000	2.6309	2.7362
2021	0.9040	0.9039	0.5450	0.3000	2.5582	2.7278
2022	0.7679	0.8559	0.4647	0.3000	2.3306	2.3779
2023	0.7568	0.8428	0.4149	0.3000	1.4600	2.3020

concluded



Table 9

City of Goodyear
Principal Property Tax Payers
Current Fiscal Year and Nine Years Prior
(Unaudited)

Taxpayer	Fiscal Year					
	2014			2023		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Arizona Public Service Company	21,162,543	1	3.59%	\$ 35,938,715	1	2.78%
Microsoft Corporation			0.00%	23,843,088	2	1.84%
Estrella North LLC			0.00%	21,280,466	3	1.64%
VHS of South Phoenix, Inc.	\$ 8,804,731	2	1.49%	19,563,586	4	1.51%
Elwood Logistics Center LLC			0.00%	12,599,388	5	0.97%
Macy's Retail Holdings, Inc	\$ 4,549,039	5	0.77%	11,560,728	6	0.89%
Prologis Commerce Park 1QOZB LLC			0.00%	11,465,213	7	0.89%
Amazon Com Services LLC			0.00%	10,566,185	8	0.82%
Southwest Gas Corporation	\$ 4,407,420	6	0.75%	9,910,247	9	0.77%
SVF Goodyear Logistics Center LLC			0.00%	9,050,668	10	0.70%
NNP III EMR 3 LLC	\$ 3,965,581	9	0.67%			0
DH Goodyear LLC	\$ 4,407,079	7	0.75%			0
Cardinal Capital Co	\$ 5,479,527	4	0.93%			0
First American Title Ins Co TR 7854	\$ 5,856,271	3	0.99%			0
The Market at Estrella Falls LLC	\$ 4,281,840	8	0.73%			0
TPP 211 Canyon Trails, LLC	\$ 3,372,530	10	0.57%			0
Total	<u>\$ 66,286,561</u>		<u>10.94%</u>	<u>\$ 165,778,284</u>		<u>14.16%</u>

Source: Maricopa County Treasurer

City of Goodyear
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended June 30		Total Assessed Value Residential Property	Total Assessed Value Commercial Property	Agricultural/ Vacant Land	Other	Less: Tax-Exempt Property	Net Assessed Value
2014	Primary	340,280,668	205,111,305	161,905,429	273,421	122,898,455	584,672,368
	Secondary	342,294,870	211,390,271	165,979,539	275,521	129,681,549	590,258,652
2015	Primary	393,827,703	192,119,198	158,537,781	1,158,177	115,918,333	629,724,526
	Secondary	416,834,896	196,638,563	169,043,455	1,167,249	122,400,093	661,284,070
2016	Limited Property Value	427,218,918	223,077,763	149,242,505	1,127,677	129,713,965	670,952,898
2017	Limited Property Value	457,689,029	227,887,800	146,856,414	6,601,784	128,500,705	710,534,322
2018	Limited Property Value	499,088,340	234,739,156	159,566,464	6,975,609	137,331,297	763,038,272
2019	Limited Property Value	538,457,161	256,367,234	152,787,152	7,383,730	132,980,202	822,015,075
2020	Limited Property Value	590,823,853	299,172,489	163,622,803	7,807,328	139,439,679	921,986,794
2021	Limited Property Value	650,949,118	344,929,979	177,112,944	8,038,693	150,205,990	1,030,824,744
2022	Limited Property Value	715,248,375	390,866,605	182,107,720	28,564,695	155,524,146	1,161,263,249
2023	Limited Property Value	791,650,225	469,401,672	193,213,508	24,338,329	163,409,387	1,315,194,347

Notes: Beginning in fiscal year 2016, the Net Assessed Limited Property Value is statutorily required to be used for the calculation of primary and secondary property taxes. Prior to fiscal year 2016, the primary levy was calculated using the limited assessed valuation and the secondary levy was calculated using the full cash assessed valuation. Detail data prior to 2009 for "primary" is not available.

Source: Maricopa County Assessor's Office

Table 10

Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as Percentage of Actual Value
1.1994	5,485,036,603	10.7%
0.7006	5,562,951,789	10.6%
1.1836	6,012,798,998	10.5%
0.6864	6,332,435,414	10.4%
1.8700	6,479,932,484	10.4%
1.8623	6,951,354,974	10.2%
1.7349	7,490,466,600	10.2%
1.7350	7,985,016,888	10.3%
1.7332	8,822,931,900	10.4%
1.7335	9,758,686,383	10.6%
1.7350	11,002,212,492	10.6%
1.7350	12,358,511,781	10.6%

City of Goodyear
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year (a)	Collected within the Fiscal Year of the Levy		Collection in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2014	11,185,149	10,949,615	97.89%	47,683	10,997,298	98.32%
2015	11,992,446	11,808,563	98.47%	85,562	11,894,126	99.18%
2016	12,599,829	12,392,149	98.35%	39,963	12,432,112	98.67%
2017	13,157,209	13,024,932	98.99%	(8,480)	13,016,452	98.93%
2018	13,232,702	13,071,185	98.78%	77,375	13,148,560	99.36%
2019	14,263,392	14,097,133	98.83%	(12,338)	14,084,795	98.75%
2020	15,981,505	15,760,028	98.61%	162,410	15,922,438	99.63%
2021	17,871,100	17,528,715	98.08%	298,374	17,827,089	99.75%
2022	20,150,452	19,740,256	97.96%	148,583	19,888,839	98.70%
2023	22,821,653	22,501,541	98.60%	-	22,501,541	98.60%

(a) Tax levy is reported by the Treasurer as of August of each fiscal year. Amount does not include adjustments made to levy amounts after the August report.

Source: Maricopa County Treasurer's Office

City of Goodyear
Utility Statistical Data
Ten Largest Water Users
Current Fiscal Year and Nine Fiscal Years Ago
(Unaudited)

Entity	Type of User	Fiscal Year			
		Rank	2014	Rank	2023
			Fees & Charges		Fees & Charges
City of Goodyear	Multi Purpose			1	1,099,926
Las Brisas Community Assoc	Homeowner's Association	4	183,968	2	549,698
Canyon Trails HOA Unit 4	Homeowner's Association	6	172,476	3	380,347
Cottonflower Goodyear Community	Homeowner's Association	3	189,669	4	361,503
Canyon Trails Unit HOA 4 West	Homeowner's Association			5	344,706
Avondale Elementary School Dist.	School	7	161,255	6	306,106
Canyon Trails 4 - South	Homeowner's Association	1	271,111	7	281,362
Agua Fria Union High School Dist.	School	5	177,269	8	270,968
Shepard Investment	Apartments			9	270,697
Estrella Joint Committee	Homeowner's Association			10	220,220
Canyon Trails HOA	Homeowner's Association	2	269,397		
Sarival Paseo Joint Community	Homeowner's Association	8	154,686		
Cancer Treatment Center	Hospital	9	127,419		
Canyon Trails HOA Unit 3	Homeowner's Association	10	114,454		
Total			<u>\$ 1,821,703</u>		<u>\$ 4,085,533</u>
Total as a percent of total Water System Operating Revenue			<u>14.63%</u>		<u>12.96%</u>

Source: City customer service and billing records



Table 13

City of Goodyear
Utility Statistical Data
Ten Largest Wastewater Users
Current Fiscal Year and Nine Fiscal Years ago
(Unaudited)

