

Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2025



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City of Glendale, Arizona
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2025



Prepared by the:
Budget and Finance Department

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City of Glendale, Arizona

ANNUAL COMPREHENSIVE FINANCIAL REPORT

INTRODUCTORY SECTION

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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City of Glendale, Arizona

Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2025

Mayor Jerry Weiers

Councilmembers

Lauren Tolmachoff - Vice Mayor, Cholla District

Leandro Baldenegro - Ocotillo District

Lupe Conchas - Cactus District

Dianna Guzman - Yucca District

Ray Malnar - Sahuaro District

Bart Turner - Barrel District

Management Staff

Kevin Phelps - City Manager

Vicki Rios - Assistant City Manager

Jamsheed Mehta - Assistant City Manager

Prepared by Budget and Finance Department

Levi D. Gibson - Director

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**City of Glendale, Arizona
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2025**

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December 29, 2025

To the Honorable Mayor, Members of the City Council, and Citizens of the City of Glendale, Arizona:

The Budget and Finance Department is pleased to submit the City of Glendale, Arizona's Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2025. The ACFR includes a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP). The financial statements are audited by a firm of licensed certified public accountants in accordance with generally accepted auditing standards (GAAS).

City Management assumes full responsibility for the accuracy and completeness of the data, including all disclosures presented in this report. To provide a reasonable basis for making these representations, Management has established a comprehensive internal control framework that is designed to both protect the government's assets from loss, theft, or misuse; and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements are free of material misstatement. To the best of our knowledge and belief, this financial report is complete and reliable in all material respects and is designed to fairly represent the financial position of the operations of the various funds of the City.

This letter of transmittal provides a summary of the City's profile, economic prospects, and achievements and is best reviewed in conjunction with the Management's Discussion and Analysis (MD&A) beginning on page 19. The MD&A provides a narrative introduction, overview, and analysis of the City's financial statements.

Independent Audit

The City's financial statements have been audited by CliftonLarsonAllen LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City for the fiscal year ended June 30, 2025, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation.

The City's independent auditors also perform the Single Audit of the City's federal grant programs. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements involving the administration of federal awards. The Single Audit Reporting Package is issued separately from this financial report and is available upon request.

Budgetary Controls

The annual budget serves as the foundation for the City's financial planning and control. City departments are required to submit requests for appropriation to the City Manager on or before the last week of December each year. Management uses these requests to develop a budget to propose to the City Council for review and adoption. The City Council is required to hold public hearings on the proposed budget and adopt the final budget by the first Monday in August. The City maintains budgetary controls that are designed to ensure compliance with budgetary and legal provisions contained in the annually appropriated operating and capital project budgets approved by the City Council. The legal level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the city-wide level consisting of the total operating budget and the total capital projects budget, as adopted by the City Council. For budget

administrative purposes, the City maintains budgetary controls at the fund and department level. Department Heads may request transfers of appropriations within the same fund for his/her department. However, transfers of appropriations between funds and departments require City Council approval and can only occur in the last quarter of the fiscal year.

The City adopts an annual appropriated budget for its General Fund, Special Revenue Funds, Capital Projects Funds, Debt Service Funds, Permanent Fund, and Enterprise Funds. Budget-to-actual comparisons are provided in this report for each individual fund to demonstrate compliance with this budget.

Arizona state law and Glendale City financial policies require that each annual City budget be a balanced budget. A balanced budget means the total expenditures cannot exceed the budgeted period's total financial resources available. The adopted FY24-25 budget complies with the balanced budget requirement in all City funds. Additionally, the State of Arizona sets a limit on the expenditures of local jurisdictions and the City must comply with the expenditure limitation. The City submits an expenditure limitation report as defined by the Uniform Expenditure Reporting System (A.R.S. §41-1279.07) along with audited financial statements to the Arizona Auditor General within the required timeframe.

City of Glendale Profile

The City of Glendale, Arizona is the seventh largest city in the state with a population of approximately 260,000 people. Located in the northwestern part of the metropolitan Phoenix area and occupying approximately 67.6 square miles of land, the City is home to the Arizona Cardinals. The City is also the owner of Camelback Ranch, the spring training facility for the Los Angeles Dodgers and the Chicago White Sox.

The City was incorporated in 1910 and has operated under the council-manager form of government since its incorporation. Policy-making and legislative authority are vested in the City Council which consists of the Mayor and six other members. The City Council is responsible for, among other things, passing ordinances, adopting the budget, appointing committees, and hiring the City Manager, Clerk, Attorney, and Municipal Judge. The City Manager is responsible for carrying out the policies and ordinances of the City Council, for overseeing the day-to-day operations of the City, and for appointing the heads of the various departments. The Council is elected on a non-partisan basis. Council members serve four-year terms, with three Council members elected every two years. The Mayor is elected to serve a four-year term.

The City provides a full range of services including police and fire services; water, sewer, and solid waste services; the construction and maintenance of highways, streets, public facilities, and other infrastructure; and recreational activities and cultural events. Certain housing services are provided by the City's public housing authority, which functions, in essence, as a department of the City and therefore has been included as an integral part of the City's financial statements. The City also is financially accountable for the Municipal Property Corporation, a legally separate entity, that is reported within the City's financial statements.

Economic Conditions and Strategies

Before reviewing the presented financial statements, it is important to consider the local and global economic factors that have impacted the City's financial position.

Primary Revenue Sources

The City relies on local and state shared sales tax as well as state shared income tax as primary revenue sources for the City's operating budget. As a result of State legislation, effective January 1, 2025, Arizona municipalities, including the City, were prohibited from levying a tax or fee on the business of renting or leasing property for residential purposes. The City anticipated this revenue loss and local sales tax revenues remained flat compared to the last fiscal year due to consumer spending and economic development activities which generated additional construction sales tax revenue.

Workforce and Unemployment

Glendale's unemployment rate as of November 2025 was 3% which is slightly higher than the statewide unemployment rate of 2.9%. Glendale's workforce is concentrated in the following nonfarm sectors: management, business, and financial operations (15.7%), professional related (20.7%), service (17.6%), sales, office (21.3%), construction, extraction, and maintenance (10.1%), and production, transport, and material

moving (14.6%).

Economic Development

Glendale's economic development strategy is a well-rounded approach focused on fostering a thriving community through various avenues defined by major corporate investments, transformative housing developments, and continued expansion across entertainment, hospitality, and retail. Glendale's strategic position as a hub for industry, innovation, and quality of life continues to attract employers, developers, and residents, reinforcing its status as one of Arizona's most dynamic cities for business and community growth.

One significant area of focus is the Loop 303 corridor where recent successes in the area highlight Glendale's appeal to major corporations. Nestle opened its \$675 million, 630,000-square-foot manufacturing facility that will employ over 300 people to produce high-quality creamers for Nestle's category-leading portfolio, with the ability to expand to additional beverages in the future. Aligned Data Centers broke ground on its PHX-13 facility in April 2025, a 72 MW data center on a 100-acre Glendale campus that will eventually include four total facilities. In the fall of 2025, Dollar Tree, Inc. acquired a 1.25-million-square-foot industrial facility within Glendale's Loop 303 logistics corridor and La-Z-Boy Incorporated opened its newest distribution center. These major corporate investments, along with facility expansions, have been transformative, fueling job creation, enhancing infrastructure, and solidifying Glendale's position as a desirable hub for both businesses and residents.

The City's Sports and Entertainment District continues to thrive with exciting new additions in the experiential retail space. YAM Properties acquired the Westgate Entertainment District in 2018. Since then, YAM has introduced notable enhancements, while the district has also welcomed other exciting developments. Thirsty Lion Gastropub opened a two-story, 14,000 square-foot venue that accommodates up to 515 guests and created 100 jobs in October 2024, adding a dynamic new dining option to the area. MENSHO, the globally acclaimed ramen destination from Tokyo, opened in October 2025, adding to Glendale's diverse culinary landscape. Desert Diamond Arena continues to be a premier entertainment venue, hosting over 100 events a year from concerts to professional sporting events. The City, in partnership with ASM Global, who operates the Arena, completed a \$42 million redesign. In April 2025, Mario Andretti's Indoor Karting opened its 95,000 square-foot entertainment center that features a three-level go-kart track, arcade games, laser tag, and virtual reality attractions. Dick's House of Sport opened Arizona's first location in October 2025. The 100,000-square-foot venue offers interactive experiences including rock climbing, golf bays, and performance analytics, redefining the retail sports experience. Construction began on the Moxy Hotel at 95th Avenue and West Maryland Avenue, which will offer modern accommodations for visitors to the area. With projects like these, the district continues to grow as a premier destination for entertainment, dining, and hospitality.

Construction continues on the highly anticipated VAI Resort. When open, the VIA Resort will raise the bar for world-class destinations with an expanded scope that promises to deliver an unparalleled mix of luxury, entertainment, and innovation. The resort will feature over 1,100 hotel rooms spread across four luxury hotels, offering a variety of accommodations for every type of guest; five acre swimming oasis; retail and dining space creating a vibrant hub for shopping and culinary experiences; attractions and entertainment, including the 9-acre Mattel Adventure Park, a state-of-the-art nightclub and a multi-level concert venue; corporate office space, occupied by the owner and developer; an indoor theater, ideal for hosting world-class performances and events and convention center space, designed to accommodate conferences, expos, and large-scale gatherings.

North Glendale's Arrowhead area is experiencing significant growth with several new developments. Arrowhead Towne Center added new tenants such as James Avery, Kendra Scott, Fabletics, and Ricemill. Arrowhead Porsche joins other top luxury auto brands in the Arrowhead portion of the Loop 101 with their new dealership at 83rd Avenue and Bell Road. The Phoenix Children's Arrowhead Campus is a 175,000 square-foot freestanding pediatric hospital that offers inpatient care, a 24/7 emergency department, a surgery center, and comprehensive imaging services. From cutting-edge medical care to job creation, these developments solidify the Arrowhead area's role as a key hub for innovation, services, and community growth.

In Downtown Glendale, work has continued on the City Council-approved \$89.7 million Downtown Campus Reinvestment Project (DCRP), that encompasses the revitalization of City Hall, the adjacent amphitheater and parking structure, and Murphy Park. Additionally, Downtown Glendale will welcome Hilton's first LivSmart Studios in Arizona that will provide much-needed lodging to support events at Glendale's Civic Center, accommodate overnight conference attendees, and serve the millions of annual visitors to the downtown area and provides an option for guests visiting the nearby Sports and Entertainment District. These projects mark a

significant step in revitalizing Downtown Glendale, enhancing its appeal as a destination for dining, lodging, and cultural experiences.

Arts and culture and special events have also been a major focus of the City's economic development operations. The Arts Commission funded over a dozen performances through the City of Glendale Performing Arts Grants. The City continues to be a hub for events of all sizes from mega events including stadium concert tours, the Annual Fiesta Bowl, and international soccer matches, to Ballet Under the Stars that once again took the stage at Sahuaro Ranch Park for a free performance with over 1,500 people in attendance. Annually, the City's Special Events Division approves nearly 200 special event applications citywide, attracting thousands of visitors to experience arts, entertainment, and culture in our city.

Glendale made significant advancements in 2025 toward enhancing housing affordability and accessibility for both families and seniors. Centerline on Glendale opened in March 2025 near Downtown Glendale. The 368-unit community provides workforce-affordable housing, aligning with the city's commitment to offering diverse and attainable living options for residents. In partnership with Dominion, one of the nation's leading developers of affordable and senior housing, the City supported the development of 605 new units on a single parcel, 67 Flats with 384 homes designed to serve working families, and Juniper Square's 221 homes tailored for seniors seeking comfort and community.

Financial Strategy

As part of the annual budget process, the City prepares a five-year financial forecast for each of the City's major operating funds. The forecast provides a long-term view of current year budget decisions affecting the City and provides an estimate of fund balance and sensitivity to revenue and expenditure changes over the forecast period. Through sound financial planning and positive economic conditions, the City's General Fund balance continues to improve. The general fund realized an increase in fund balance of \$44.8 million in fiscal year 2025 as revenues exceeded expenditures. Further, as the General Fund is the City's main operating fund, less money was transferred during the year to other smaller, more specialized funds for capital projects or internal services which contributed to the fund balance increase.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2024. This was the thirty-seventh consecutive year the City has received this prestigious award, and the thirty-eighth year overall. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized ACFR. This report satisfied both GAAP and applicable legal requirements.

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

In addition, the City also received the GFOA's Distinguished Budget Presentation Award for its fiscal year beginning July 1, 2024. This was the thirty-eighth consecutive year that the City has received the highest form of recognition in governmental budgeting.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Budget and Finance Department. I would like to express appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the Mayor, Council, and City Manager for their unfailing support in maintaining the highest standards of professionalism in the management of the City's finances.

Respectfully submitted,



Levi D. Gibson, CPA
Budget and Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Glendale
Arizona**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