Entity	Type of User	Rank	Fiscal Year	
			2014	2023
			Fees & Charges	Fees & Charges
Arizona State Prison/Perryville	Prison	1	554,273	1,258,856
Microsoft Corporation	Commercial			361,898
City of Goodyear	Multi Purpose			112,352
Shepard Invest Group	Apartments			102,090
Huhtamaki	Irrigation			94,338
Airport Master Meter	Airport			86,579
JB Park Shadows	Apartments	5	73,224	77,789
Schoeller Arca Systems Inc	Manufacturer	9	47,441	72,746
Serafina Apartments SPE, LLC	Apartments			68,802
Richmond American Homes	Real Estate			61,406
Cancer Treatment Center	Hospital	2	99,210	
Fairfield Centerra LLC	Real Estate	3	77,057	
Fairfield Goodyear LLC	Apartments	4	76,627	
HSL Encantada Goodyear LLC	Apartments	6	51,467	
Poore Brothers, Inc.	Food Manufacturer, Snac	7	50,764	
Pem Investments	Apartments	8	50,080	
Airport Training Center	Airport	10	46,993	
Total			<u>\$ 1,127,136</u>	<u>\$ 2,296,856</u>
Total as a percent of total Wastewater System Operating Revenue			<u>8.96%</u>	<u>10.11%</u>

Source: City customer service and billing records

City of Goodyear
Schedule of Existing and Adopted
Monthly Water & Wastewater Service Charges (2014 - 2023)
(Unaudited)

<u>Description of Water System Services</u>	<u>Existing Fees</u> <u>2023</u>	<u>Adopted</u> <u>2014</u>	<u>Adopted</u> <u>2015</u>	<u>Adopted</u> <u>2016</u>	<u>Adopted</u> <u>2017</u>	<u>Adopted</u> <u>2018</u>	<u>Adopted</u> <u>2019</u>	<u>Adopted</u> <u>2020</u>	<u>Adopted</u> <u>2021</u>	<u>Adopted</u> <u>2022</u>
Base Charge (Meter Size)										
3/4 Inch	\$ 19.67	\$ 10.23	\$ 11.24	\$ 12.70	\$ 14.73	\$ 16.35	\$ 17.49	\$ 18.54	\$ 18.54	\$ 19.10
1 Inch	27.20	14.14	15.54	17.56	20.37	22.61	24.19	25.64	25.64	26.41
1 1/2 Inch	43.98	22.86	25.12	28.39	32.93	36.55	39.11	41.46	41.46	42.70
2 Inches	71.20	37.01	40.67	45.96	53.31	59.17	63.31	67.11	67.11	69.12
3 Inches	82.40	70.67	77.67	77.67	77.67	77.67	77.67	77.67	77.67	80.00
4 Inches	134.36	115.24	126.65	126.65	126.65	126.65	126.65	126.65	126.65	130.45
6 Inches	255.00	218.71	240.36	240.36	240.36	240.36	240.36	240.36	240.36	247.57
12 Inch	255.00									247.57
Monthly Volume Charge - Residential										
0 - 6,000 gallons (per thousand)	\$ 2.28 (2)	\$ 1.18	\$ 1.30	\$ 1.47	\$ 1.71	\$ 1.90	\$ 2.03	\$ 2.15	\$ 2.15	\$ 2.21
6,001 - 12,000 (per thousand)	4.53 (3)	2.36	2.59	2.93	3.40	3.77	4.03	4.27	4.27	4.40
12,001 - 30,000 (per thousand)	6.81 (4)	3.54	3.89	4.40	5.10	5.66	6.06	6.42	6.42	6.61
30,001+ gallons (per thousand)	10.94 (5)	5.69	6.25	7.06	8.19	9.09	9.73	10.31	10.31	10.62
Monthly Volume Charge - Commercial										
0 - 40,000 gallons (per thousand)	\$ 5.37	\$ 3.00	\$ 3.30	\$ 3.73	\$ 4.29	\$ 4.72	\$ 4.91	\$ 5.06	\$ 5.06	\$ 5.21
40,001 - 100,000 gallons (per thousand)	8.59	4.80	5.28	5.97	6.87	7.56	7.86	8.10	8.10	8.34
100,001+ gallons (per thousand)	11.14	6.24	6.86	7.75	8.91	9.80	10.19	10.50	10.50	10.82

Note: Rates shown are for customers within city limits. The rates for customers outside of the city limits are 25% greater than the customers within city limits. Rate increases are adopted at the direction of City Council.

- (1) Rates were updated during January 2017
- (2) Monthly volume change for fees is 0 - 6,000 gallons (per thousand).
- (3) Monthly volume change for fees is 6,001 - 12,000 gallons (per thousand).
- (4) Monthly volume change for fees is 12,001 - 30,000 gallons (per thousand).
- (5) Monthly volume change for fees is 30,001 - and over gallons (per thousand).

Schedule of Water System Rate Increases (2014-2023)

<u>Date</u>	<u>Rate</u> <u>Increase</u>
Fiscal Year 2014	0.0%
Fiscal Year 2015	10.0%
Fiscal Year 2016	13.0%
Fiscal Year 2017	16.0%
Fiscal Year 2018	11.0%
Fiscal Year 2019	7.0%
Fiscal Year 2020	6.0%
Fiscal Year 2021	0.0%
Fiscal Year 2022	3.0%
Fiscal Year 2023	3.0%

Source: City Financial Records, Reports and Water & Wastewater Rate Study.
The table above reflects only certain fees and charges of the
City's water system and is not a comprehensive statement of all such fees.

<u>Description of Wastewater System Service</u>	<u>Existing Fees</u> <u>2023</u>	<u>Adopted</u> <u>2014</u>	<u>Adopted</u> <u>2015</u>	<u>Adopted</u> <u>2016</u>	<u>Adopted</u> <u>2017</u>	<u>Adopted</u> <u>2018</u>	<u>Adopted</u> <u>2019</u>	<u>Adopted</u> <u>2020</u>	<u>Adopted</u> <u>2021</u>	<u>Adopted</u> <u>2022</u>
Residential Wastewater Service										
Base Charge	(See below)									
Volume Charge (per 1,000 gallons)	\$ 6.91	\$ 5.78	\$ 5.95	\$ 5.95	\$ 6.13	\$ 6.25	\$ 6.38	\$ 6.51	\$ 6.51	\$ 6.71
General Commercial Wastewater Service										
Base Charge										
Volume Charge (per 1,000 gallons)	\$ 6.91	\$ 5.78	\$ 5.95	\$ 5.95	\$ 6.13	\$ 6.25	\$ 6.38	\$ 6.51	\$ 6.51	\$ 6.71
Base Charge (Meter Size)										
3/4 Inch	\$ 25.23	\$ 21.12	\$ 21.75	\$ 21.75	\$ 22.40	\$ 22.85	\$ 23.31	\$ 23.78	\$ 23.78	\$ 24.49
1 Inch	38.71	32.41	33.38	33.38	34.38	35.07	35.77	36.49	36.49	37.58
1 1/2 Inch	47.70	39.94	41.14	41.14	42.37	43.22	44.08	44.96	44.96	46.31
2 Inches	92.67	77.58	79.91	79.91	82.31	83.96	85.64	87.35	87.35	89.97
3 Inches	122.24	115.22	115.22	115.22	115.22	115.22	115.22	115.22	115.22	118.68
4 Inches	162.17	152.86	152.86	152.86	152.86	152.86	152.86	152.86	152.86	157.45
6 Inches	401.76	378.70	378.70	378.70	378.70	378.70	378.70	378.70	378.70	390.06

Schedule of Wastewater System Rate Increases (2014-2023)

<u>Date</u>	<u>Rate</u> <u>Increase</u>
Fiscal Year 2014	0.0%
Fiscal Year 2015	0.0%
Fiscal Year 2016	3.0%
Fiscal Year 2017	3.0%
Fiscal Year 2018	2.0%
Fiscal Year 2019	2.0%
Fiscal Year 2020	2.0%
Fiscal Year 2021	0.0%
Fiscal Year 2022	3.0%
Fiscal Year 2023	3.0%

City of Goodyear
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(Unaudited)