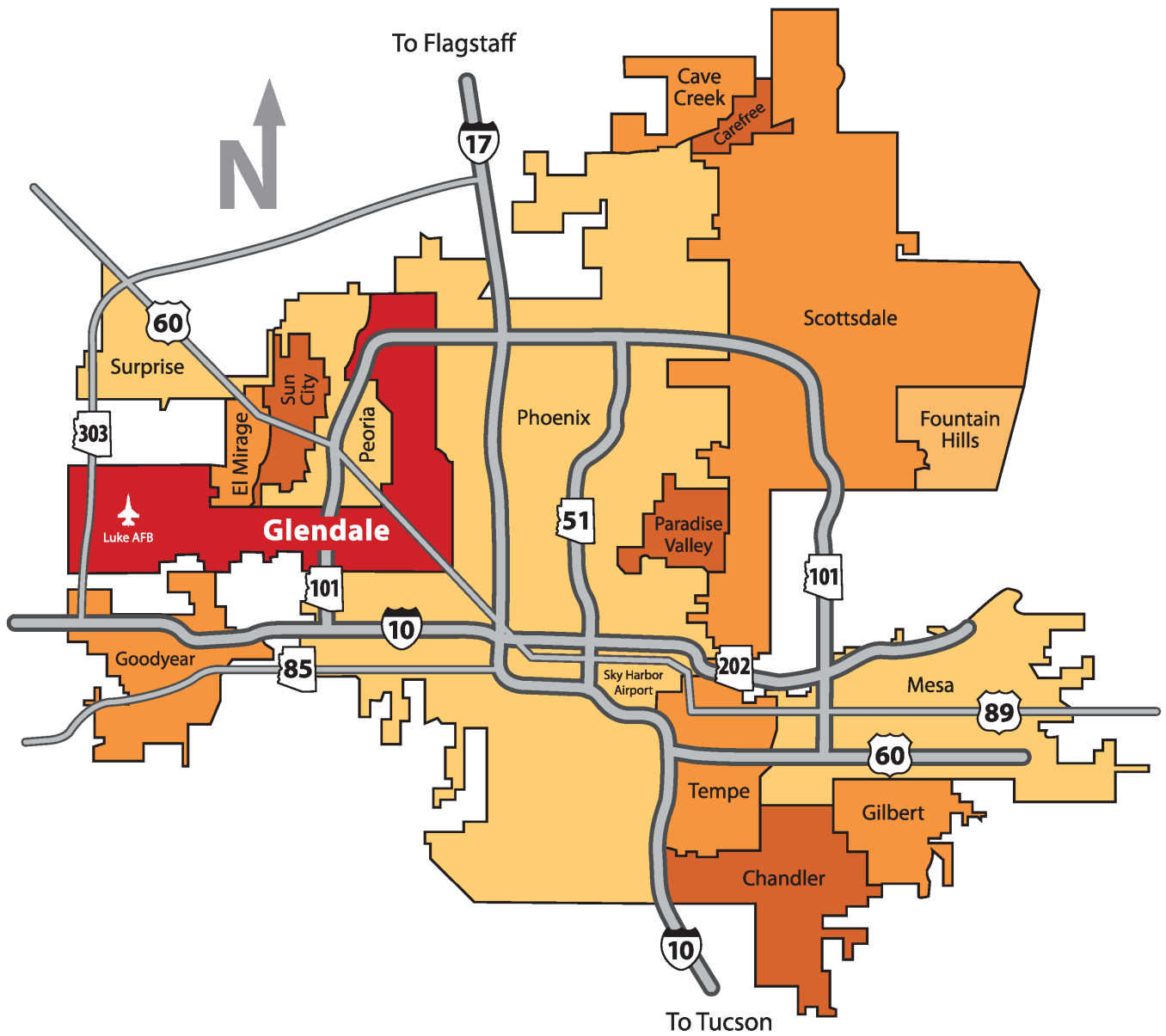
June 30, 2024

Christopher P. Morrill

Executive Director/CEO



Glendale, Arizona & Neighboring Communities



GLENDALE CITY OFFICIALS



Jerry P. Weiers
Mayor



Lauren Tolmachoff
Vice Mayor
Cholla District



Leandro Baldenegro
Councilmember
Ocotillo District



Lupe Conchas
Councilmember
Cactus District



Dianna Guzman
Councilmember
Yucca District



Ray Malnar
Councilmember
Sahuaro District



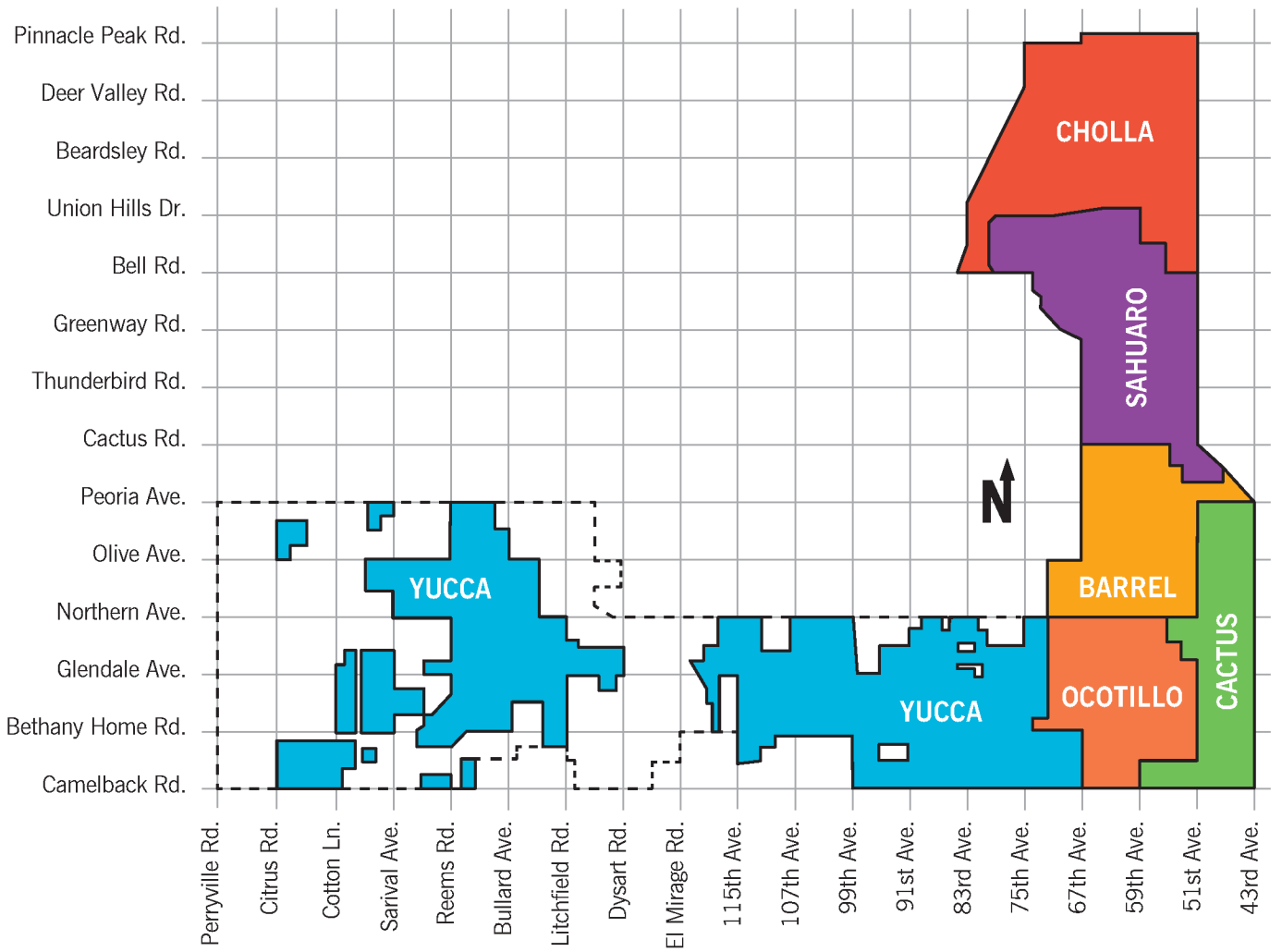
Bart Turner
Councilmember
Barrel District



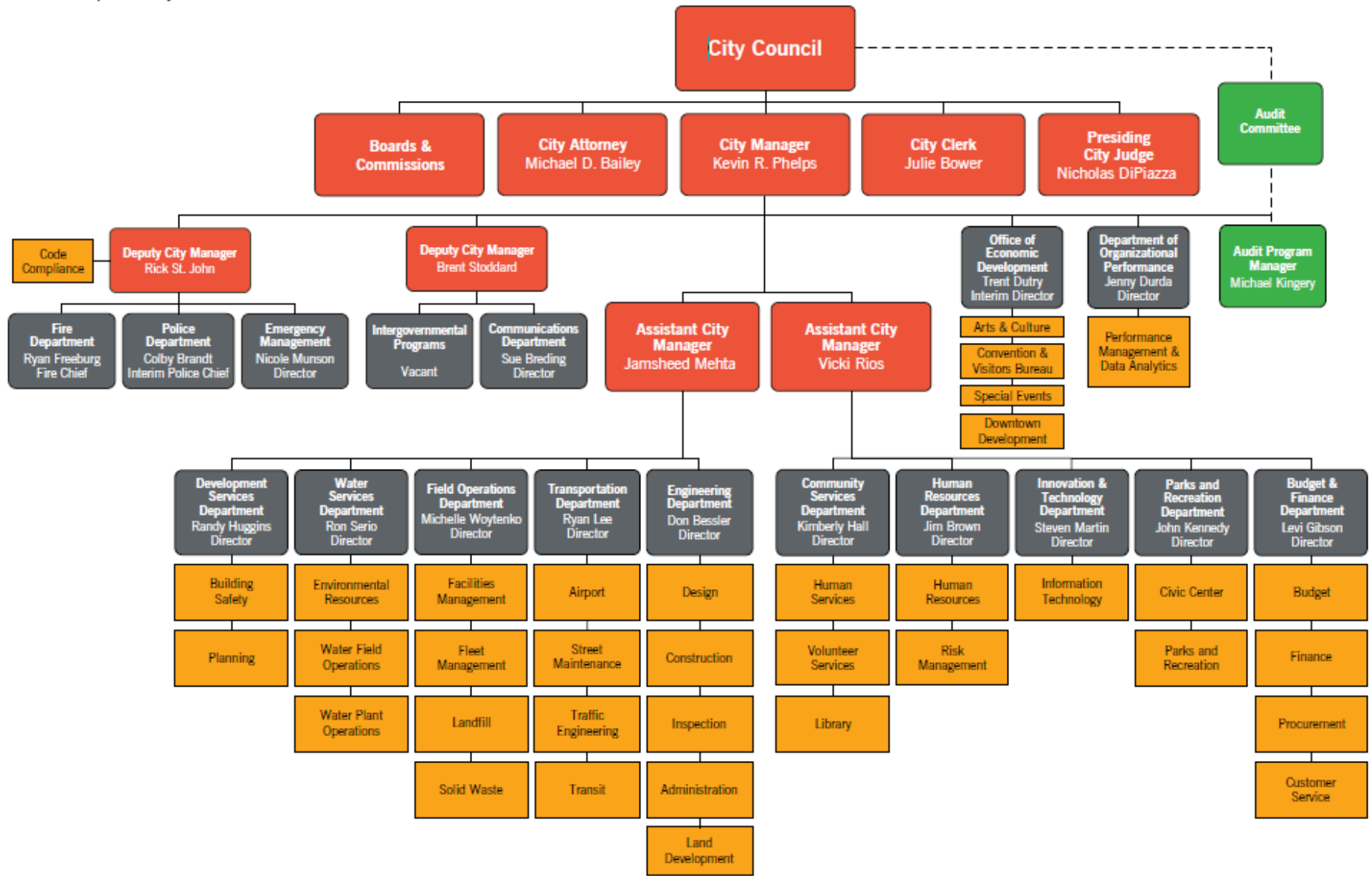
Kevin Phelps
City Manager



Glendale Council District Boundaries



CITIZENS OF GLENDALE



COMMUNITY INTEGRITY EXCELLENCE INNOVATION LEARNING

We improve the lives of the people we serve every day.



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City of Glendale, Arizona

ANNUAL COMPREHENSIVE FINANCIAL REPORT

**FINANCIAL
SECTION**

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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INDEPENDENT AUDITORS' REPORT

Honorable Mayor and Members of City Council
City of Glendale, Arizona
Glendale, Arizona

Report on the Audit of the 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 the City of Glendale, Arizona (City) as of and for the year ended June 30, 2025, 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, as of June 30, 2025, 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 (GAAS) 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City 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.

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 twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' 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 auditors' 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 GAAS 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 GAAS 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the pension and OPEB schedules, and the budgetary comparison schedules, 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 GAAS, 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 statements and fund 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. The 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 GAAS. In our opinion, the combining statements and fund schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

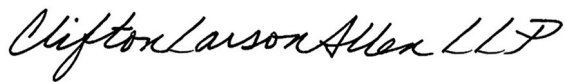
Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover 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 the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Honorable Mayor and Members of City Council
City of Glendale, Arizona

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 29, 2025, on our consideration of the City'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'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 the City's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Phoenix, Arizona
December 29, 2025



City of Glendale, Arizona

ANNUAL COMPREHENSIVE FINANCIAL REPORT

MANAGEMENT'S DISCUSSION & ANALYSIS

(Required Supplementary Information)

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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CITY OF GLENDALE, ARIZONA

Management's Discussion and Analysis (MD&A)

For the Fiscal Year Ended June 30, 2025

(amounts expressed in thousands)

Management's Discussion and Analysis

The following discussion and analysis provides readers of the City's financial statements a narrative overview and comparative analysis of the City's financial activities for the fiscal years ended June 30, 2025 and 2024. The MD&A is designed to assist the reader in focusing on significant financial highlights; identify changes in the City's financial position; identify material deviations from the financial plan (the approved annual budget); and identify individual fund issues or concerns. The MD&A should be read in conjunction with the transmittal letter presented on pages 1-4, the financial statements beginning on page 33, and the accompanying notes to the financial statements.

Significant Financial Highlights

The financial statements illustrate the following significant financial highlights for FY 2024-25:

- The City's total net position changed by \$146,941 or 9.4%. The governmental net position changed by \$120,259 or 12.0%, and the business-type net position changed by \$26,682 or 4.7%.
- The City's total revenues changed by \$(27,592) or (3.4)%. Program revenues in the form of charges for services, grants, and contributions changed by \$(20,212) or (5.9)%. General revenues changed by \$(7,380) or (1.6)%.
- Program revenues from governmental activities changed by \$(30,009) or (19.0)% due to a decrease of \$(12,812) in state shared income tax. Program revenues for business-type activities changed by \$9,797 or 5.2%.
- Operating grants and contributions from governmental activities changed by \$(3,362) or (4.4)% due to American Rescue Plan Act (ARPA) funding received in the prior year.
- Capital grants and contributions from governmental activities changed by \$(32,954) or (76.0)%. Contributed capital changed by \$(32,954) due to the fluctuation in developments.
- General revenues from governmental activities changed by \$(4,287) or (0.9)%. The primary reason for this is a change of \$(12,812) or (19.2)% in state shared income tax.
- The total cost of all City programs changed by \$47,302 or 7.9%. The increase in program costs is primarily due to increases in public safety, general government, street maintenance, and water and sewer.
- The General Fund, a major governmental fund, collected \$423,797 in revenues which is a change of \$1,322 or 0.3% from the prior year. The total expenditures of the General Fund were \$325,602 which is a change of \$23,049 or 7.6% due to increases in general government, public safety and street maintenance.

CITY OF GLENDALE, ARIZONA

Management's Discussion and Analysis (MD&A)

For the Fiscal Year Ended June 30, 2025

(amounts expressed in thousands)

Overview of the Financial Statements

This MD&A is intended to serve as an introduction to the City's basic financial statements, which are comprised of three components: 1) government-wide financial statements 2) fund financial statements, and 3) notes to the financial statements. This report also contains required supplementary information intended to provide additional detail to support the basic 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. The accrual basis of accounting is used for government-wide financial statements.

The Statement of Net Position presented on page 33 provides information on all the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference reported as net position. Net position is categorized as net investment in capital assets, restricted by an outside party, and unrestricted. 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 found on page 34 presents the changes in net position from the previous 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 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, such as revenues pertaining to uncollected taxes and expenses pertaining to earned but unused compensated absences.

Both of the Government-Wide Financial Statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, public works, community services, street maintenance, and interest on long-term debt. The business-type activities of the City include water and sewer services, landfill, solid waste, and housing.

Fund Financial Statements

The Fund Financial Statements found on page 35, provide more detailed information about City's major funds. 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, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the City can be divided into two categories: governmental funds and proprietary funds.

Governmental Funds

Governmental funds 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 use the modified accrual basis of accounting and focus on near-term inflows and outflows 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 a government's near-term financing requirements. Because 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. To facilitate this comparison between governmental funds and governmental activities, reconciliations are provided with the fund financial statements.

CITY OF GLENDALE, ARIZONA

Management's Discussion and Analysis (MD&A)

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(amounts expressed in thousands)

The City maintains 18 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 6 major funds. Data from the other 12 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements and schedules.

Proprietary Funds

The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer, landfill, solid waste, and housing services. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its fleet, technology, risk management, workers' compensation and employee benefit activities. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide information for the water and sewer fund and the landfill fund, while data from the other two enterprise funds is combined into a single, aggregated presentation. Individual fund data for each of the non-major enterprise funds is provided in the form of combining statements. Conversely, all five internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 43 of this report.

Additional Required Supplementary Information

Following the notes to the basic financial statements is Required Supplementary Information (RSI) that further explains and supports the financial information in the financial statements. RSI presents the budgetary comparison schedules for the general fund and major special revenue funds, as well as other required supplementary information related to the City's pensions and other post-employment benefits.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a City's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$1,711,076 as of June 30, 2025.

CITY OF GLENDALE, ARIZONA

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By far the largest portion of the City’s net position reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) less depreciation and any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the City’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The City’s financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets. At the end of the current fiscal year, the City is able to report positive balances in the categories of net investment in capital assets and restricted net position. Unrestricted net position for the governmental activities changed by \$76,985 or 159.8% over the prior year. The City has improved its net position for the governmental activities by holding the line on expenses and decreasing debt service payments as a result of bond refundings in prior fiscal years, including 2025.

The chart below is a comparison of the City’s net position for fiscal years 2025 and 2024:

City of Glendale, Arizona
Condensed Statement of Net Position
 As of June 30, 2025 and 2024
 (in thousands)

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Current and other assets	\$ 956,299	\$ 950,288	\$ 186,890	\$ 141,815	\$ 1,143,189	\$ 1,092,103
Capital Assets:						
Non-depreciable	199,188	154,545	76,838	53,061	276,026	207,606
Depreciable (net)	1,002,351	989,720	613,623	626,928	1,615,974	1,616,648
Lease receivable	44,894	46,892	1,758	1,887	46,652	48,779
Non-current OPEB assets	7,159	5,845	1,270	1,111	8,429	6,956
Equity in joint venture	1,927	2,064	37,579	37,979	39,506	40,043
Total assets	<u>2,211,818</u>	<u>2,149,354</u>	<u>917,958</u>	<u>862,781</u>	<u>3,129,776</u>	<u>3,012,135</u>
Deferred Outflows of Resources	85,353	94,026	6,929	6,506	92,282	100,532
Current liabilities	130,300	158,826	45,101	45,261	175,401	204,087
Noncurrent liabilities	987,309	1,028,742	284,155	255,654	1,271,464	1,284,396
Total liabilities	<u>1,117,609</u>	<u>1,187,568</u>	<u>329,256</u>	<u>300,915</u>	<u>1,446,865</u>	<u>1,488,483</u>
Deferred Inflows of Resources	58,316	54,825	5,801	5,224	64,117	60,049
Net position:						
Net investment in capital assets	711,172	649,466	507,167	489,894	1,218,339	1,139,360
Restricted	381,251	399,683	51,800	46,632	433,051	446,315
Unrestricted	28,823	(48,162)	30,863	26,622	59,686	(21,540)
Total net position	<u>\$ 1,121,246</u>	<u>\$ 1,000,987</u>	<u>\$ 589,830</u>	<u>\$ 563,148</u>	<u>\$ 1,711,076</u>	<u>\$ 1,564,135</u>

CITY OF GLENDALE, ARIZONA
Management's Discussion and Analysis (MD&A)
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(amounts expressed in thousands)

The following presents a summary of the changes in net position compared to the prior year:

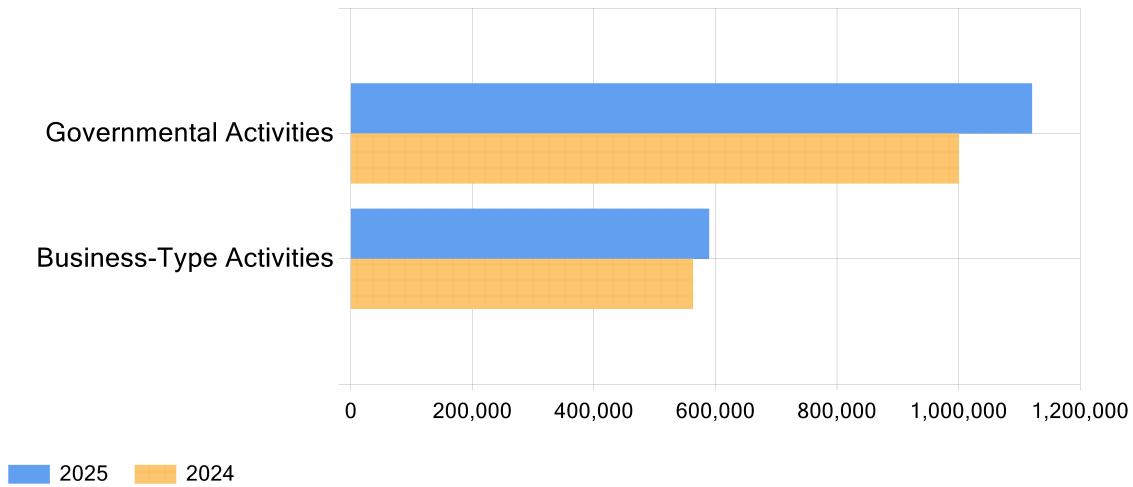
Changes in Net Position
As of June 30, 2025 and 2024
(in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Revenues:						
Program revenues:						
Charges for Services	\$ 44,466	\$ 38,159	\$ 176,244	\$ 162,839	\$ 220,710	\$ 200,998
Operating Grants and Contributions	73,208	76,570	17,915	16,922	91,123	93,492
Capital Grants and Contributions	10,415	43,369	2,597	7,198	13,012	50,567
Total Program revenues	128,089	158,098	196,756	186,959	324,845	345,057
General revenues:						
Property taxes	29,843	28,756	-	-	29,843	28,756
Sales taxes	286,337	286,269	-	-	286,337	286,269
State shared sales tax	41,385	35,704	-	-	41,385	35,704
Urban revenue sharing (state shared income tax)	54,002	66,814	-	-	54,002	66,814
Auto in-lieu taxes	13,551	12,944	-	-	13,551	12,944
Investment earnings (losses), unrestricted	33,308	32,088	3,463	3,701	36,771	35,789
Miscellaneous	2,208	2,346	4,024	6,879	6,232	9,225
Total revenues	588,723	623,019	204,243	197,539	792,966	820,558
Expenses:						
General Government	72,955	63,881	-	-	72,955	63,881
Public Safety	202,321	179,653	-	-	202,321	179,653
Public Works	48,488	48,135	-	-	48,488	48,135
Community Services	44,948	50,461	-	-	44,948	50,461
Street Maintenance	72,664	60,332	-	-	72,664	60,332
Interest on long term debt	24,194	22,894	-	-	24,194	22,894
Water and Sewer	-	-	123,028	118,709	123,028	118,709
Landfill	-	-	14,598	14,101	14,598	14,101
Solid Waste	-	-	22,310	22,046	22,310	22,046
Housing	-	-	20,519	18,511	20,519	18,511
Total expenses	465,570	425,356	180,455	173,367	646,025	598,723
Excess before transfers	123,153	197,663	23,788	24,172	146,941	221,835
Transfers in (out)	(2,894)	(2,979)	2,894	2,979	-	-
Increase (decrease) in net position	120,259	194,684	26,682	27,151	146,941	221,835
Net position - beginning	1,000,987	806,303	563,148	535,997	1,564,135	1,342,300
Net position - ending	\$ 1,121,246	\$ 1,000,987	\$ 589,830	\$ 563,148	\$ 1,711,076	\$ 1,564,135

Changes in Net Position

The net position of the governmental activities changed by \$120,259 from \$1,000,987 to \$1,121,246 and business-type activities' net position changed by \$26,682 from \$563,148 to \$589,830.

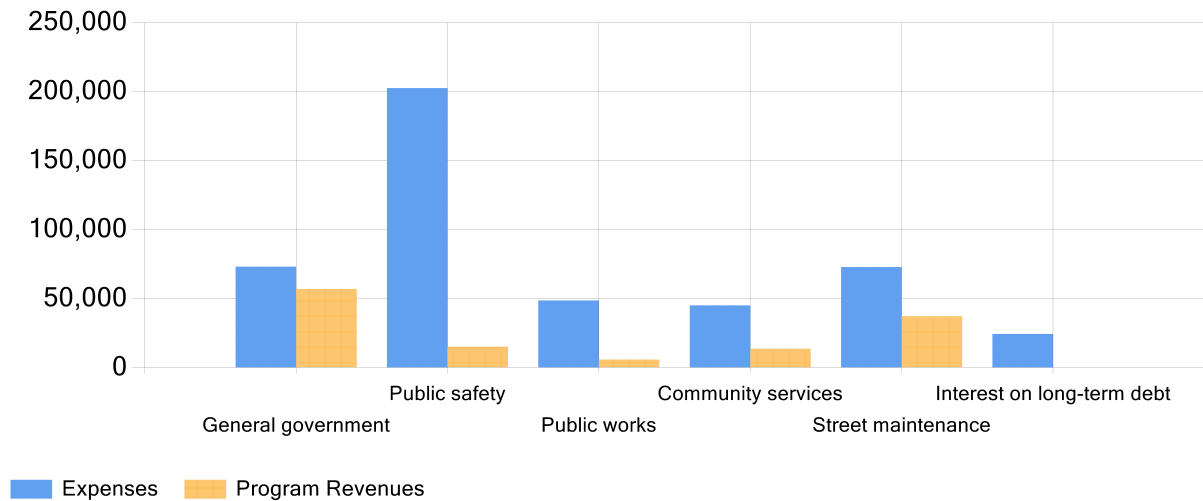
Net Position



Revenues and Expenses

The chart below shows the performance of the revenues in the governmental activities versus expenses:

Expenses and Program Revenues - Governmental Activities



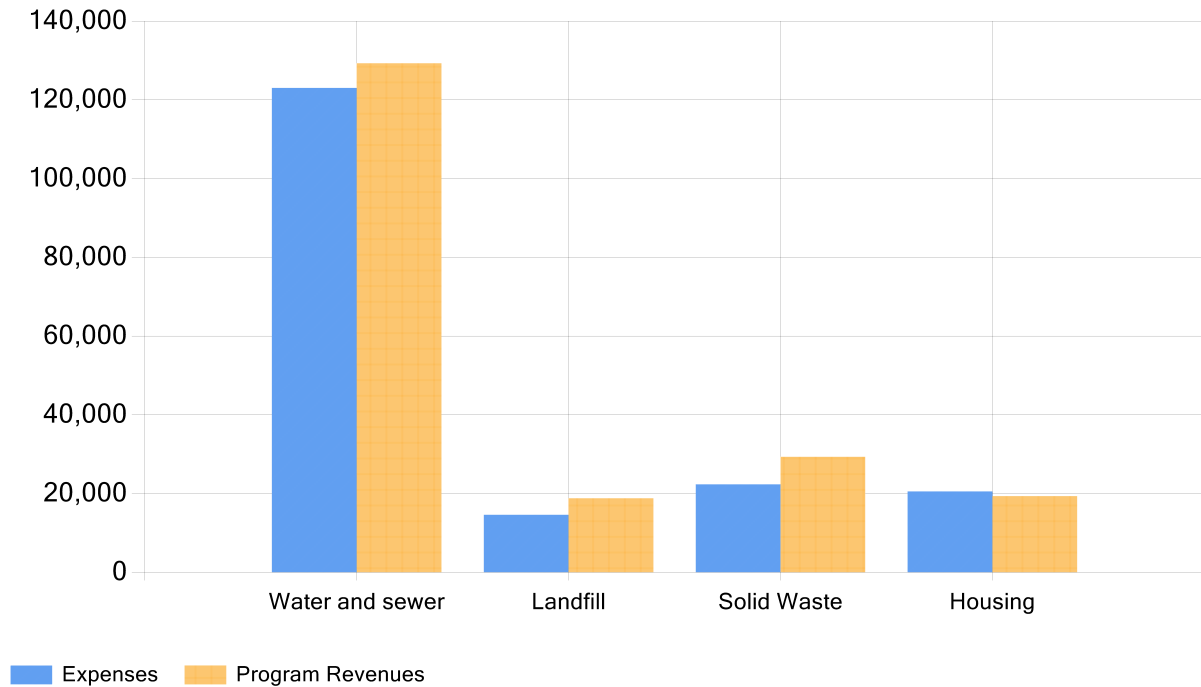
The City's general revenues from governmental activities for the fiscal year ended June 30, 2025 changed by \$(4,287) or (0.9)%. The decrease in revenues is due to a change of \$(12,812) in state shared income tax offset by an increase of \$5,681 in state shared sales tax. The increases in tax revenue reflect the continuing economic growth the City and State of Arizona have experienced over the past several years. Investment earnings also increased \$1,220.

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The cost of programs and services for governmental activities changed by \$40,214 or 9.5%. The increase is primarily due to increases in public safety of \$22,668, street maintenance of \$12,332 and general government of \$9,074.

The chart below shows the performance of the expenses and revenues in the business-type activities:

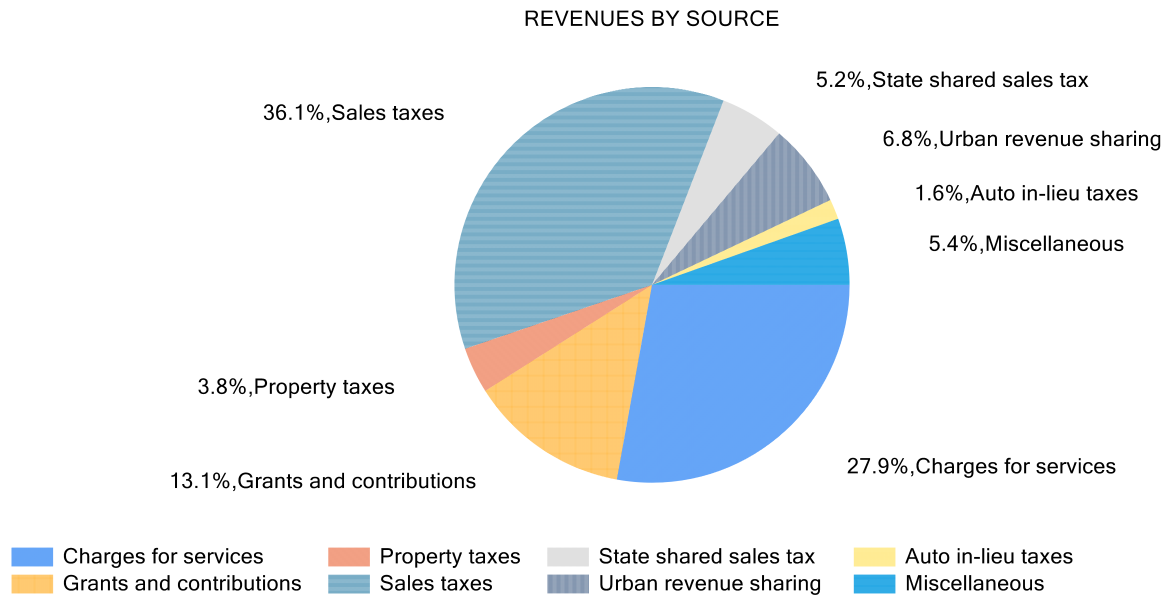
Expenses and Program Revenues - Business-Type Activities