Governmental Activities									
Fiscal Year Ended June 30	General Obligation Bonds	Revenue Bonds	Contract Payable	Public			Premium on Debt Payable	Discount on Debt Payable	Financed Purchases
				Improvement Corporation Municipal Facilities Revenue Bond	McDowell Road Corridor Improvement District	Community Facilities District Bonds			
2013	26,555,569	-	-	12,431,467	42,390,000	109,823,000			
2014	24,616,149	-	-	11,047,495	42,383,378	107,194,657			
2015	21,638,323	-	-	10,037,745	40,881,328	108,520,857			
2016	18,564,501	-	-	8,859,189	39,304,278	106,289,435			
2017	21,987,761	-	-	127,152,711	37,647,228	103,870,391			
2018	43,983,309	-	-	121,145,790	34,870,000	94,683,268			
2019	64,022,774	-	-	100,376,526	28,910,000	87,776,000			
2020	61,007,711	-	-	102,722,600	26,610,000	86,300,170			
2021	94,324,553	24,735,000	-	62,248,918	23,315,000	73,456,000			
2022	113,133,855	23,855,000	-	54,461,237	21,080,000	67,187,000			
2023	107,045,360	19,150,000		50,580,000	17,815,000	65,183,000	17,955,361	(26,309)	60,628

Notes: Beginning in fiscal year 2023, the City began reporting Premiums, Discounts and Financed Purchases

Source: US Census Bureau, Applied Geographic Solutions/TIGER Geography, and City
Financial Records

Business-Type Activities									
Public Improvement Corporation			Water Infrastructure						
General Obligation Bonds	Municipal Facilities Revenue Bond	Revenue Bonds	Premium on Debt Payable	Discount on Debt Payable	Finance Authority Loan	Water Rights	Total	Percentage of Personal Income	Per Capita
85,384,431	102,180,000	31,390,000			10,998,942	-	421,153,409	22.13%	6,264
82,113,973	104,096,689	30,596,520			10,064,007	-	412,112,868	20.81%	5,773
77,607,211	103,970,274	30,114,933			9,096,237	-	401,866,908	21.38%	5,443
73,018,360	104,164,132	42,413,304			3,854,322	-	396,467,521	19.80%	5,304
66,702,679	-	41,924,131			3,591,773	-	402,876,674	21.52%	5,180
58,226,165	-	40,489,966			3,323,972	-	396,722,470	16.23%	4,750
48,957,226	-	37,175,000			3,050,815	-	370,268,341	14.16%	4,374
48,509,399	-	153,719,816			2,772,195	-	481,641,891	16.75%	5,420
40,480,447	-	139,065,000			2,488,002	-	460,112,920	14.90%	4,822
37,421,145	-	137,125,000			2,198,125	-	456,461,362	12.84%	4,490
34,294,640		135,100,000	14,974,174	-	1,902,451	-	464,034,305	11.69%	4,374

City of Goodyear
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended June 30	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage Estimated Actual Taxable Value of Property	Per Capita
2014	106,730,122	98,876	106,631,246	18.07%	1,494
2015	99,245,534	-	99,245,534	15.01%	1,344
2016	91,582,861	13,202	91,569,659	13.65%	1,225
2017	88,690,440	703,557	87,986,883	12.38%	1,131
2018	102,209,474	778,715	101,430,759	13.29%	1,215
2019	112,980,000	229,724	112,750,276	13.72%	1,332
2020	109,517,110	229,320	109,287,790	11.85%	1,230
2021	134,805,000	786,066	134,018,934	13.00%	1,406
2022	150,555,000	1,030,090	149,524,910	12.88%	1,471
2023	141,340,000	247,885	141,092,115	10.73%	1,330

Source: City Financial Records and Reports

Table 17

City of Goodyear
Direct and Overlapping Governmental Activities Debt
As of June 30, 2023
(Unaudited)

Overlapping Jurisdiction	Net Assessed Limited Property Value	Debt Outstanding	Estimated Percentage Applicable (a)	Net Debt Amount
Maricopa County	\$ 51,575,018,185	\$ -	2.51 %	\$ -
Maricopa County Community College District	51,575,018,185	135,585,000	2.51	3,401,385
Maricopa Special Healthcare District	51,932,898,351	600,335,000	2.49	14,956,660
Western Maricopa Education Center	19,300,490,997	130,195,000	6.70	8,727,894
Liberty Elementary School District No. 25	380,322,967	51,340,000	58.79	30,182,786
Avondale Elementary School District No. 44	599,104,380	37,400,000	86.78	32,455,720
Littleton Elementary School District No. 65	348,508,078	46,755,000	0.02	9,819
Litchfield Elementary School District No. 79	1,226,791,462	38,085,000	44.99	17,134,442
Mobile Elementary School District No. 86	9,200,008	None	47.47	None
Buckeye Union High School District No. 201	298,365,928	64,865,000	23.50	15,243,275
Tolleson Union High School District No. 214	1,607,350,531	240,430,000	0.005	12,022
Agua Fria Union High School District No. 216	1,825,895,664	115,060,000	59.53	68,495,218
Wildflower Ranch Community Facilities District No. 1	6,060,497	None	100.00	None
Wildflower Ranch Community Facilities District No. 2	6,119,028	260,000	100.00	260,000
Community Facilities General District No. 1	150,706,149	4,360,000	100.00	4,360,000
Community Facilities Utilities District No. 1	496,435,574	23,690,000	100.00	23,690,000
Estrella Mountain Ranch Community Facilities District	147,681,674	6,985,000	100.00	6,985,000
Cottonflower Community Facilities District	11,507,992	1,000,000	100.00	1,000,000
Centerra Community Facilities District	18,836,246	2,046,000	100.00	2,046,000
Cortina Community Facilities District	12,860,470	1,230,000	100.00	1,230,000
Palm Valley Community Facilities District	163,005,225	3,725,000	100.00	3,725,000
Subtotal of overlapping debt:	<u>\$ 181,692,177,591</u>	<u>\$ 1,503,346,000</u>		<u>\$ 233,915,220</u>
Direct Debt:				
City of Goodyear	\$ 1,293,848,816	\$ 431,070,451	100.00 %	\$ 431,070,451
Total Direct and Overlapping Debt				\$ 664,985,671
Total Governmental and Business-Type General Obligation Bonds		\$ 141,340,000	100.00 %	\$ 141,340,000

(a) Proportion applicable to the City of Goodyear, Arizona is computed on the ratio of net assessed limited property value for 2022/23

Sources: Maricopa County Assessor's Office and Official Statements

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Goodyear. This process recognizes that when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

City of Goodyear
Legal Debt Margin Information
For the Fiscal Years Ending June 30,
(Unaudited)

	Fiscal Year			
	2014	2015	2016	2017
Net Full Cash Assessed Value	\$ 590,258,652	\$ 659,588,897	\$ 670,952,898	\$ 871,205,504
<u>20% Limitation</u>				
Debt Limit Equal to 20% of Assessed Valuation	118,051,730	131,917,779	134,190,580	174,241,101
Total Debt Applicable to 20% Limit	<u>104,775,000</u>	<u>97,570,000</u>	<u>90,065,000</u>	<u>106,130,000</u>
Legal 20% Debt Margin (Available Borrowing Capacity)	<u>\$ 13,276,730</u>	<u>\$ 34,347,779</u>	<u>\$ 44,125,580</u>	<u>\$ 68,111,101</u>
Total net debt applicable to the limit as a percentage of debt limit	88.75%	73.96%	67.12%	60.91%
<u>6% Limitation</u>				
Debt Limit Equal to 6% of Assessed Valuation	\$ 35,415,519	\$ 39,575,334	\$ 40,257,174	\$ 52,272,330
Total Debt Applicable to 6% Limit	<u>250,000</u>	<u>220,000</u>	<u>205,000</u>	<u>190,000</u>
Legal 6% Debt Margin (Available Borrowing Capacity)	<u>\$ 35,165,519</u>	<u>\$ 39,355,334</u>	<u>\$ 40,052,174</u>	<u>\$ 52,082,330</u>
Total net debt applicable to the limit as a percentage of debt limit	0.71%	0.56%	0.51%	0.36%