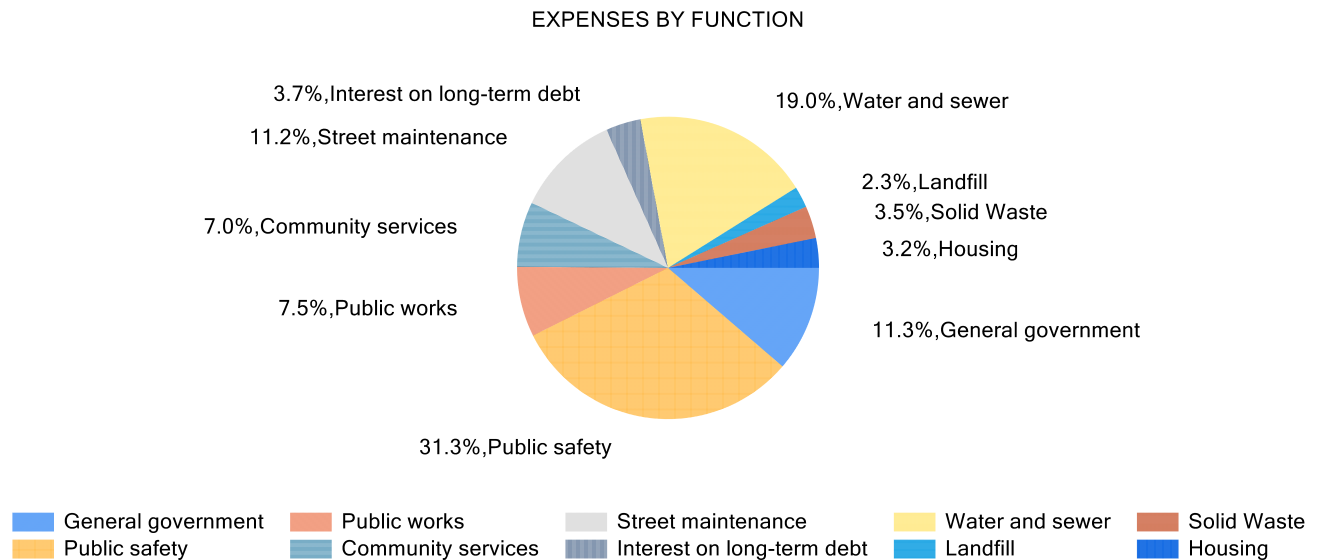
The City's total revenues from business-type activities for the fiscal year ended June 30, 2025, changed by \$6,704 or 3.4%.

The cost of programs and services from business-type activities for the fiscal year ended June 30, 2025, changed by \$7,088 or 4.1%. Solid waste expenses changed by \$264 or 1.2%, water and sewer expenses changed by \$4,319 or 3.6% and landfill expenses changed by \$497 or 3.5%. The increase in cost of programs and services for business-type activities is mainly due to increased maintenance costs.

City Revenue Categories



The pie chart above shows the different types of revenue the City receives and the proportion of each. The majority (63.9%) of the total revenue the City receives comes from charges for services and local sales tax. The second most significant source is grants and contributions (13.1%).



City Expense Categories

The majority of the City's expenses (50.3%) are incurred in public safety and water and sewer categories. Public safety expenses include those related to police and fire protection services provided to the community and are funded by the general fund. Water and sewer expenses are paid by the enterprise fund which is funded primarily through user paid fees for services.

Financial Analysis of the City's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$699,690, a change of \$35,059 or 5.3% in comparison with the prior year.

The City presents fund balance components by five categories: non-spendable, restricted, committed, assigned and unassigned; Note I.K in the summary of significant accounting policies addresses this in greater detail. In fiscal year 2025 and 2024, \$101,126 and \$77,444 respectively, of the total fund balance constituted unassigned fund balance.

Revenues for governmental functions overall totaled \$593,053 in fiscal year 2025, a change of \$(843) or (0.1)% of the previous year's total of \$593,896. Legislative changes to tax on residential rentals led to a decline in tax growth.

Expenditures for governmental functions totaled \$612,122 in fiscal year 2025, a change of \$57,591 or 10.4% from the previous year total of \$554,531. Capital outlay increased by \$63,422 driven by general obligation funded projects.

The General Fund is the main operating fund of the City. Overall, the General Fund's performance resulted in revenues over expenditures of \$98,195 in fiscal year 2025. The excess of revenues decreased slightly from the prior year where revenues exceeded expenditures by \$119,922. The General Fund balance changed by \$44,844 or 15.6%, with a total fund balance of \$332,982, of which \$106,221 was unassigned and available for future use. The General Fund has \$1,165 of its fund balance as non-spendable; \$16,525 as restricted; and \$209,071 assigned. Per the City's adopted financial policies, 10% of the general fund operating revenue, \$42,380, has been earmarked as the Budget Stabilization Reserve and \$63,841 has been earmarked as the Operating Reserve. Consistent with the requirements of GASB Statement No. 54, formal Council action was not taken prior to June 30, 2025 to commit these funds; therefore, the funds are reported as unassigned.

The Transportation Special Revenue Fund is used to account for the accumulation of resources, including the transportation sales tax, for the payment of the City's public transit program and transportation improvement project costs. The fund had a balance of \$109,909 at the end of the fiscal year, a change of \$(22,027) from the previous fiscal year. The decrease in fund balance was primarily due to an increase of \$34,046 in transfers out to the debt service fund for a bond defeasance and the streets construction fund for capital outlay.

The Other Construction Fund accounts for construction activities for governmental facilities, economic development, cultural facilities, open space and trails, library, flood control and ARPA projects. The fund had a balance of \$46,910 at the end of the fiscal year an increase from \$37,755 in the previous fiscal year due to the increase in ARPA spending.

The Municipal Property Corporation (MPC) debt service fund was established to account for the debt service payments on the bonds that were issued to finance the construction of a new municipal office complex, hockey arena, public safety training center, parking garage, media center, and convention center. The fund had a balance of \$14,970 at the end of the fiscal year, a change of \$(7,332) from the previous fiscal year. The decrease was primarily due to a transfer to the excise tax debt service fund for payments on refunded debt.

The General Obligation Debt Service Fund accounts for the debt service payments for the bonds that were issued to finance government infrastructure such as government facilities, parks, libraries, flood control, economic development and open space/trails. The fund had a balance of \$(5,095) an increase from \$(8,942) the previous fiscal year as the tax revenue received exceeded the current year's debt service payments.

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The Excise Tax Revenue Debt Service Fund accounts for the debt that was issued to refund the senior and subordinate excise tax revenue bonds issued by the Municipal Property Corporation. The fund had a balance of \$19,114 at the end of the fiscal year an increase from \$1,188 the previous fiscal year.

Other Non-Major Governmental Funds had a beginning balance of \$192,254 balance which decreased \$(11,354) to \$180,900 at the end of the fiscal year.

Proprietary Funds

Net position of the enterprise funds increased \$26,682 or 4.7%. The enterprise funds' total net position was \$51,800 restricted, \$30,863 unrestricted, and \$507,167 invested in capital assets.

The water and sewer fund accounts for operations, maintenance and construction projects of City-owned water and sewer systems. The fund saw a change in net position of \$13,221 or 2.6% for the fiscal year ended June 30, 2025. The landfill fund net position changed by \$3,996 of 22.9% for the fiscal year. The internal service funds account for fleet, technology, risk management, workers' compensation, and employee benefits provided to other departments. The funds saw an increase in fund balance of \$19,023 for the fiscal year ended June 30, 2025. The City's policy is to fund the worker's compensation and risk management funds at a 55% confidence level based on the most recent actuarial valuations.

General Fund Budgetary Highlights

- The City's budgeted revenues were \$33,685 lower than the final budgeted amounts. Intergovernmental revenues were \$75,823 lower than the final budget.
- General Fund expenditures were lower than the final budget by \$173,859. The most significant budget variance was in capital outlay which was \$150,309 lower than the budgeted amount due to capital project expenditures that did not occur during the fiscal year.
- General Fund budgetary fund balance decreased by \$8,233 or (2.9)%. This decrease is due to increased public safety expenditures.

Capital Asset and Debt Administration

Capital Assets

The City's investment in capital assets (net of accumulated depreciation/amortization) as of June 30, 2025, for its governmental activities was \$1,201,539 and for the business-type activities was \$690,461. The investment in governmental and business-type capital assets consisted of land, buildings, machinery and equipment, right-to-use assets, and infrastructure for streets, parks, airport and street lighting, water, and wastewater treatment plants.

Major capital asset projects capitalized during the current fiscal year included the following:

- Heroes Regional Park Development \$22,711
- Fire Station 153 Remodel \$9,485
- Wastewater Lift Station 2 Upgrade \$5,060
- Landfill North Cell Excavation \$3,361
- Glendale Regional Public Safety Training Center Fire Training Burn Simulation Structures \$2,974

The following table is a summary of capital assets reflected in the June 30, 2025 financial statements as compared to last year's financial statements.

CITY OF GLENDALE, ARIZONA

Management’s Discussion and Analysis (MD&A)

For the Fiscal Year Ended June 30, 2025

(amounts expressed in thousands)

Capital Assets at Year End
(Net of depreciation/amortization)
(in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Construction in progress	\$ 89,628	\$ 36,762	\$ 59,639	\$ 35,820	\$ 149,267	\$ 72,582
Land	106,662	114,885	17,199	17,241	123,861	132,126
Water storage rights	-	-	5,792	5,971	5,792	5,971
Artwork	2,898	2,898	-	-	2,898	2,898
Buildings	212,337	207,999	4,668	4,929	217,005	212,928
Right to use leased assets - buildings	451	331	-	-	451	331
Improvements other than buildings	72,905	81,130	51,941	50,171	124,846	131,301
Infrastructure - streets	513,810	528,223	-	-	513,810	528,223
Infrastructure - parks	66,548	42,929	-	-	66,548	42,929
Infrastructure - flood/storm drains	65,286	65,080	-	-	65,286	65,080
Infrastructure - airport	13,624	14,314	-	-	13,624	14,314
Water lines	-	-	92,009	95,028	92,009	95,028
Sewer lines	-	-	92,404	90,802	92,404	90,802
Water treatment plant	-	-	205,173	213,490	205,173	213,490
Sewer treatment plant	-	-	102,121	107,851	102,121	107,851
Meters and services	-	-	27,086	27,859	27,086	27,859
Fire hydrants	-	-	6,184	4,500	6,184	4,500
Machinery and equipment	20,348	17,175	2,398	3,059	22,746	20,234
Computer equipment	2,135	2,157	327	546	2,462	2,703
System Purchase	-	-	111	111	111	111
Software	1,247	1,369	-	-	1,247	1,369
Right to use IT software	12,009	11,761	1,124	1,386	13,133	13,147
Automotive equipment	21,651	17,252	22,285	21,225	43,936	38,477
Total	\$ 1,201,539	\$ 1,144,265	\$ 690,461	\$ 679,989	\$ 1,892,000	\$ 1,824,254

The construction commitments at June 30, 2025 were \$60,325. Additional information on capital assets can be found in Note V of the financial statements.

Long-Term Debt

At the end of the current fiscal year, the City had total bonded debt outstanding of \$892,475 compared to \$896,195 last year, a 0.42% net decrease.

	Governmental Activities		Business-type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
General obligation	\$ 166,655	\$ 135,945	\$ -	\$ -	\$ 166,655	\$ 135,945
Transportation revenue bond	15,895	45,705	-	-	15,895	45,705
Excise tax revenue bonds	257,055	272,045	-	-	257,055	272,045
Municipal Property revenue bonds	30,515	32,885	-	-	30,515	32,885
Certificates of Participation	225,895	239,735	-	-	225,895	239,735
Water and sewer revenue bonds/obligations	-	-	188,395	161,520	188,395	161,520
GO Landfill bonds	-	-	8,065	8,360	8,065	8,360
Total	\$ 696,015	\$ 726,315	\$ 196,460	\$ 169,880	\$ 892,475	\$ 896,195

The City received a “AA” underlying rating from Standard & Poor’s, an “Aa3” underlying rating from Moody’s Investor Services, and an “AAA” underlying rating from Fitch Ratings for its general obligation debt. The senior excise tax bonds are rated “AA+” by Standard & Poor’s, an “Aa3” by Moody’s and an “AA” rating from Fitch Ratings. The subordinate excise tax bonds are rated “AA+” by Standard and Poor’s, an “Aa3” by Moody’s, and an “AA” rating from Fitch Ratings. The senior lien water and sewer revenue bonds are rated “AA” by Standard & Poor’s and “AA+” by Fitch Ratings. The subordinate lien water and sewer revenue bonds are rated “A1” by Moody’s, “AA-” by Standard & Poor’s and “AA+” by Fitch Ratings. Transportation bonds were assigned an underlying rating of “AA+” by Standard & Poor’s and “Aa3” by Moody’s.

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(amounts expressed in thousands)

The Arizona Constitution provides that the general obligation bonded indebtedness for a city for general municipal purposes, libraries, economic development, historic preservation, and cultural facilities may not exceed 6% of the total limited property value of the taxable property in that city. Cities may also issue general obligation bonds up to 20% of the total limited property value for supplying water, sewer, artificial light, public safety, law enforcement, fire and emergency services, streets and transportation facilities, and for the acquisition and development of land for open space preserves, parks, playgrounds and recreational facilities. The City's current unused 6% and 20% debt limitation on June 30, 2025, were \$249,046 and \$731,649, respectively. Additional information on long-term debt can be found in Note X of the financial statements.

Next Year's Budget and Economic Factors

The City of Glendale is continuing its efforts to make sound financial decisions that focus on prudent long-range planning in order to maintain adequate levels of fund balance to mitigate current and future risks and to ensure stable tax rates. The overall goals underlying the City's financial policies include fiscal responsibility, flexibility, and adherence to the highest accounting and management practices.

The adopted fiscal year 2025-26 budget is \$1,460,000, a decrease of 1.4% from 2024-25. The decrease is mainly attributable to a decrease in capital outlay. Overall, the goal of the FY25-26 budget is to continue to improve the City's financial position while maintaining a high quality of service delivery, improving public safety, encouraging development, maintaining neighborhoods and continuing progress toward the development of a strategic plan to ensure service delivery and resource allocation is aligned with City Council policy throughout the entire organization.

Total revenues for fiscal year 2025-26 are projected at \$1,022,964. The major sources of revenue for the City continue to be sales tax and state shared revenues with projected revenues of \$180,555, and \$103,381 respectively. For fiscal year 2025-26, City sales tax is expected to increase by 1.5%. This expectation is based on the continued expansion of Glendale's sports, entertainment, office and retail destination area, continued attraction of diverse job growth industries to the City, and modest but sustainable economic recovery.

To ensure the continued operation of the City's water and sewer systems, it is crucial to effectively address inflationary impacts, the ongoing drought, and to continue rehabilitating aging infrastructure through capital improvement projects. The City Council adopted increased rates for water and sewer fees and a new monthly stormwater fee effective October 1, 2025.

Request for information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Budget & Finance, 5850 West Glendale Avenue, Suite 302, Glendale, Arizona 85301.



City of Glendale, Arizona

ANNUAL COMPREHENSIVE FINANCIAL REPORT

BASIC FINANCIAL STATEMENTS

_____ FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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City of Glendale, Arizona
Statement of Net Position
June 30, 2025
(amounts expressed in thousands)

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Equity in pooled cash and investments	\$ 835,900	\$ 35,282	\$ 871,182
Receivables (net of allowance for uncollectibles)			
Property taxes	860	-	860
Accounts	15,392	23,769	39,161
Note	22,881	-	22,881
Accrued interest	296	13	309
Intergovernmental	36,098	40	36,138
Internal balances	(17,652)	17,652	-
Inventories and prepaid items	590	5,323	5,913
Restricted deposits	1,575	10,038	11,613
Restricted cash and investments	60,359	94,773	155,132
Lease receivable	44,894	1,758	46,652
Non-depreciable capital assets	199,188	76,838	276,026
Depreciable capital assets (net)	1,002,351	613,623	1,615,974
Net OPEB assets	7,159	1,270	8,429
Equity in joint venture	1,927	37,579	39,506
Total assets	<u>2,211,818</u>	<u>917,958</u>	<u>3,129,776</u>
DEFERRED OUTFLOWS OF RESOURCES			
Amounts related to pensions and OPEB	82,338	6,929	89,267
Amounts resulting from refunded debt	3,015	-	3,015
Total deferred outflows of resources	<u>85,353</u>	<u>6,929</u>	<u>92,282</u>
LIABILITIES			
Vouchers payable	39,456	11,045	50,501
Retainage payable	4,246	1,859	6,105
Matured bonds payable	48,325	20,165	68,490
Accrued interest payable	15,380	3,480	18,860
Intergovernmental payable	568	438	1,006
Deposits payable	6,647	8,082	14,729
Unearned revenue	15,678	32	15,710
Noncurrent liabilities:			
Due within one year	95,323	27,608	122,931
Due in more than one year	891,986	256,547	1,148,533
Total liabilities	<u>1,117,609</u>	<u>329,256</u>	<u>1,446,865</u>
DEFERRED INFLOWS OF RESOURCES			
Amounts related to pensions and OPEB	15,096	2,725	17,821
Amounts resulting from refunded debt	272	1,373	1,645
Amounts related to leases	42,948	1,703	44,651
Total deferred inflows of resources	<u>58,316</u>	<u>5,801</u>	<u>64,117</u>
NET POSITION			
Net investment in capital assets	711,172	507,167	1,218,339
Restricted for:			
Capital projects	98,436	-	98,436
Debt service	108,173	19,870	128,043
Transportation	109,914	-	109,914
Highway and streets	30,431	-	30,431
Revenue bond retirement, replacement and extension	-	12,397	12,397
Perpetual care	7,320	-	7,320
Police and Fire	16,525	-	16,525
OPEB benefits	7,159	1,270	8,429
Other purposes	3,293	-	3,293
Development impact fees	-	18,263	18,263
Unrestricted	28,823	30,863	59,686
Total net position	<u>\$ 1,121,246</u>	<u>\$ 589,830</u>	<u>\$ 1,711,076</u>

The notes to financial statements are an integral part of this statement.

City of Glendale, Arizona
Statement of Activities
For the Year Ended June 30, 2025
(amounts expressed in thousands)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General Government	\$ 72,955	\$ 26,370	\$ 26,606	\$ 3,827	\$ (16,152)	\$ -	\$ (16,152)
Public Safety	202,321	6,044	9,028	-	(187,249)	-	(187,249)
Public Works	48,488	3,883	1,318	532	(42,755)	-	(42,755)
Community Services	44,948	5,542	7,909	-	(31,497)	-	(31,497)
Street Maintenance	72,664	2,627	28,347	6,056	(35,634)	-	(35,634)
Interest on long term debt	24,194	-	-	-	(24,194)	-	(24,194)
Total governmental activities	<u>465,570</u>	<u>44,466</u>	<u>73,208</u>	<u>10,415</u>	<u>(337,481)</u>	<u>-</u>	<u>(337,481)</u>
Business-type activities:							
Water and Sewer	123,028	127,637	46	1,613	-	6,268	6,268
Landfill	14,598	18,294	-	500	-	4,196	4,196
Solid Waste	22,310	29,335	-	-	-	7,025	7,025
Housing	20,519	978	17,869	484	-	(1,188)	(1,188)
Total business-type activities	<u>180,455</u>	<u>176,244</u>	<u>17,915</u>	<u>2,597</u>	<u>-</u>	<u>16,301</u>	<u>16,301</u>
Total primary government	<u>\$ 646,025</u>	<u>\$ 220,710</u>	<u>\$ 91,123</u>	<u>\$ 13,012</u>	<u>(337,481)</u>	<u>16,301</u>	<u>(321,180)</u>
General revenues:							
Property tax for general purposes					6,639	-	6,639
Property tax for debt service					23,204	-	23,204
Sales taxes					286,337	-	286,337
State shared sales tax					41,385	-	41,385
Urban revenue sharing (state shared income tax)					54,002	-	54,002
Auto in-lieu taxes					13,551	-	13,551
Investment earnings unrestricted					33,308	3,463	36,771
Miscellaneous					2,208	4,024	6,232
Transfers					(2,894)	2,894	-
Total general revenues and transfers					<u>457,740</u>	<u>10,381</u>	<u>468,121</u>
Change in net position					120,259	26,682	146,941
Net position - beginning					1,000,987	563,148	1,564,135
Net position - ending					<u>\$ 1,121,246</u>	<u>\$ 589,830</u>	<u>\$ 1,711,076</u>

The notes to financial statements are an integral part of this statement.

City of Glendale, Arizona
Balance Sheet
Governmental Funds
June 30, 2025
(amounts expressed in thousands)

	General	Transportation Special Revenue	Other Construction	Municipal Property Corporation Debt Service	General Obligation	Excise Tax Revenue	Other Non- Major Governmental Funds	Total Governmental Funds
ASSETS								
Equity in pooled cash and investments	\$ 313,055	\$ 109,505	\$ 56,051	\$ 14,130	\$ -	\$ 35,875	\$ 185,395	\$ 714,011
Receivables, net of allowance for doubtful accounts								
Property tax	192	-	-	-	668	-	-	860
Accounts	9,235	11	-	352	-	-	5,747	15,345
Note	-	-	-	22,881	-	-	-	22,881
Accrued interest	284	-	-	-	-	-	12	296
Due from other funds	11,021	-	-	-	-	-	-	11,021
Intergovernmental receivable	27,958	2,250	-	-	-	-	5,876	36,084
Inventories and prepaid items	225	235	-	-	-	-	16	476
Restricted cash and investments	-	-	-	3,866	16,760	4,960	34,773	60,359
Lease receivable	39,972	-	-	-	-	-	4,922	44,894
Total assets	<u>\$ 401,942</u>	<u>\$ 112,001</u>	<u>\$ 56,051</u>	<u>\$ 41,229</u>	<u>\$ 17,428</u>	<u>\$ 40,835</u>	<u>\$ 236,741</u>	<u>\$ 906,227</u>
LIABILITIES								
Vouchers payable	\$ 20,415	\$ 2,072	\$ 2,440	\$ 1	\$ -	\$ -	\$ 10,793	\$ 35,721
Retainage payable	-	-	96	-	-	-	4,150	4,246
Intergovernmental payable	567	-	-	-	-	-	1	568
Due to other funds	-	-	-	-	5,417	-	5,594	11,011
Deposits	6,642	-	-	-	-	-	5	6,647
Unearned revenue	640	15	6,605	-	-	-	8,418	15,678
Matured interest payable	-	-	-	1,007	4,395	6,731	3,118	15,251
Matured bonds payable	-	-	-	2,370	12,365	14,990	18,600	48,325
Total liabilities	<u>28,264</u>	<u>2,087</u>	<u>9,141</u>	<u>3,378</u>	<u>22,177</u>	<u>21,721</u>	<u>50,679</u>	<u>137,447</u>
DEFERRED INFLOWS OF RESOURCES								
Deferred Inflows of Resources- unavailable revenue	2,490	5	-	22,881	346	-	420	26,142
Deferred Inflows of Resources- leases	38,206	-	-	-	-	-	4,742	42,948
Total deferred inflows of resources	<u>40,696</u>	<u>5</u>	<u>-</u>	<u>22,881</u>	<u>346</u>	<u>-</u>	<u>5,162</u>	<u>69,090</u>
FUND BALANCES								
Fund balance:								
Nonspendable	1,165	235	-	-	-	-	7,215	8,615
Restricted	16,525	109,674	46,910	14,970	-	19,114	167,870	375,063
Committed	-	-	-	-	-	-	3,125	3,125
Assigned	209,071	-	-	-	-	-	2,690	211,761
Unassigned	106,221	-	-	-	(5,095)	-	-	101,126
Total fund balances	<u>332,982</u>	<u>109,909</u>	<u>46,910</u>	<u>14,970</u>	<u>(5,095)</u>	<u>19,114</u>	<u>180,900</u>	<u>699,690</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 401,942</u>	<u>\$ 112,001</u>	<u>\$ 56,051</u>	<u>\$ 41,229</u>	<u>\$ 17,428</u>	<u>\$ 40,835</u>	<u>\$ 236,741</u>	<u>\$ 906,227</u>

The notes to financial statements are an integral part of this statement.

City of Glendale, Arizona
**Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position**
June 30, 2025
(amounts expressed in thousands)

Amounts reported for governmental activities in the statement of net position are different because:

Fund balances - total governmental funds balance sheet		\$ 699,690
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Governmental capital assets	\$ 2,298,591	
Less accumulated depreciation/amortization	<u>(1,115,907)</u>	1,182,684
Right to use leased assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Right to use assets	\$ 735	
Less accumulated amortization	<u>(284)</u>	451
Right to use subscription based information technology arrangements used in governmental activities are not financial resources and therefore are not reported in the funds.		
Right to use assets	\$ 13,929	
Less accumulated amortization	<u>(7,042)</u>	6,887
Net OPEB asset		6,867
Adjustment to reflect the government joint venture		1,927
Deferred outflow of resources related to pensions and OPEB		80,198
Deferred outflows related to refunded debt		3,015
Subscription interest payable		(66)
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds and shown as an internal balance item.		(17,662)
Internal service funds are used by management to charge the costs of workers' compensation, risk management, employee benefits, fleet services and IT projects to individual funds. The assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the internal service funds are included in governmental activities in the statement of net position.		97,683
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.		
Bonds payable	\$ (696,015)	
Net pensions and OPEB liabilities	(172,056)	
Lease obligations	(441)	
Subscription-based IT arrangements	(6,888)	
Developer payable obligations	(6,262)	
Compensated absences	(33,663)	
Unamortized premium on debt issuance	<u>(36,826)</u>	(952,151)
Deferred inflows of resources related to pensions and OPEB		(14,147)
Deferred inflows of resources related to refunded debt		(272)
Deferred inflows of resources is unavailable revenue that is measurable but not yet available for governmental fund activities is recognized as revenue for governmental-wide activities		26,142
Net position of governmental activities		<u><u>\$ 1,121,246</u></u>

City of Glendale, Arizona
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	General	Transportation Special Revenue	Other Construction	Municipal Property Corporation Debt Service	General Obligation	Excise Tax Revenue	Other Non- Major Governmental Funds	Total Governmental Funds
REVENUES								
Taxes and special assessments	\$ 244,640	\$ 48,602	\$ -	\$ -	\$ 23,290	\$ -	\$ -	\$ 316,532
Licenses and permits	21,773	-	-	-	-	-	12,688	34,461
Intergovernmental	114,594	3,702	20,828	9,990	-	-	35,201	184,315
Local	196	-	-	-	-	-	250	446
Charges for services	17,605	407	-	-	-	-	777	18,789
Fines and forfeitures	2,277	-	-	-	-	-	1,056	3,333
Investment income (loss)	21,059	6,072	-	166	-	466	5,102	32,865
Miscellaneous	1,653	109	-	-	18	24	508	2,312
Total revenues	<u>423,797</u>	<u>58,892</u>	<u>20,828</u>	<u>10,156</u>	<u>23,308</u>	<u>490</u>	<u>55,582</u>	<u>593,053</u>
EXPENDITURES								
Current:								
General Government	48,287	74	1,990	6	8	9	1,140	51,514
Public Safety	190,364	-	-	-	-	-	6,913	197,277
Public Works	30,179	-	-	-	-	-	2,417	32,596
Community Services	27,273	-	2,263	-	-	-	9,443	38,979
Street Maintenance	1,582	33,926	604	-	-	-	25,076	61,188
Debt service:								
Principal	2,878	93	-	2,370	12,365	14,990	43,971	76,667
Interest	130	4	-	2,014	7,088	13,009	6,238	28,483
Capital outlay	24,909	2,809	33,735	-	-	-	63,965	125,418
Total expenditures	<u>325,602</u>	<u>36,906</u>	<u>38,592</u>	<u>4,390</u>	<u>19,461</u>	<u>28,008</u>	<u>159,163</u>	<u>612,122</u>
Excess (deficiency) of revenues over expenditures	<u>98,195</u>	<u>21,986</u>	<u>(17,764)</u>	<u>5,766</u>	<u>3,847</u>	<u>(27,518)</u>	<u>(103,581)</u>	<u>(19,069)</u>
OTHER FINANCING SOURCES (USES)								
Long term debt issued	-	-	23,833	-	-	-	19,242	43,075
Premium on long term debt issued	-	-	3,229	-	-	-	2,606	5,835
Payment to refunded bonds escrow agent	-	-	-	-	-	-	(56)	(56)
Proceeds from equipment disposal	381	11	-	-	-	-	54	446
Proceeds from land sale	3,340	-	-	-	-	-	2,150	5,490
Leases	-	-	-	-	-	-	352	352
Subscription-based IT arrangements	1,702	-	-	-	-	-	178	1,880
Transfer in	-	-	-	10,297	-	45,444	69,876	125,617
Transfer out	(58,774)	(44,024)	(143)	(23,395)	-	-	(2,175)	(128,511)
Total other financing sources (uses)	<u>(53,351)</u>	<u>(44,013)</u>	<u>26,919</u>	<u>(13,098)</u>	<u>-</u>	<u>45,444</u>	<u>92,227</u>	<u>54,128</u>
Net change in fund balances	44,844	(22,027)	9,155	(7,332)	3,847	17,926	(11,354)	35,059
Fund balances - beginning	288,138	131,936	37,755	22,302	(8,942)	1,188	192,254	664,631
Fund balances - ending	<u>\$ 332,982</u>	<u>\$ 109,909</u>	<u>\$ 46,910</u>	<u>\$ 14,970</u>	<u>\$ (5,095)</u>	<u>\$ 19,114</u>	<u>\$ 180,900</u>	<u>\$ 699,690</u>

The notes to financial statements are an integral part of this statement.