Source: Maricopa County Treasurer's Office and City financial records and reports

Table 18

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 964,201,508	\$ 1,043,418,163	\$ 1,183,659,155	\$ 1,360,568,112	\$ 1,586,384,072	\$ 1,771,783,740
192,840,302	208,683,633	236,731,831	272,113,622	317,276,814	354,356,748
<u>97,065,000</u>	<u>112,980,000</u>	<u>102,605,000</u>	<u>95,275,000</u>	<u>114,070,000</u>	<u>108,255,000</u>
<u>\$ 95,775,302</u>	<u>\$ 95,703,633</u>	<u>\$ 134,126,831</u>	<u>\$ 176,838,622</u>	<u>\$ 203,206,814</u>	<u>\$ 246,101,748</u>
50.33%	54.14%	43.34%	35.01%	35.95%	30.55%
\$ 57,852,090	\$ 62,605,090	\$ 71,019,549	\$ 81,634,087	\$ 95,183,044	\$ 106,307,024
<u>-</u>	<u>-</u>	<u>-</u>	<u>39,530,000</u>	<u>36,485,000</u>	<u>33,085,000</u>
<u>\$ 57,852,090</u>	<u>\$ 62,605,090</u>	<u>\$ 71,019,549</u>	<u>\$ 42,104,087</u>	<u>\$ 58,698,044</u>	<u>\$ 73,222,024</u>
0.00%	0.00%	0.00%	48.42%	38.33%	31.12%

Table 19

City of Goodyear
Pledged-Revenue Coverage
For the Fiscal Years Ending June 30,
(Unaudited)

Public Improvement Corporation Municipal Facilities Revenue Bonds						
Fiscal Year Ended June 30	Operating Revenue	Pledged Revenue	Debt Service		Coverage	
			Principal	Interest		
2014	81,109,035	62,768,755	85,000	5,702,661	10.85	
2015	82,672,164	59,861,110	230,000	5,458,563	10.52	
2016	87,880,128	67,903,484	235,000	5,451,663	11.94	
2017	95,623,345	68,619,826	3,220,000	3,674,649	9.95	
2018	107,069,770	69,446,051	3,500,000	4,710,941	8.46	
2019	116,486,271	116,789,415	5,840,000	4,563,216	11.23	
2020	152,851,661	116,812,121	6,110,000	4,299,271	11.22	
2021	167,084,631	139,901,726	6,920,000	3,493,813	13.43	
2022	191,216,325	158,008,523	7,787,680	2,648,118	15.14	
2023	198,125,275	160,955,757	3,381,236	2,302,727	28.32	

Water & Sewer Bonds & Loans						
Fiscal Year Ended June 30	Operating Revenue	Less: Operating Expenses	Net Operating Revenue	Debt Service		Coverage
				Principal	Interest	
2014	24,989,997	12,684,374	12,305,623	1,439,935	2,212,948	3.37
2015	24,748,802	13,405,653	11,343,149	1,467,770	2,207,414	3.09
2016	27,964,881	15,205,094	12,759,787	1,496,834	2,159,000	3.49
2017	31,380,884	18,471,783	12,909,101	1,682,550	2,268,124	3.27
2018	35,230,057	13,551,129	21,678,928	1,742,801	2,292,417	5.37
2019	42,658,585	19,584,574	23,074,011	1,613,157	2,014,361	6.36
2020	60,392,907	26,552,787	33,840,120	2,283,620	1,199,376	9.72
2021	62,983,880	32,793,218	30,190,662	2,439,193	5,071,602	4.02
2022	53,394,756	32,972,216	20,422,540	2,229,877	5,369,470	2.69
2023	53,005,605	31,754,447	21,251,158	2,320,674	5,295,390	2.79

Source: City Financial Records and Reports

Table 20

City of Goodyear
Demographic and Economic Statistics
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Population	Personal Income (in thousands)	Per Capita Personal Income	Median Age	Education Level in Years of Schooling	Unemployment Rate
2014	73,832	\$ 1,879,673	\$ 25,459	36.5	13 to 16	7.2%
2015	74,743	\$ 2,001,907	\$ 26,784	35.6	13 to 16	5.7%
2016	77,776	\$ 1,871,990	\$ 24,069	36.7	13 to 16	5.5%
2017	78,189	\$ 2,157,938	\$ 27,599	36.7	13 to 16	4.4%
2018	83,512	\$ 2,443,812	\$ 29,263	37.1	13 to 16	4.2%
2019	84,659	\$ 2,615,370	\$ 30,893	37.1	13 to 16	4.8%
2020	88,870	\$ 2,875,389	\$ 32,355	38.2	13 to 16	9.4%
2021	95,294	\$ 3,083,237	\$ 32,355	38.7	13 to 16	6.9%
2022	101,662	\$ 3,554,917	\$ 34,968	38.7	13 to 16	3.6%
2023	106,090	\$ 3,969,888	\$ 37,420	38.7	13 to 16	4.1%

Source: Bureau of Labor Statistics and City Financial Records

Table 21

City of Goodyear
Principal Employers
Current Fiscal Year and Nine Fiscal Years Prior
(Unaudited)

Major Corporation	Fiscal Year			Fiscal Year		
	2014		Percentage of Total City Employment	2023		Percentage of Total City Employment
	Employees	Rank		Employees	Rank	
Amazon Fulfillment			0.00%	2,260	1	4.89%
UPS - Regional Ops Center			0.00%	1,860	2	4.03%
Chewy.com			0.00%	1,490	3	3.23%
Abrazo Healthcare (West Valley Hospital)	750	2	2.16%	1,150	4	2.49%
Macys	600	4	1.73%	1,020	5	2.21%
City of Goodyear	511	5	1.47%	904	6	1.96%
Meyer Berger			0.00%	569	7	1.23%
Subzero Freezer Co	428	7	1.23%	510	8	1.10%
City of Hope (Cancer Treatment Centers of America)	650	3	1.87%	500	9	1.08%
MIly USA			0.00%	420	10	0.91%
Arizona State Prison/Perryville	825	1	2.38%			
Amazon.com	500	6	1.44%			
McLane West	360	8	1.04%			
Aeroturbine	300	9	0.86%			
Lockheed Martin	250	10	0.72%			
Total	<u>5,174</u>		<u>14.91%</u>	<u>10,683</u>		<u>23.13%</u>

Source: City Records (Employment numbers are self-reported; does not include grocery/retail stores)
2023 labor force = 46,189 ; 2014 labor force = 34,709

City of Goodyear
Full-time Equivalent City Government Employees by Function
Last Ten Fiscal Years
(Unaudited)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Government	55	69	55	62	50	83	83	83	109	111
Financial Services	27	28	29	31	31	31	32	32	34	34
Information Services	15	18	18	18	19	23	24	24	34	36
Police										
Officers	91	93	96	103	108	111	114	114	136	148
Civilians	29	30	35	38	42	43	49	49	53	58
Planning and Development	23	21	50	50	49	46	50	52	65	64
Fire										
Firefighters and Officers	91	90	92	92	92	106	106	106	126	138
Civilians	8	12	10	10	17	19	20	20	21	24
Human Resources	10	10	10	11	10	11	14	14	16	18
Community Services	0	0	0	0	0	0	0	0	0	0
Economic Development	4	5	6	6	6	6	8	8	11	11
Municipal Services	10	13	13	13	14	15	16	16	20	24
Public Works	75	87	63	63	81	93	95	111	138	148
Water	24	26	27	27	28	29	33	35	32	37
Wastewater	20	19	19	17	18	19	25	28	31	40
Sanitation	5	6	8	7	7	9	10	14	11	14
Total	<u>487</u>	<u>527</u>	<u>531</u>	<u>548</u>	<u>572</u>	<u>644</u>	<u>680</u>	<u>706</u>	<u>837</u>	<u>904</u>

Source: City Financial Records and Reports

City of Goodyear
Operating Indicators by Function
Last Ten Fiscal Years
(Unaudited)

Function	2014	2015	2016	2017
General Government				
<i>City Clerk's Office</i>				
# of records requests	504	598	629	770
<i>City Prosecutor's Office</i>				
Charges filed/charges adjudicated (resolved)	3,170	3,623	3,608	4,261
<i>City Manager's Office</i>				
% of survey respondents rating "Your Neighborhood as a Place to Live" as good to excellent	95%	95%	93%	93%
<i>Digital Communications</i>				
News releases/media updates	76	NA	88	126
Growth of Digital assets (Facebook, Twitter, Instagram, & LinkedIn combined)				
Total newsletter pages sent to citizens	114	136	144	128
Number of visits to website	491,540	633,643	543,565	302,777
Number of web pages viewed	1,850,471	1,855,914	1,472,765	1,500,539
Number of graphics/photography projects completed	275	135	103	157
Police				
# of total arrests	2,612	2,846	2,661	3,296
# of moving violations citations	10,586	5,919	3,479	4,382
Fire				
# of emergency responses	8,298	6,972	6,002	7,498
# of fires extinguished	242	205	165	214
# of inspections	752	1,539	1,253	2,050
Financial Services				
# accounts payable checks issued	6,403	6,254	5,914	5,772
# purchase orders	1,091	1,009	1,442	1,512
# water meters read annually	191,189	196,863	201,704	208,083
Planning and Development				
Customer wait-time (in minutes) at One Stop Shop	<1	<1	NA	NA
Total number of permits issued	3,580	2,868	5,610	5,732
Provide applicant with pre-application meeting within 30 days of submitting request %	1	1	1	1
% of inspections performed within 24 hours of request	1	0.96	1	1
Human Resources				
# of new hires (FT & PT) (1)	180	144	362	204
HR budgeted operating cost as a % of City budgeted payroll	4.85%	5.05%	5.06%	6.00%
Parks and Recreation				
# attending Park & Recreation facilities and Libraries annually (2)	74,527	74,527	188,000	249,000
# of square feet of medians and rights of way maintained	23,151,438	23,151,438	23,151,438	23,151,438
Economic Vitality				
Sales Tax growth (% annual change)	8.76%	3.85%	8.86%	4.04%
Bed Tax growth (% annual change)	-4.12%	25.71%	2.75%	-3.80%

Table 23

2018	2019	2020	2021	2022	2023
904	767	898	1,106	1,008	1,430
4,031	3,656	3,032	3,959	3,539	5,965
91%	95%	95%	93%	93%	86%
132	NA	132	114	59	81
9,650	14,380	22,307	28,466	31,152	10,178
232	192	206	194	204	196
588,580	480,518	533,395	685,787	877,105	528,643
1,271,883	1,407,259	1,450,461	1,615,332	1,984,408	1,842,961
318	143	485	177	494	232
2,808	1,585	1,478	2,456	4,462	4,124
2,281	2,327	2,465	2,844	4,561	3,438
9,115	9,583	9,671	9,681	10,406	11,423
252	204	182	210	193	188
853	909	2,024	4,183	3,235	5,334
5,254	4,941	5,205	4,146	4,372	5,288
1,166	1,309	1,407	1,379	1,480	1,810
217,700	226,869	233,432	256,488	271,179	275,128
NA	NA	NA	NA	<1	NA
5,228	5,137	1,490	60	1,235	4,988
1	1	1	1	NA	NA
1	1	1	1	100%	100%
220	234	143	258	320	362
3.12%	2.23%	4.44%	4.45%	4.83%	6.01%
275,000	299,000	283,093	266,262	1,236,522	2,069,276
23,151,438	23,151,438	23,250,000	23,295,000	23,675,000	23,675,000
11.66%	13.50%	37.90%	21.00%	13.30%	2.10%
14.37%	9.60%	-6.60%	29.20%	45.30%	-0.30%

City of Goodyear
Operating Indicators by Function
Last Ten Fiscal Years
(Unaudited)

Function	2014	2015	2016	2017
Municipal Services				
# of homes serviced by Residential Refuse Collection	24,346	25,320	26,323	26,792
# of citizens serviced by Household Hazardous Waste collection program	550	536	503	592
Water Service				
# of residential customers	14,959	15,404	16,132	16,713
# of multifamily customers	35	36	36	36
# of commercial customers	1,025	1,055	865	846
Water Service Connections	17,533	17,533	17,034	17,899
Water production daily peak demand (million gallons per day)	11.70	12.70	11.70	12.90
Reclaimed Water Supplied (million gallons per day)	0.32	0.63	0.63	0.38
Wastewater				
# of residential customers	14,877	15,335	16,064	16,649
# of multifamily customers	36	69	36	36
# of commercial customers	370	373	382	381
Sewer Service Connections	16,918	17,139	18,236	18,980
Sewage Treated (millions gallons per day)	4.20	3.81	4.15	4.36
Other Public Works				
Street resurfacing (miles)	19.20	83.23	109.00	70.33
Potholes repaired	1,166	1,253	1,339	756
Citizen & Neighborhood Resources				
# of new Code Enforcement cases processed per year	3,018	2,863	3,544	3,212

Source: City Financial Records and Reports

NA - information is not readily available at time of production

(1) Large increase is due to a one-time hiring of special census employees

(2) Large increase is due to inclusion of library visitors in FY2016 and new Recreation Center in FY2022

Table 23

2018	2019	2020	2021	2022	2023
29,911	29,673	29,673	31,864	33,094	34,984
816	631	418	469	361	512
17,733	19,333	19,374	20,284	21,688	22,575
36	38	38	39	60	91
839	621	636	1,054	1,025	677
18,552	19,992	20,048	21,377	21,464	21,524
12.90	12.40	13.60	15.30	16.90	16.00
0.13	NA	NA	NA	NA	NA
17,886	19,325	20,383	20,383	22,732	23,844
36	16	16	16	60	91
381	270	271	271	444	478
19,340	20,292	20,670	20,670	21,781	21,781
4.47	4.70	4.69	4.69	5.82	5.85
105.27	51.56	133.41	116.00	102.20	72.80
1,344	586	60	103	67	83
2,738	2,615	1,943	2,488	3,352	3,151

Table 24

City of Goodyear
Capital Asset Statistics by Function
Last Ten Fiscal Years
(Unaudited)

Function	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Public Safety										
Police:										
Stations	3	4	4	6	5	5	4	2	2	2
Police Vehicles	119	133	134	150	133	139	147	155	191	191
Fire Stations	6	6	7	6	6	5	5	7	7	7
Highways and Streets										
Street (miles)	934	934	934	934	939	945	1,012	1,041	1,136	1,147
Streetlights	8,832	8,832	9,041	8,651	9,184	9,635	9,635	9,991	10,198	10,422
Traffic signals	86	86	89	89	92	93	95	102	106	108
Culture and Recreation										
Parks	17	18	18	18	18	18	18	18	20	20
Parks Acreage	204	206	206	206	206	206	206	206	238	252
Swimming Pools	1	1	1	1	1	1	1	1	2	2
Tennis Courts	6	6	6	6	6	6	6	6	8	8
Recreation/Community Centers	1	1	1	1	1	1	1	1	2	2
Water										
Water Mains (miles)	308	308	330	336	326	330	331	353	374	508
Fire Hydrants	2,808	2,951	3,031	3,152	3,177	3,348	3,461	3,475	3,575	7,310
Storage capacity (Millions of Gallons)	16	16	16	16	16	16	18	18	18	16
Wastewater										
Sanitary Sewers (miles)	239	242	254	260	265	276	270	276	284	530
Storm Sewers (miles)	63	55	54	55	N/A	N/A	N/A	N/A	62	45
Treatment capacity (MGD) (thousands of gallons)	5.6	5.6	5.6	5.6	5.6	5.6	5.6	5.3	7.6	7.6