City of Glendale, Arizona
**Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities**

For the Fiscal Year Ended June 30, 2025
(amounts expressed in thousands)

Amounts for governmental activities in the statement of net position are different because:

Net change in fund balances - total governmental funds		\$ 35,059
Governmental funds report capital outlays including right to use assets as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation/amortization expense.		
Expenditures for capitalized assets	\$ 125,418	
Less current year depreciation/amortization	<u>(63,567)</u>	
		61,851
The net effect of various transactions involving capital is to increase net position.		
Capital contributions	\$ 5,136	
Gain (loss) on disposals	<u>(10,150)</u>	
		(5,014)
Gain (loss) on government joint venture		
		(137)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.		
		942
The net effect of long-term obligations and the related transactions is to increase net position.		
Long-term debt issued	\$ (43,075)	
Bond premium	(5,835)	
Long-term developer payable obligations increase	(402)	
Amortization of bond premium and discount	5,294	
Principal paid on bonds, notes, and leases	76,565	
Gain on bond defeasance	(332)	
Loss on bond refunding	23	
Subscription-based IT arrangements	(1,880)	
Lease obligations	<u>(352)</u>	
		30,006
Compensated absences 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.		
		(1,806)
Governmental funds report pension/OPEB contributions as expenditures. However, in the Statement of Activities, pension/OPEB service costs, interest on the pension liability, current year benefit changes, member contributions, expected earnings on plan investments, administrative expenses and recognition of deferred outflows and inflows from pension and OPEB is reported as pension/OPEB expense.		
Pension/OPEB Contributions	\$ 31,395	
Pension/OPEB Expense	<u>(34,525)</u>	
		(3,130)
Internal service funds are used by management to charge the costs of workers' compensation, risk management, employee benefits, fleet services, and technology projects to individual funds.		
		13,374
Interest expense on software based internet technology arrangements on the statement of activities are not accrued on the governmental funds.		
		(20)
Interest expense on leases on the statement of activities are not accrued on the governmental funds.		
		102
Amortization expense on refunded debt on the statement of activities are not accrued on the governmental funds.		
		(982)
The net effect of interest in the statement of activities that does not provide current financial resources are not reported as revenues in the governmental funds.		
Interest income on note receivable	\$ (6,025)	
Bad debt expense	<u>(3,961)</u>	
		(9,986)
Change in net position of governmental activities		<u><u>\$ 120,259</u></u>

City of Glendale, Arizona
Statement of Net Position
Proprietary Funds
June 30, 2025
(amounts expressed in thousands)

	Business-type Activities				Governmental Activities
	Water and Sewer	Landfill	Total Non-Major Funds	Total Enterprise Funds	Internal Service Funds
ASSETS					
Current assets:					
Equity in pooled cash and investments	\$ 16,828	\$ 10,487	\$ 7,967	\$ 35,282	\$ 121,889
Restricted cash and investments	81,872	-	-	81,872	-
Receivables:					
Accounts receivable	20,490	2,704	4,455	27,649	47
Allowance for uncollectibles	(3,088)	(38)	(754)	(3,880)	-
Accrued interest	13	-	-	13	-
Intergovernmental	-	-	40	40	14
Inventories and prepaid items	5,285	-	38	5,323	114
Total current assets	<u>121,400</u>	<u>13,153</u>	<u>11,746</u>	<u>146,299</u>	<u>122,064</u>
Noncurrent assets:					
Restricted deposits	10,038	-	-	10,038	1,575
Restricted cash and investments	12,397	504	-	12,901	-
Lease receivable	1,758	-	-	1,758	-
OPEB assets	818	138	314	1,270	292
Capital assets:					
Capital assets	1,191,879	71,154	42,216	1,305,249	23,854
Accumulated depreciation	(564,437)	(27,301)	(23,050)	(614,788)	(12,337)
Capital assets, net	<u>627,442</u>	<u>43,853</u>	<u>19,166</u>	<u>690,461</u>	<u>11,517</u>
Equity in joint venture	37,579	-	-	37,579	-
Total noncurrent assets	<u>690,032</u>	<u>44,495</u>	<u>19,480</u>	<u>754,007</u>	<u>13,384</u>
Total assets	<u>811,432</u>	<u>57,648</u>	<u>31,226</u>	<u>900,306</u>	<u>135,448</u>
DEFERRED OUTFLOWS OF RESOURCES					
Amounts related to pensions and OPEB	4,533	783	1,613	6,929	2,140
Total deferred outflows of resources	<u>4,533</u>	<u>783</u>	<u>1,613</u>	<u>6,929</u>	<u>2,140</u>
LIABILITIES					
Current liabilities:					
Vouchers payable	9,457	511	1,077	11,045	3,735
Retainage payable	1,859	-	-	1,859	-
Compensated absences	1,801	318	460	2,579	799
Unearned revenue	-	-	32	32	-
Due to other funds	-	-	10	10	-
Matured bonds payable	19,870	295	-	20,165	-
Intergovernmental payable	291	-	8	299	-
Deposits	7,651	274	157	8,082	-
Estimated claims payable	139	-	-	139	24,324
Bonds payable current	24,132	458	-	24,590	-
Interest payable	3,212	212	56	3,480	63
Subscription - due within one year	146	75	218	439	2,085
Total current liabilities	<u>68,558</u>	<u>2,143</u>	<u>2,018</u>	<u>72,719</u>	<u>31,006</u>
Noncurrent liabilities:					
Compensated absences	2,572	447	580	3,599	1,187
Bonds payable	187,383	9,009	-	196,392	-
Net pension & OPEB liabilities	22,616	4,163	8,431	35,210	4,203
Other long term debt	46	209	358	613	2,560
Estimated closure and post closure costs	-	20,733	-	20,733	-
Total noncurrent liabilities	<u>212,617</u>	<u>34,561</u>	<u>9,369</u>	<u>256,547</u>	<u>7,950</u>
Total liabilities	<u>281,175</u>	<u>36,704</u>	<u>11,387</u>	<u>329,266</u>	<u>38,956</u>
DEFERRED INFLOWS OF RESOURCES					
Amounts related to pensions and OPEB	1,672	298	755	2,725	949
Amounts resulting from refunded debt	1,373	-	-	1,373	-
Amounts related to leases	1,703	-	-	1,703	-
Total deferred inflows of resources	<u>4,748</u>	<u>298</u>	<u>755</u>	<u>5,801</u>	<u>949</u>
NET POSITION					
Net investment in capital assets	454,635	33,807	18,725	507,167	6,877
Restricted for:					
Debt service	19,870	-	-	19,870	-
Development impact fees	18,263	-	-	18,263	-
OPEB benefits	818	138	314	1,270	292
Revenue bond retirement, replacement and extension	12,397	-	-	12,397	-
Unrestricted	24,059	(12,516)	1,658	13,201	90,514
Total net position	<u>\$ 530,042</u>	<u>\$ 21,429</u>	<u>\$ 20,697</u>	<u>572,168</u>	<u>\$ 97,683</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				17,662	
Net position of business type activities				<u>\$ 589,830</u>	

The notes to financial statements are an integral part of this statement.

City of Glendale, Arizona
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Business-type Activities				Governmental
	Water and Sewer	Landfill	Total Non-Major Funds	Total Enterprise Funds	Internal Service Funds
OPERATING REVENUES					
Intergovernmental	\$ -	\$ -	\$ 17,869	\$ 17,869	\$ -
Metered water sales	69,428	-	-	69,428	-
Sewer service charges	45,818	-	-	45,818	-
Container service	-	-	6,438	6,438	-
Curb service	-	-	21,910	21,910	-
Landfill user fees	-	15,968	-	15,968	-
Self insurance premium	-	-	-	-	57,789
Charges for services	-	-	-	-	36,613
Miscellaneous	2,348	30	2	2,380	647
Recycling sales	-	8	-	8	-
Other fees	7,099	-	980	8,079	18
Total operating revenues	<u>124,693</u>	<u>16,006</u>	<u>47,199</u>	<u>187,898</u>	<u>95,067</u>
OPERATING EXPENSES					
Water	48,246	-	-	48,246	-
Sewer	23,883	-	-	23,883	-
Landfill	-	10,535	-	10,535	-
Housing	-	-	20,442	20,442	-
Closure/post-closure care adjustment	-	1,092	-	1,092	-
Solid Waste	-	-	22,247	22,247	-
Administrative and general	13,262	-	124	13,386	40,694
Insurance claims and premiums	-	-	-	-	37,766
Amortization and depreciation	35,096	3,293	2,646	41,035	3,975
Total operating expenses	<u>120,487</u>	<u>14,920</u>	<u>45,459</u>	<u>180,866</u>	<u>82,435</u>
Operating income (loss)	<u>4,206</u>	<u>1,086</u>	<u>1,740</u>	<u>7,032</u>	<u>12,632</u>
NONOPERATING REVENUES (EXPENSES)					
Impact fees	4,350	-	-	4,350	-
Investment income	2,941	433	89	3,463	6,486
Interest expense	(4,579)	(269)	(15)	(4,863)	(75)
Net gain from joint venture	552	-	-	552	-
Gain/(loss) on disposal of assets	3,615	1,130	263	5,008	(20)
Total nonoperating revenues (expenses)	<u>6,879</u>	<u>1,294</u>	<u>337</u>	<u>8,510</u>	<u>6,391</u>
Income (loss) before contributions and transfers	11,085	2,380	2,077	15,542	19,023
Capital contributions	1,613	500	484	2,597	-
Transfer in	850	1,159	1,255	3,264	-
Transfer out	(327)	(43)	-	(370)	-
Change in net position	13,221	3,996	3,816	21,033	19,023
Total net position - beginning	516,821	17,433	16,881	551,135	78,660
Total net position - ending	<u>\$ 530,042</u>	<u>\$ 21,429</u>	<u>\$ 20,697</u>	<u>\$ 572,168</u>	<u>\$ 97,683</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				5,649	
Changes in net position of business-type activities				<u>\$ 26,682</u>	

The notes to financial statements are an integral part of this statement.

City of Glendale, Arizona
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds				Governmental
	Major Funds		Total Non-Major Funds	Total	Internal Service Funds
	Water and Sewer	Landfill			
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers	\$ 126,955	\$ 14,984	\$ 47,423	\$ 189,362	\$ 95,038
Cash paid to internal city departments	(13,636)	(2,469)	(13,347)	(29,452)	(1,413)
Cash paid to external vendors	(45,517)	(3,232)	(21,226)	(69,975)	(27,648)
Cash paid for insurance and in settlement of claims	-	-	-	-	(41,516)
Cash paid to employees for services	(28,851)	(4,518)	(7,803)	(41,172)	(11,895)
Net cash provided (used) by operating activities	<u>38,951</u>	<u>4,765</u>	<u>5,047</u>	<u>48,763</u>	<u>12,566</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	850	1,159	1,255	3,264	-
Transfers out	(327)	(43)	-	(370)	-
Advances to/due from other funds	-	-	(4)	(4)	-
Net cash provided (used) by noncapital financing activities	<u>523</u>	<u>1,116</u>	<u>1,251</u>	<u>2,890</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Bond issuance	74,295	-	-	74,295	-
Bond premium	4,615	-	-	4,615	-
Principal payments on obligations	(51,292)	(433)	-	(51,725)	-
Acquisition of capital assets and rights	(37,086)	(3,049)	(3,298)	(43,433)	(2,830)
Impact fees	4,350	-	-	4,350	-
Interest payments on obligations	(3,474)	(282)	41	(3,715)	(56)
Net cash provided (used) by capital and related financing activities	<u>(8,592)</u>	<u>(3,764)</u>	<u>(3,257)</u>	<u>(15,613)</u>	<u>(2,886)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received from investments	2,941	433	89	3,463	6,486
Net cash provided (used) by investing activities	<u>2,941</u>	<u>433</u>	<u>89</u>	<u>3,463</u>	<u>6,486</u>
Net increase (decrease) in cash and cash equivalents	<u>33,823</u>	<u>2,550</u>	<u>3,130</u>	<u>39,503</u>	<u>16,166</u>
Cash and restricted cash and investment balances - beginning of the year	<u>77,274</u>	<u>8,441</u>	<u>4,837</u>	<u>90,552</u>	<u>105,723</u>
Cash and restricted cash and investment balances - end of the year	<u>\$ 111,097</u>	<u>\$ 10,991</u>	<u>\$ 7,967</u>	<u>\$ 130,055</u>	<u>\$ 121,889</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating Income (Loss)	\$ 4,206	\$ 1,086	\$ 1,740	\$ 7,032	\$ 12,632
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Amortization and depreciation	35,096	3,293	2,646	41,035	3,975
Changes in assets and liabilities:					
Accounts receivable	1,964	(1,009)	(317)	638	14
Intergovernmental receivable	-	-	514	514	1
Net OPEB asset	(105)	(17)	(37)	(159)	(44)
Net pension and OPEB liability	239	37	83	359	98
Deferred outflows related to pensions and OPEB	(1,194)	(188)	(412)	(1,794)	(502)
Deferred inflows related to pensions and OPEB	497	77	169	743	212
Inventories and prepaid items	(95)	-	(24)	(119)	(15)
Deferred inflows - leases	(143)	-	-	(143)	-
Vouchers and accounts payable	(2,244)	124	484	(1,636)	(247)
Intergovernmental payable	(33)	-	5	(28)	-
Deposits	297	91	2	390	-
Compensated absences	450	179	168	797	192
Unearned revenue	-	-	26	26	-
Claims payable	16	-	-	16	(3,750)
Estimated closure and post-closure costs	-	1,092	-	1,092	-
Net cash provided (used) by operating activities	<u>\$ 38,951</u>	<u>\$ 4,765</u>	<u>\$ 5,047</u>	<u>\$ 48,763</u>	<u>\$ 12,566</u>
Noncash investing, capital and financing activities					
Gain on joint venture	\$ 552	\$ -	\$ -	\$ 552	\$ -
Change in value of joint venture	400	-	-	400	-
Change in lease receivable	129	-	-	129	-
Change in subscription based information technology arrangements payable	(166)	98	259	191	2,048
Change in retainage payable	577	-	-	577	-
Capital contributions	1,613	500	484	2,597	-

The notes to the financial statements are an integral part of this statement.

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

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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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

I. Summary of significant accounting policies

The accompanying financial statements of the City of Glendale, Arizona (City) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) applicable to governmental units adopted by the Governmental Accounting Standards Board (GASB).

A. Reporting entity

The City of Glendale was incorporated June 18, 1910, under the provisions of Article 13, Sections 1 through 6 of the Constitution of Arizona and Title 9 of the Arizona Revised Statutes. It is governed by a Mayor elected at large, and six district council members. The City operates under a Council-Manager form of government. The City provides basic governmental services to its citizens, including police, fire, water, sewer, solid waste management, transportation, and parks and recreation.

These financial statements present the activities of the City (the primary government) and its blended component unit. Blended component units, although legally separate entities, are, in substance, part of a government's operations, and reported with the primary government.