Source: City Financial Records and Reports



ANNUAL COMPREHENSIVE FINANCIAL REPORT

City of Goodyear, Arizona
Finance Department
1900 North Civic Square
Goodyear, Arizona 85395
623-932-3015



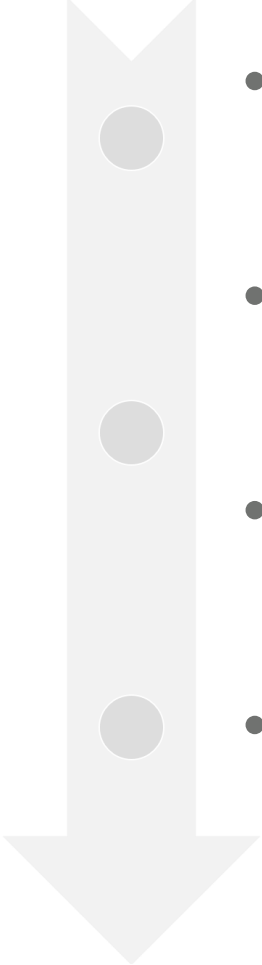


Audit Communication to Governance

Year Ended June 30, 2023

Presented by Jill A. Shaw, CPA
December 11, 2023

Audit Timeline

- 
- June 2023 – Engagement Letter Issued
 - September 2023 – Preliminary Fieldwork
 - October 2023 – Final Fieldwork
 - November 28, 2023 – Audit Reports Issued
- 

Council Acceptance of the Audit Reports

Arizona Revised Statutes 9-481(H): Within ninety days after completing an audit pursuant to this section, the governing body of the city or town shall require the certified public accountant who performed the audit to present the audit results and any findings to the governing body in a regular meeting without the use of a consent agenda, and the governing body shall demonstrate compliance with section 41-1494.

- Statute above is applicable beginning with FY21 audits.
- City management has already accepted responsibility for the financial statements and maintenance of internal controls.

Scope of Audit Services

- Perform an audit in accordance with U.S. generally accepted auditing standards, *Government Auditing Standards*, and Uniform Guidance (Single Audit)
- Perform an audit of nine Community Facility Districts
- Issue an accountant's report based on an examination of the Annual Expenditure Limitation Report
- Issue an accountant's report on Highway User Revenue Fund (HURF) expenditures in accordance with ARS §9-481(B)(2)

Responsibilities of Auditor and Management

- **Fraud Communications**

- Inquiries regarding fraud and noncompliance were conducted with members of management and other employees
- Responsibility for fraud ultimately rests with management and the Council

- **Auditor's Responsibilities**

- Audit designed to provide reasonable, not absolute assurance
- Management is ultimately responsible for the financial statements

New Accounting Policies or Standards Implemented

- Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Agreements (SBITAs)*, was implemented during the year.

This new standard (1) defines a subscription-based information technology arrangement (SBITA); (2) establishes that a SBITA results in a right to use subscription asset – an intangible asset – and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. Implementation of GASB No 96 did not impact the City's financial statements.

New Accounting Policies or Standards Implemented

- Governmental Accounting Standards Board (GASB) Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, was implemented during the year.

This new standard enhances reporting for arrangements in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Implementation of GASB Statement No 94 did not impact the City's financial statements.

Significant Estimates in the Financial Statements

- Useful lives of depreciable assets
- Allowance for uncollectible receivable balances
- Assumptions used in the actuarial valuations of the pension plans
- Insurance claims incurred but not reported

Summary of Audit Adjustments

Audit adjustments are necessary for known or likely misstatements identified in the financial statements during the audit that are not trivial in nature.

We are pleased to report that during the course of the audit, we did not recommend any audit adjustments that meet this criteria.

Other Required Communications

- There were no disagreements with management over financial accounting, reporting or audit matters.
- Management provided the required representation letter at the conclusion of the audit.
- Heinfeld Meech continually assesses client relationships to ensure compliance with relevant ethical requirements such as independence.

Annual Comprehensive Financial Report Highlights

- Page 13 - Independent Auditor's Report (Unmodified Opinion)
- Page 23 - Management's Discussion and Analysis
- Page 43 – Financial Statements
- Page 63 – Notes to the Financial Statements
- Page 160 – Statistical Section

Single Audit Report Highlights

- Page 8 – Schedule of Findings and Questioned Costs
 - Auditors did not report any significant deficiencies or material weaknesses in internal control.
- Major Federal Program:
 - Coronavirus State and Local Fiscal Recovery Funds
- City is considered a low-risk auditee

Final Comments

- Management and staff were cooperative and helpful during the audit process.
- Audits met all state and federal regulatory deadlines.
- The Annual Comprehensive Financial Report was issued in time to meet the GFOA submission deadline for the *Certificate of Achievement for Excellence in Financial Reporting*.

Thank you

Jill A. Shaw, CPA
jill.shaw@hm.cpa
623-237-7951



City of Goodyear Annual Comprehensive Financial Report and Audit Results

City Council Meeting
December 11, 2023

- Annual Comprehensive Financial Report
- Independent audit

Annual Comprehensive Financial Report

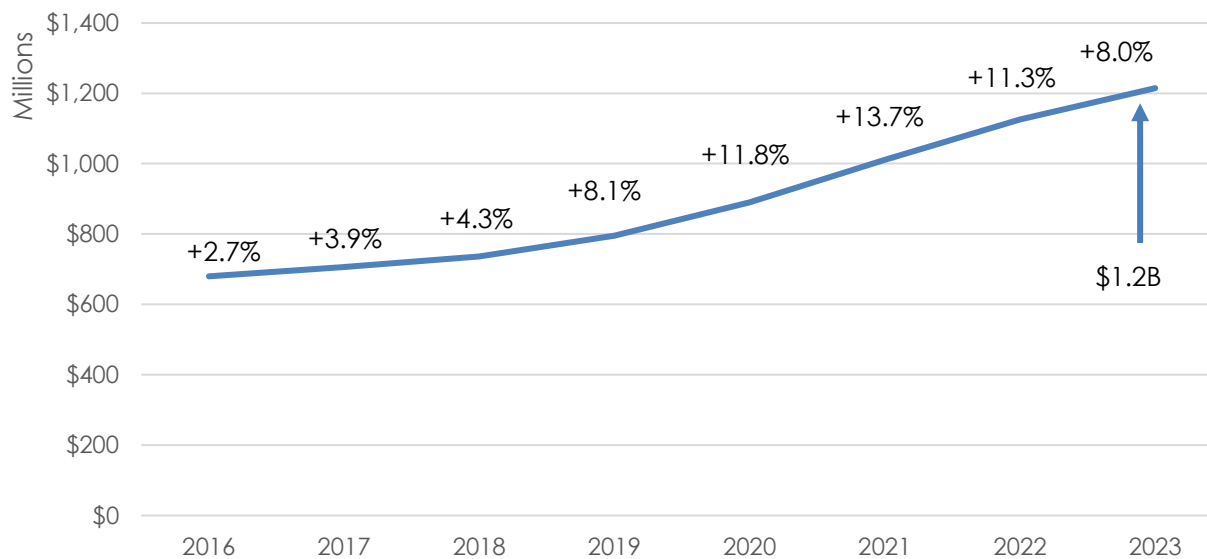


- Standardized reports
 - Governmental Accounting Standard Board
- Potential investors can make comparisons
- Required by state statute

Annual Comprehensive Financial Report



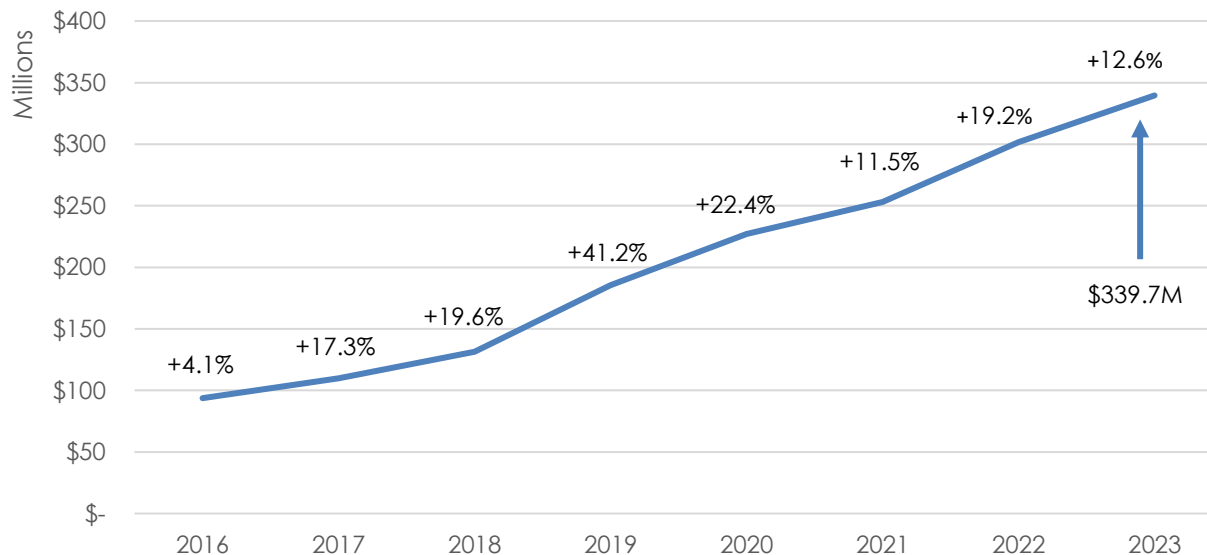
Government-wide Net Position



Annual Comprehensive Financial Report



Governmental Funds - Fund Balance

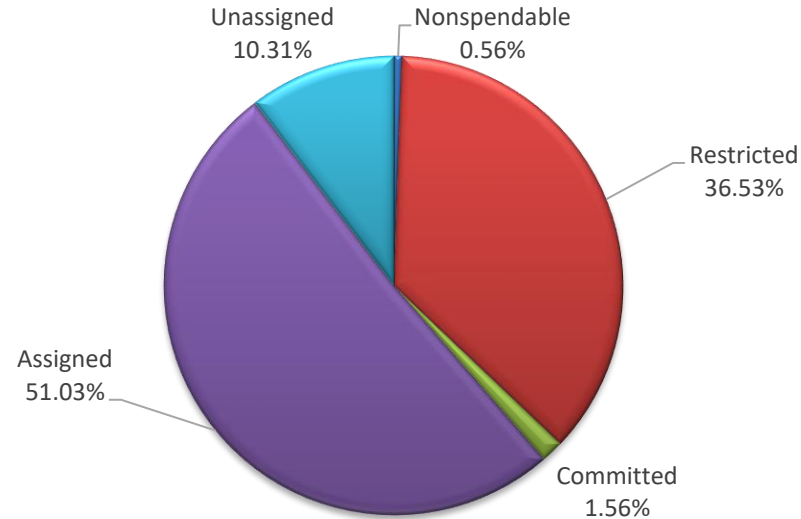


Annual Comprehensive Financial Report



Governmental Funds Fund Balance

Category	Amount
Nonspendable	\$ 1.9M
Restricted	124.1M
Committed	5.3M
Assigned	173.3M
Unassigned	35.0M
Total	\$ 339.66M



■ Nonspendable ■ Restricted ■ Committed ■ Assigned ■ Unassigned

Independent audit



- Independent Auditors' Report
 - Unmodified opinion (clean audit)
- Report on internal control
 - No significant deficiencies or material weaknesses
- Report on State legal compliance
 - Complied, in all material respects

Independent audit



- Single Audit Act report
 - Complete, no issues
- Annual Expenditure Limitation Report
 - Underway

ACFR and Audit Results



- Unmodified Opinion
- No significant deficiencies or material weaknesses
- Financial position continues on upward trend

ITEM #: 8.
DATE: 12/11/2023
AI #:1755



CITY COUNCIL ACTION REPORT

SUBJECT: 2024 STATE AND FEDERAL LEGISLATIVE AGENDA

STAFF PRESENTER(S): Ginna Carico, Government Relations Manager &
Haley Rahlf, Government Relations Coordinator

SUMMARY

Staff will provide a recap on the 2023 Legislative Session and seek approval of the 2024 State and Federal Legislative Agenda.

STRATEGIC PLAN ALIGNMENT



Quality of Life



Fiscal Resource
Management



Economic
Vitality



Sense of
Community

RECOMMENDATION

ADOPT RESOLUTION NO. 2023-2365, ADOPTING A 2024 STATE AND FEDERAL LEGISLATIVE AGENDA AND PROVIDING AUTHORIZATION TO THE CITY MANAGER OR HER DESIGNEE(S) TO TAKE ACTION. (Ginna Carico, Government Relations Manager)

FISCAL IMPACT

The legislative agenda includes aspects to protect existing state and local revenues as well as to explore available resources such as state and federal appropriations.

BACKGROUND AND PREVIOUS ACTIONS

Council approved the 2023 Legislative Agenda by resolution on January 9, 2023, which continues to be the guiding document until an updated legislative agenda is approved.

STAFF ANALYSIS

The Second Regular Session of Arizona's 56th Legislature will convene on Monday, January 8, 2024. The 118th United States Congress convened on January 3, 2023 and will conclude on January 3, 2025.

At the beginning of each legislative session, the Government Relations staff seeks Council adoption of the legislative agenda, which defines the City's legislative priorities and guides the City's government relation activities.

Throughout the year, Government Relations staff will provide regular updates on activity related to the legislative agenda as well as any other legislative activity that could have an impact on Goodyear and other municipalities. Government Relations staff may return to Council to present information and receive formal direction on specific bills and/or amendments that may have a significant impact, or do not fall under the guiding principles established in the legislative agenda.

Attachments

Resolution No. 2023-2365

Exhibit A - 2024 Legislative Agenda

Staff Presentation

RESOLUTION NO. 2023-2365

A RESOLUTION OF THE MAYOR AND COUNCIL OF THE CITY OF GOODYEAR, MARICOPA COUNTY, ARIZONA, ADOPTING A 2024 STATE AND FEDERAL LEGISLATIVE AGENDA AND PROVIDING AUTHORIZATION TO THE CITY MANAGER OR HER DESIGNEE(S) TO TAKE ACTION.

WHEREAS, an objective of the City Council is to adopt a legislative program which strengthens local government, promotes City goals and defends the City against legislative actions by State and Federal governments that would weaken local government and/or take away traditional revenue sources;

WHEREAS, it is vital to the fiscal health and the self determination of the City to effectively communicate with state legislators and federal representatives in order to favorably influence state and federal legislation, regulations and grant requests;

WHEREAS, the Arizona League of Cities and Towns conducts a legislative analysis and advocacy program on behalf of cities for state issues, which is governed annually by the League resolutions process adopted by cities around the state at the annual conference each fall;

WHEREAS, the City desires to be proactive and involved in the governmental decision making processes directly affecting the City's legislative priorities identified in the Arizona League of Cities and Towns legislative priorities and other selected issues as may from time to time be recommended by the Arizona League of Cities and Towns; and

WHEREAS, a key component of the City's Legislative Action Program is face to face meetings between City representatives and elected officials at the federal, state and county levels, and coordination with similar efforts made by other regional and local entities such as Maricopa Association of Governments (MAG), Valley Metro, AMWUA, WESTMARC and Luke West Valley Partners.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GOODYEAR, MARICOPA COUNTY, ARIZONA, AS FOLLOWS:

SECTION 1. The 2024 State and Federal Legislative Agenda attached hereto as Exhibit A is adopted.