Blended component units

City of Glendale, Arizona, Municipal Property Corporation (MPC) is a non-profit corporation organized under the laws of the State of Arizona to assist the City in the acquisition and financing of municipal projects and facilities. The MPC is governed by a board of directors who are responsible for approving the corporation's bond sales. Bond sales must also be approved by the City Council. Although it is legally separate from the City, MPC is reported as if it is part of the primary government because its sole purpose is to finance and construct public facilities for the City. The total debt outstanding of the MPC is expected to be repaid entirely or almost entirely with the resources of the primary government. MPC does not issue separate audited financial statements. However, it does file a tax return with the Internal Revenue Service. Copies of the tax return are available from the City's Budget and Finance Department.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the primary government and its component units. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

Generally, the effect of interfund activity has been removed from the government-wide financial statements to minimize the double-counting of internal activities. Transactions that would be treated as revenue, expenditures or expenses if they involved organizations external to the governmental unit, like the sale of water from the water and sewer fund to various functions of the general fund, are accounted for as revenue and expenditures or expenses in the funds involved. These transactions are reflected in the appropriate functional activity on the government-wide statement of activities and are not eliminated in consolidation. Transactions that constitute reimbursement to a fund for expenditures or expenses initially made from that fund, which are properly applicable to another fund, are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditure or expense in the fund that is being reimbursed. Transfers between funds are included in the results of both governmental & proprietary funds (as other financing sources/uses in governmental funds).

Certain transactions occurring between funds that are combined within the same fund type or displayed in the same financial statement column for presentation in these annual financial statements have been eliminated from the financial statements. These transactions include transfers between funds and interdepartmental service charges. All internal balances in the statement of net position have been

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

eliminated, with the exception of those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total governmental column.

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 and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. All remaining governmental and proprietary funds are aggregated and reported as nonmajor funds.

The *internal service funds* are eliminated on an entity-wide basis as per GASB Statement 34.

C. Form of presentation – fund financial statements

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures/expenses, as appropriate. Government resources are allocated to, and accounted for, in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The City reports the following major governmental funds:

The *general fund* is the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.

The *transportation special revenue fund* accounts for the City's public transit system and transportation improvement projects including transportation sales tax.

The *other construction fund* accounts for construction activities for government facilities, economic development, cultural facilities, open space and trails, library, flood control and ARPA projects.

The *municipal property corporation debt service fund (MPC)* accounts for the debt service payments for the bonds that were issued to finance the construction of a new municipal office complex, hockey arena, public safety training center, parking garage, media center and convention center.

The *general obligation debt service fund* accounts for the debt service payments for the bonds that were issued to finance government infrastructure such as government facilities, parks, libraries, flood control, economic development and open space/trails.

The *excise tax revenue debt service fund* accounts for the debt that was issued to refund the senior and subordinate excise tax revenue bonds issued by the Municipal Property Corporation.

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

The City reports the following major proprietary fund:

The *water and sewer fund* accounts for operations, maintenance and construction projects of the City-owned water and sewer systems.

The *landfill fund* accounts for the operations and maintenance of the City's landfill.

Additionally, the City reports internal service funds.

Internal service funds account for risk management, workers' compensation, employee benefits, fleet and technology services provided to other departments.

The following funds are presented in the accompanying financial statements:

Governmental funds

Governmental funds are those through which most governmental functions of the City are financed. The measurement focus is based upon determination of financial position and changes in financial position rather than upon the determination of net income. The following governmental funds are presented in the accompanying financial statements.

General fund: The general fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Special revenue funds: Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

Debt service funds: Debt service funds are used to account for the accumulation of financial resources for the payment of long-term debt principal, interest, and related costs, except the debt service accounted for in the enterprise funds. Debt service funds also include the debt payable from highway user gas tax revenues and unrestricted excise tax revenues as well as debt funded by property taxes levied by the City on property located within the City.

Capital projects funds: Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

Permanent fund: Permanent fund is used to account for financial resources to be used by the cemetery fund.

Proprietary funds

Proprietary funds are used to account for the City's ongoing operations and activities, which are similar to those found in the private sector. The measurement focus is based upon the determination of net income.

Enterprise funds: Enterprise funds are used to account for operations, including debt service, 1) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or 2) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The enterprise funds, which the City currently maintains, are the water and sewer, landfill, solid waste, and housing funds.

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

Internal service funds: Internal service funds are used to account for the financing of self-insurance and fleet and technology services provided by one City department to other City departments on a cost-reimbursement basis.

D. Measurement focus and basis of accounting

The government-wide and proprietary 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 revenue as soon as all eligibility requirements imposed by the provider have been met.

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 except as described below in relation to grants. Revenues are considered to be *available* when they are collected 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 generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest on long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the related debt service fund for payments to be made shortly after fiscal year-end.

Revenues susceptible to accrual because of their availability include property tax, sales tax, highway user tax, state shared sales tax, vehicle license tax, and interest earned on investments. Licenses and permits, charges for services, fines and forfeitures, and miscellaneous revenues are recorded as revenues when received in cash because they are generally not measurable until actually received.

In applying the *susceptible to accrual* concept to intergovernmental revenues, the decision to accrue depends on the terms of the arrangement or agreement. Generally, these resources are reflected as revenue at the time of receipt or earlier if they meet the available criterion. Certain grant revenues are recognized based on expenditures recorded.

Resources that have been received before time requirements are met but after all other eligibility requirements have been met are recorded as a deferred inflow. However, resources transmitted before time requirements are met but after eligibility requirements have been met are recorded as deferred outflows. This practice is defined and supported by GASB Statement 63, as it pertains to Financial reporting of deferred outflows of resources, deferred inflows of resources and net position.

E. Statement of cash flows

The City considers short-term investments (including restricted assets) in the State of Arizona Local Government Investment Pool (LGIP), mutual fund-money market, U.S. Treasury bills and notes with original maturities of three months or less at acquisition date to be cash equivalents.

F. Inter-fund transactions

Inter-fund transactions, consisting of services performed for other funds or costs billed to other funds are treated as expenditures/expenses in the fund receiving the services and as a reimbursement reducing expenditures/expenses in the fund performing the services, except for sales of water to other City departments, which are recorded as revenue in the Water Enterprise funds. In addition, operating transfers are made between funds to shift resources from a fund legally authorized to receive revenue to a fund authorized to expend the revenue.

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is classified as due to/from other funds (current portion of inter-fund advances) and advances to/from other funds (noncurrent portion of inter-fund advances). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances.

G. Inventories and prepaid items

Inventories of the governmental and enterprise funds consist primarily of expendable supplies held for consumption and long-term storage credits (LTSC) that include reclaimed water received from the City's reclamation facilities and raw water from the Central Arizona Project (CAP) delivered to multiple underground storage locations. Supplies inventories are maintained on a perpetual system verified through cyclical physical counts and are valued using a weighted average cost. Generally, expenditures are recorded at the time inventories are used (i.e., the consumption method) for both GAAP reporting and budgetary purposes. However, the City's postage inventory is recorded as expenditure at time of purchase (i.e., the purchase method) for budgetary purposes. Certain expenditures are recorded for financial reporting purposes as prepaid items.

Special reporting treatment is applied to governmental fund inventories and prepaid items to indicate that they represent amounts that are not in spendable form, even though they are a component of current assets. Such amounts are presented as a component of non-spendable fund balance.

H. Restricted assets

Certain proceeds of the City's bonds, as well as certain resources set aside for their repayment, are classified as restricted on the balance sheet, or statement of net position, because they are maintained in separate bank accounts and their use is limited by applicable debt covenants and the escrow agreement. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources, as they are needed.

Restricted assets also include cash held at the Maricopa County Treasurer for the Racketeer Influenced and Corrupt Organizations Act (RICO). RICO funds are limited by state and federal law to qualified expenses related to fighting and preventing drug use and organized crime.

I. Capital assets

The City has chosen not to apply the modified approach to any networks or subsystems of infrastructure assets. No long-term assets or depreciation/amortization are shown in the governmental fund financial statements.

Capital assets, including public domain infrastructure (e.g., roads, bridges, sidewalks and other assets that are immovable and of value only to the City) are defined as assets with an initial, individual cost of more than \$5 and an estimated useful life greater than three years. Aggregated capital assets comprise a group of assets with a collective cost exceeding \$500, adhering to the designated classes and useful life criteria applicable to standard capital assets. Capital assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized. Major improvements are capitalized and depreciated/amortized over the remaining useful lives of the related capital assets.

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets are depreciated/amortized using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Useful Life (Years)</u>
Buildings	30
Right to use leased assets - buildings	3
Improvements other than buildings	10-20
Infrastructure	10-100
Machinery and equipment	5-8
Automotive equipment	6-8
Software	3
Computer equipment	3-5

Lease and subscription-based information technology arrangements assets are amortized over the life of the associated contract.

Capital assets transferred between funds are transferred at their carrying value (cost less accumulated depreciation/amortization) as of the date of the transfer.

J. Water rights

The City has entered into an agreement with Salt River Pima-Maricopa Indian Community (SRP-MIC) for the rights to 1,814 acre-feet of water each year through 2099. These rights, costing \$2,693, are being amortized over 40 years on a straight-line basis starting January 1, 2000. Current year amortization was \$67. The net book value of water rights as of June 30, 2025, is \$976. In addition, the City will be responsible for paying for the cost of water delivered each year.

The City participates in the Plan Six cost sharing agreement to construct the Waddell Dam on the Agua Fria River and modify the Roosevelt and Stewart Mountain Dams on the Salt River. The parties to this agreement include the United States government, State of Arizona, Central Arizona Water Conservation District, Salt River Project, and the cities of Phoenix, Chandler, Glendale, Mesa, Scottsdale, Tempe and Tucson. The federal government has determined that this agreement does not constitute a joint venture. As of June 30, 2025, the City has capitalized payments of \$4,463 for these water rights. Current year amortization was \$112. The net book value of these water rights as of June 30, 2025, was \$2,789.

The City purchased Central Arizona Project water rights as part of the Salt River Pima-Maricopa Indian Community Water Rights Settlement in November 2007. These rights, as of June 30, 2025, costing \$2,027, are a permanent right and are considered to have an indefinite useful life. As such, they are not amortized; therefore, cost and net book value are equal to \$2,027.

K. Governmental fund balance components

The components of governmental fund balance consist of the following:

Non-spendable amounts are the portion of net resources that cannot be spent because of their form such as inventories and prepaid items. Also included is the portion of net resources that cannot be spent because they must be maintained intact pursuant to legal and contractual requirements such as the cemetery permanent fund.

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

Restricted are amounts that are subject to externally enforceable legal restrictions imposed by parties outside the government such as creditors, grantors, contributors, and other governments through laws and regulations. Examples of restricted fund balance are amounts held to pay for bonded construction projects, debt service, and excise tax revenues collected for voter approved transportation expenditures.

Committed are amounts that are constrained by limitations imposed by the highest level of decision making authority, namely Mayor and Council and require approval by the same level of authority through an ordinance to remove. Amounts must be committed prior to the fiscal year end. An example of committed fund balance is amounts for artwork.

Assigned are amounts that are constrained by limitations imposed by management based on the intended use of the funds. The city manager has been given authority to assign funds as needed through the financial policies adopted in the annual Budget Book approved by Mayor and Council. An example of assigned fund balance are amounts for equipment replacement or general government capital projects.

Unassigned are amounts for any other purpose. If resources were not assigned, they could not be properly reported in a fund other than the general fund. Therefore, only the general fund can report a positive amount of unassigned fund balance. Any governmental fund in a deficit position could report a negative amount of unassigned fund balance.

When both restricted and unrestricted resources are available for specific expenditures, restricted resources are considered spent before unrestricted resources. Within unrestricted resources, committed and assigned are considered spent (if available) before unassigned amounts. On the government-wide financial statements, only restrictions imposed by external sources are shown as restricted net position.

L. Net position

The government-wide and proprietary fund financial statements use a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted.

Net investment in capital assets – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation/amortization and the outstanding balances of debt and other liabilities that are attributable to the acquisition, construction, or improvement of these assets reduce the balance in this category.

Restricted net position – This category represents net position that has external restrictions imposed by creditors, grantors, contributors, laws or regulations of other governments, and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position – This category represents net position of the City not restricted for any project or other purpose.

M. Property tax

The City levies taxes on real and personal property located within its boundaries. Property values are assessed by the Maricopa County Tax Assessor. The tax levy is then approved by the State of Arizona Property Tax Oversight Commission. The County Treasurer bills and collects property taxes and remits them to the City monthly. City property tax revenues are recognized when levied to the extent that they are received within the current period, or soon enough thereafter (within 30 days of year-end), to pay liabilities of the current period. Remaining collectible taxes are accrued and reflected as deferred inflows of resources.

CITY OF GLENDALE, ARIZONA

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(amounts expressed in thousands)

Property Tax Calendar

Lien date	January 1, 2024
Levy (assessment) date (third Monday in August)	August 19, 2024
Due dates:	
First half of assessment	October 1, 2024
Second half of assessment	March 1, 2025
Penalties and interest added (collection dates):	
First half of assessment	November 1, 2024
Second half of assessment	May 1, 2025

The City currently levies less than the maximum allowed by State Statutes for primary property taxes. The City is permitted to levy an increase of two percent over the previous year’s maximum allowable primary levy plus an increased dollar amount due to a net gain in property not taxed the previous year. The secondary property tax levy is made for the purpose of retiring the principal, interest and servicing fees on bonded indebtedness. The City may levy the amount deemed necessary to meet its bonded debt service requirements. The debt service fund balance cannot exceed 10% of the next year’s debt service payment. Assessed values are established by the Maricopa County Tax Assessor each year on a uniform basis ratio to full cash value of each property class as required by State Statutes.

The distribution of the City’s levy (tax rate per \$100 assessed value) to its funds for the year ended June 30, 2025, is as follows:

<u>Fund</u>	<u>Rate</u>
General fund	\$ 0.33
General obligation debt service fund	1.16
Total	<u>\$ 1.49</u>

N. Compensated absences

Compensated absences payable consists of vacation leave, compensatory leave, and a calculated amount of sick leave that employees earned based on services already rendered and is more likely than not to be used as paid time off or settled in cash or other means. Vacation time is accumulated up to a maximum of 10 workweeks and compensatory time is earned in lieu of cash payment for overtime. Both vacation and compensatory time can either be taken as time off from work, within certain limitations, or may be payable to employees upon termination or retirement. Employees who have ten or more years of service will receive upon retirement 100% of up to 160 hours of vacation accrued. Any remaining vacation time above 160 hours will be 100% contributed to a mandatory Retiree Health Savings plan for the employee. Employees separating from the City receive 100% of accrued vacation time. Sick leave is accumulated without limit and can be used in the event of an illness of the employee or their immediate family. Accumulated sick leave can be converted to a cash benefit on a biannual basis for employees based on one-third of the average hourly rate the last 36 months. Employees must maintain a minimum sick leave balance on the books. Employees who retire and have ten or more years of service will have 50% of their accrued sick time contributed to a mandatory Retiree Health Savings plan based on their average hourly wage over the last 36 months. Employees who separate from service and have five or more years of service will receive one-third of their sick leave balance based on their average hourly wage over the last 36 months in a cash payout.

Represented Fire and Police MOU employees who retire and have ten or more years of service will have 50% of their accrued sick time contributed to a mandatory Retiree Health Savings plan based on their average hourly wage over the last 36 months. Represented Fire and Police MOU employees who retire are

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paid 100% of accrued vacation time.

The City assumes the first in, first out (FIFO) flow assumption and Days Used approach to determine the compensated absences liability. Compensated absences payable is accrued as a liability in the government-wide and proprietary fund financial statements. Liabilities for these amounts are reported in the governmental fund financial statements only as they become due, combined with accrued payroll and other payroll-related amounts in the accrued payroll and benefits line item. No long-term liability for compensated absences is recorded in the governmental funds.