SECTION 2. The City Manager or her designee(s) are hereby authorized to take all actions necessary to carry out the intent of this Resolution and the 2024 State and Federal Legislative Agenda, attached hereto as Exhibit A.

PASSED AND ADOPTED by the Mayor and Council of the City of Goodyear, Maricopa County, Arizona, by a _____ vote, this _____ day of _____, 20____.

Joe Pizzillo, Mayor

Date: _____

ATTEST:

APPROVED AS TO FORM:

Darcie McCracken, City Clerk

Roric Massey, City Attorney

City of Goodyear, Arizona

2024 Federal & State Legislative Agendas



INTRODUCTION

The purpose of this document is to define the City of Goodyear's legislative priorities and core values for the 2024 federal and state legislative sessions. This serves as the leading document to provide direction to Government Relations staff to ensure the City is actively engaging on issues at the U.S. and State Capitols that reflect the priorities and mission of the Goodyear City Council.

CORE VALUES

Maintain Goodyear's High Quality of Life

Protect those attributes that make Goodyear a desirable community for families and businesses alike. These may include: open space; economic prosperity; safe neighborhoods; protecting zoning and design review; efficient transportation; public safety; and managed growth.

Preserve Local Funding

Protect existing funding sources that bring revenue to the City of Goodyear, which support the quality of life for its residents. The most common examples of this are the portion of state shared income tax (urban revenue sharing), state transaction privilege tax, food taxes, and Highway User Revenue Fund monies cities receive from the state. Any efforts to reduce, sweep or eliminate any of these shared revenue sources will be opposed. Support policy solutions created to offset the impact of the elimination of residential rental tax beginning January 1, 2025.

Oppose Preemption of Local Authority

Support local decision-making authority. The City of Goodyear was created by its residents through incorporation in 1946 - the community entrusts their local elected officials to protect public health, safety and quality of life. Any efforts to weaken or eliminate local control and decision-making authority through preemption or mandates will be opposed.

Protect the Mission of Luke Air Force Base

Sustain the long-term mission and viability of Luke Air Force Base through local and regional community support as well as any state or federal legislation that strengthens local efforts to protect the base. Specific items may include: protecting military airports, limiting encroachment, and expanding future missions.

Promote Economic Development & Prosperity

Maintain and enhance the caliber of economic development opportunities available to the City through supporting new and existing tools for private sector growth and revitalization. Support legislative changes that allow growth to pay for itself in order to attract new and reliable development opportunities.

Collaborate to Build a Robust Transportation Network

Engage and collaborate with regional partners to ensure Goodyear's residents have reliable and efficient transportation options in and out of their community. Support efforts to ensure the extension of the region's half-cent transportation sales, Proposition 479, passes on the ballot. Encourage efforts that modernize existing funding sources to ensure viability and maintenance of the transportation network.

Support federal and state funding for statewide, regional and local transportation and infrastructure projects. Work collaboratively with our federal, state, regional, and other local delegations to secure grant funding for the region's important infrastructure needs.

Protect & Enhance Water Supply

Collaborate with the Arizona Municipal Water Users Association to support legislation that encourages practical water efficiency and conservation measures. Protect surface water and uphold the principles of the Groundwater Management Act. Ensure the City of Goodyear is able to supply assured, safe and sustainable water and wastewater services to its residents.

Phoenix-Goodyear Airport

Continue to partner with the City of Phoenix (Arizona) to ensure continued operations of the Phoenix-Goodyear Airport. Monitor and be aware of changes made by the Federal Aviation Administration.

2024 State & Federal Legislative Update

Ginna Carico
Government Relations Manager

Haley Rahlf
Government Relations Coordinator

What To Expect...

- I. 2023 Session Overview
- II. Upcoming Election Season
- III. Federal & State Agendas
- IV. 2024 Legislative Issues
- V. Questions

Government Relations Overview



FEDERAL, STATE, REGIONAL & LOCAL

The mission of Government Relations is to advance and protect the interests of Goodyear residents as represented by the Mayor and City Council.



Session Stats & Overview



2022 & 2023

2022

2023

Bills Introduced

1,613

1,674

Bills Signed

388

205

Bills Vetoed

4

143

General Effective
Date

9/24/22

10/30/23



2023 Major Themes



56TH LEGISLATURE, 1ST REGULAR SESSION

- Prop 479 Enabling Legislation
- Budget, Revenue Surplus & Tax Cuts
- Goodyear Efforts (SB1006 & SB1516)
- Zoning, Permitting & Affordable Housing

Upcoming Elections



LOOKING AHEAD: 2024

- Legislature 2024; Governor 2026
- Swing Legislative Districts
- Impact of Congressional Races



Federal Representation



STATE SENATORS, CD 7 & 9



Kyrsten Sinema



Mark Kelly



Raul Grijalva



Paul Gosar

Legislative District 22



SOUTHEAST GOODYEAR



Senator
Eva Diaz

*Member: Appropriations;
Government; Military Affairs,
Public Safety & Border Security*



Representative
Lupe Contreras

Minority Leader
Member: Judiciary



Representative
Leezah Sun

*Member: Commerce; Military
Affairs & Public Safety;
Transportation & Infrastructure*

Legislative District 23



SOUTH GOODYEAR



Senator
Brian Fernandez

*Member: Appropriations; Natural
Resources, Energy & Water*



Representative
Mariana Sandoval

*Member: Ways & Means; Land, Ag
& Rural Affairs*



Representative
Michele Peña

*Vice-chair: Land, Ag & Rural Affairs
Member: Education; Regulatory
Affairs*

Legislative District 25



NORTHWEST GOODYEAR



Senator
Sine Kerr

Majority Whip

*Chair: Natural Resources, Energy & Water
Member: Rules; Appropriations;
Education*



Representative
Tim Dunn

*Chair: Government
Member: Appropriations;
Appropriations Subcommittee on
Health; Natural Resources, Energy &
Water*



Representative
Michael Carbone

*Vice Chair: Commerce
Member: Land, Ag & Rural Affairs;
Ways & Means; Appropriations*

Legislative District 29



NORTH GOODYEAR



Senator
Janae Shamp

*Vice Chair: Health & Human Services
Member: Finance; Government*



Representative
Steve Montenegro

*Chair: Health & Human Services
Member: Government;
Transportation & Infrastructure*



Representative
Austin Smith

*Vice-chair: Natural Resources, Energy &
Water
Member: Municipal Oversight & Elections;
Ways & Means*

2024 Federal & State Agenda



GUIDING PRINCIPLES

- Maintain Goodyear's High Quality of Life
- Preserve Local Funding
- Support Local Control
- Protect the Mission of Luke Air Force Base
- Promote Economic Development & Prosperity
- Collaborate to Build a Robust Transportation Network
- Protect & Enhance Water Supply
- Phoenix-Goodyear Airport



Upcoming Legislative Issues



56TH LEGISLATURE, 2ND REGULAR SESSION

- Protecting Local Revenues
- Sober Living Homes
- Short-Term Rentals
- Housing Supply & "Light Touch Density"
- Others?



Building Legislative Relationships



COLLABORATION & COMMUNITY INVOLVEMENT IS KEY

- Loop 303 Legislative Tour
- LEAD Day at the Capitol
- Thoughts? Suggestions?





Questions?