O. Deferred outflow and deferred inflow of resources

In addition to assets, the statement of net position will report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflow 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 only has two items that qualify for reporting in this category. It is the deferred charge on refunded debt and deferred outflows related to pensions and OPEB reported in the government-wide statement of net position.

In addition to liabilities, the statement of net position will report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources represent 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 four items that qualify for reporting in this category. It is unavailable revenue, which arises only under a modified accrual basis of accounting, deferred inflow related to leases, the deferred inflow related to pensions and other post-employment benefits, and amounts resulting from refunded debt.

Amounts that are reported as deferred outflows are shown as a separate balance sheet section following the assets. Similarly, amounts shown as deferred inflows are shown in a separate balance sheet section following liabilities.

P. Long-term obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are reported as a long-term liability and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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.

Q. Operating revenues and expenses

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services, leases, and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and the City's internal service funds are charges to customers for sales and services, or housing operational grants from a federal agency. Housing operational grants provide decent, safe, and affordable housing to eligible, low-income families and individuals by providing a voucher to rent a qualifying unit in the City of Glendale.

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The water and sewer fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation/amortization on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

R. Lease agreements

The City has entered into lease agreements and are accounted for based on the principle that leases are financings of the right to use an underlying asset. A lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

S. Subscription-Based Information Technology Arrangements

The City has entered into subscription-based information technology arrangements (SBITAs) and are accounted for based on the principle that a SBITA is a contract that conveys control of these of the right to use another party's IT software, alone or in combination with tangible capital assets for a period of time. A government is required to recognize a subscription liability and an intangible right-to-use lease asset.

T. Postemployment benefits

For purposes of measuring the net pension and other postemployment benefits (OPEB) assets and liabilities, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the plan's fiduciary net assets and additions to/deductions from the plan's fiduciary net assets have been determined on the same basis as they are reported by the plans. 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.

U. Deferred compensation

The Voluntary Deferred Compensation Plan for Employees of the City of Glendale, State of Arizona; Restated Plan Document (the "Plan document") was adopted by the Mayor and City Council on November 10, 1998, and amended on January 8, 2002 to incorporate the Federal Economic Growth and Tax Relief Reconciliation Act of 2001. In addition, the Mayor and City Council adopted a defined contribution deferred compensation plan document on April 9, 2002, under the Internal Revenue Code Section 401(a). On February 12, 2013 the adoption of a new contract was approved by the Mayor and City Council which allowed the plan to be administered solely by the third-party administrator Empower Retirement (Empower) a division of Great West Life & Annuity Insurance Co (Great West). Through the Plan document, the City offers its employees a deferred compensation plan that permits them to defer a portion of their current salary until future years. Any contributions made to the deferred compensation plan, in compliance with Section 457 and 401(a) of the Internal Revenue Code, are not available to employees until termination of employment, retirement, death or an unforeseen emergency. The plan assets are in custodial or trust accounts for the exclusive benefit of the plans' participants and beneficiaries.

The City provides neither administrative services nor investment advice to the plans; therefore, no fiduciary relationship exists between the City and the deferred compensation pension plan. In addition, the plan assets are not included as a fund of the City.

The Retiree Health Savings (RHS) Plan was originally adopted on July 1, 2008, and amended and restated on February 12, 2013, by Mayor and Council. The purpose of the Plan is to provide certain Employees with

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an opportunity to receive reimbursement for certain Health Care Expenses as provided in this Plan. It is the intention of the Adopting Employer that the benefits payable under this Plan be eligible for exclusion from the gross income of Participants as provided by Sections 105(b) and 106 of the Code. In addition, it is the intention of the Adopting Employer that the Plan qualify as a Health Reimbursement Arrangement (HRA) under IRS Revenue Ruling 202-41 (June 26, 2002) and IRS Notice 2002-45 (June 26, 2002). The provider for this RHS plan is Educator Benefit Consultants (EBC). The contributions to this Plan are detailed in the Compensated Absences (N) section on this document.

V. Elected Officials' Defined Contribution Retirement System (EODCRS)

HB 2608 signed in July of 2013 closed the Elected Officials' Retirement Plan (EORP) to new members and established the new Elected Officials' Defined Contribution Retirement System (EODCRS) effective January 1, 2014 (A.R.S. Title 38, Chapter 5, Article 3.1). In addition to this new plan, the EODCRS Disability Program was also established (A.R.S. Title 38, Chapter 5, Article 3.2). EODCRS is a non-ERISA 401(a) plan type. If a person is elected, appointed, or hired on or after January 1, 2014, does not have money on account with EORP, does not have money on account with ASRS or does not timely opt out of the EODCRS to return to ASRS, if applicable, the elected official must be automatically enrolled in the EODCRS. This includes any elected official who has already retired from EORP and/or ASRS. The investment options available to EODCRS members will be administered by Nationwide Retirement Solutions (NRS). The elected official will also contribute to and participate in the EODCRS Disability Program administered by PSPRS.

As prescribed in ARS § 38-727, if a person is appointed, elected, or hired on or after January 1, 2014 and does not have money on account with the EORP, but has money on account with the ASRS, that person has the option to return to the ASRS. The member has the option to participate in either the EODCRS or the ASRS Plan with each term. That decision is irrevocable during the term in which that election was made. Additionally, the elected official will contribute to and participate in the Long-Term Disability Program administered by ASRS. To choose the ASRS, the person must fill out a form provided by PSPRS opting out of the EODCRS. This election must be made within 30 days after that person's term begins and returned to PSPRS. The City was required by statute to contribute 49.86 percent of elected officials participating as an ASRS members' annual covered payroll to the ASRS Legacy

As of January 1, 2014, the employer rate for all employers contributing on behalf of their elected officials varies based on the path the employee is eligible for. Pursuant to ARS § 38-810, subsection C, and as described above, that rate may be split a number of ways depending on which plan (or path) your elected official will belong to. Employee rates will vary, also dependent upon the path your elected official is on, and all are pre-tax contributions. The rates for the respective disability programs are separate from the 61.43% employer rate and are contributed on an after-tax basis. The 61.43% employer rate is set by statute; however, the Board of Trustees of PSPRS is required to monitor this rate to inform the Legislature annually of its continued ability to pay the unfunded liability of the EORP legacy costs, so there is the possibility of this rate changing from time-to-time. Additionally, the rate for the disability program will also be reviewed and revised annually to meet its actuarially determined costs.

For the year ended June 30, 2025 active EODCRS members were required by statute to contribute at the rate of 8.14 percent (8 percent to the DC plan and 0.14 percent for the disability program) of the members' annual covered payroll. The City was required by statute to contribute at the rate of 6.14 percent (6 percent to the DC plan and 0.14 percent for the disability program) of the active members' annual covered payroll. The maximum annual contribution limits are in accordance with the IRS regulation for defined contribution plans. Employee and employer contributions are immediately vested. In addition, the City was required by statute to contribution 46.62 percent of the EODC members' annual covered payroll to the EORP Legacy.

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W. Investments

The City uses the following methods and assumptions to account for its investments:

1. Aside from investments clearly identified as belonging to a specific fund, any unrealized gain/loss resulting from the valuation is recognized within the general fund as investment revenue.
2. Investments are recorded at fair value, which is based on quoted market prices as of the valuation date.
3. Pooled investment income is allocated to various funds monthly based on the average equity balances maintained during the month.

Arizona Revised Statutes require the City to deposit certain crime-related forfeitures with the County Treasurer. The County Treasurer determines the fair value of those pooled investments. The structure of the pool does not provide for shares and the County has not provided or obtained any legally binding guarantees to support the value of the participants' investments. The County Treasurer is not subject to custodial credit risk.

The City's investment in LGIP represents shares of the pool's portfolio. The fair value of each share in the LGIP is one dollar. These shares are not identified with specific investments and are not subject to custodial credit risk. Neither the County nor LGIP are registered with the Securities and Exchange Commission as investment companies. The State Board of Deposits provides oversight, and the Local Government Investment Pool Advisory Committee provides consultation and advice to the LGIP. There is no regulatory oversight of the County Treasurer's operations.

The net increase in the fair value of total investments during the fiscal year ended June 30, 2025, was \$383.

II. Compliance - Excess of expenditures over appropriations/deficits in fund equity

The City ended the fiscal year June 30, 2025, with a deficit net position of \$2,046 in the fleet services internal service fund. This deficit will be funded by increases in user premium charges in the next fiscal year.

The City ended the fiscal year June 30, 2025, with expenditures exceeding appropriation in the amount of \$1,384 in the general obligation fund and a deficit net position of \$,5,095. Future general obligation bond issuance's debt service schedules will be structured so that the deficit will be eliminated within the next fiscal year.

III. Deposits and investments

The City maintains a cash management pool for its cash and cash equivalents in which each fund and/or account or sub-account of a fund participates on a dollar equivalent basis.

Deposits

At year-end, the carrying amount of the City's deposits was \$499,313 and the bank balances were \$506,905. The difference of \$7,592 represents deposits in transit, outstanding checks, and other reconciling items. At year-end all of the City's deposits were covered by federal depository insurance and collateral held in the City's name.

Investments

State Statutes and the City's investment policy authorize the City to invest in obligations of the U.S. Treasury, its agencies and instrumentalities, repurchase agreements, commercial paper (A-1/P-1 rated), interest-earning money market accounts, certificates of deposit, and the State of Arizona Local Government Investment Pool

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(LGIP). Investments may not exceed five years to maturity from the date of purchase.

The City's investment in the LGIP is valued using net asset value (NAV) per share (or its equivalent), which approximates the fair value of the holdings provided by the Arizona State Treasurer's Office at June 30, 2025. Unlike more traditional investments, the City's holdings in the LGIP, measured at a NAV approximately \$1 per share (or equivalent) are not individually identifiable.

As of June 30, 2025, the City had the following investments:

Investment Type	Investment Maturities (in years)				Fair Value
	0 - 1	1 - 2	2 - 3	Over 3	
Corporate Bonds	\$ 7,762	\$ 9,102	\$ 3,278	\$ -	\$ 20,142
U.S. Treasury	121,512	44,650	51,102	71,095	288,359
Arizona LGIP-State Pool	28,667	-	-	-	28,667
Grand total investments	<u>\$ 157,941</u>	<u>\$ 53,752</u>	<u>\$ 54,380</u>	<u>\$ 71,095</u>	<u>337,168</u>
Cash deposits					499,313
Cash with fiscal agents					201,446
Total deposits and investments					<u>\$ 1,037,927</u>

Investment Fair Value Level: Investments using fair value measurement guidelines established by generally accepted accounting principles recognize a three-tiered fair value hierarchy as follows:

- Level 1 – Financial assets are valued using inputs that are unadjusted quoted prices in active markets accessible at the measurement date of financial assets. The inputs include those traded on an active exchange, such as the New York Stock Exchange, as well as U.S. Treasury and other US. government and agency mortgage-backed securities that are traded by dealers or brokers in active over-the-counter markets.
- Level 2 – Financial assets are valued based on quoted prices for similar assets, or inputs that are observable, either directly or indirectly for substantially the full term through corroboration with observable market data.
- Level 3 – Financial assets are valued using pricing inputs which are observable for the asset, inputs that reflect the City's own assumptions about the assumptions market participants would use in pricing the asset.

The City's investments are classified as follows:

Investment at fair value level	Fair Value Measurements Using Levels			
	Level 1	Level 2	Level 3	Totals
Corporate Bonds	\$ -	\$ 20,142	\$ -	\$ 20,142
U.S. Treasury	288,359	-	-	288,359
Total Investments at fair value level	<u>\$ 288,359</u>	<u>\$ 20,142</u>	<u>\$ -</u>	<u>308,501</u>
External Investment Pools Measured at Fair Value				
State Treasurer's Investment Pool				28,667
Total Investments				<u>\$ 337,168</u>

Interest rate risk: As a means of limiting its exposure to interest rate risk the City's investment policy requires all securities to mature in no more than five years. The City also purchases securities to be laddered with staggered

CITY OF GLENDALE, ARIZONA

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maturity dates.

Credit risk: The City’s investment policy requires commercial paper to have a rating of at least A-1 by Standard and Poor’s, P-1 by Moody’s, or F1 by Fitch. Corporate bonds must have a rating of at least A or better by Standard and Poor’s, A2 by Moody’s, or A by Fitch. As of June 30, 2025, the City’s investments were rated by Moody’s Investor Service and Standard & Poor’s as follows:

<u>Investment Type</u>	<u>S&P Rating</u>	<u>Moody's Rating</u>	<u>% of Total Investments</u>	<u>Weighted Average Maturity (Years)</u>
U.S. Treasury	AA+	Aaa	79.99%	2.18
U.S. Treasury	A-1+	P-1	13.48%	0.33
Corporate	A+	A1	1.82%	1.31
Corporate	A+	Aa3	1.19%	1.44
Corporate	AA+	Aa1	1.16%	1.08
Corporate	A	A2	0.99%	1.22
Corporate	A	A1	0.97%	1.58
Corporate	AA-	Aa3	0.40%	1.15

Concentration of credit risk: The investment policy of the City contains no limitations on the amount that can be invested in any one issuer. Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of the total investments are as follows:

<u>Issuer</u>	<u>Investment Type</u>	<u>Amount</u>
United States Treasury	U.S. Treasury	\$ 288,359
Arizona LGIP	Arizona LGIP	28,667

Custodial credit risk: To control custodial credit risk, 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 along with original safekeeping receipts.

IV. Note receivable

On October 22, 2008, the Western Loop 101 Public Facilities Corporation (PFC), a blended component of the City dissolved in fiscal year 2016, issued \$199,750 in third lien excise tax revenue bonds to construct a baseball spring training facility. On October 1, 2009, the City finalized an Intergovernmental Agreement with the Arizona Sports and Tourism Authority (AZSTA) for the Glendale Spring Training Facility Project. AZSTA agreed to contribute to the City \$60,000 for the construction costs plus interest at 4.13% per annum payable semi-annually. A note receivable for the agreed upon contribution amount plus accrued interest on the note in the amount of \$89,977 less an allowance for doubtful accounts in the amount of \$67,096 for a net value of \$22,881 has been recorded at June 30, 2025. In the year 2020, AZSTA began making payments to the City. Payments of \$28,426 have been received by the City on the note as of June 30, 2025. On December 27, 2012, the City of Glendale Municipal Property Corporation (MPC), a blended component unit of the City, issued subordinate excise tax revenue bonds to refund the \$199,750 third lien excise tax revenue bonds that were previously issued by the Western Loop 101 Public Facilities Corporation (PFC). The issuance of \$183,405 in tax-exempt bonds and \$16,850 in taxable bonds achieved debt service savings and lowered the next five fiscal years’ annual rental payments under the agreement. In fiscal year 2016, the AZSTA receivable was recorded in the MPC debt service fund.

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V. Capital assets

A summary of capital asset activity, for the government-wide financial statements, for the year ended June 30, 2025, is as follows:

	Balances June 30, 2024	Increase	Decrease	Balances June 30, 2025
Governmental activities				
Non-depreciable assets:				
Construction in progress	\$ 36,762	\$ 104,362	\$ (51,496)	\$ 89,628
Land	114,885	1,077	(9,300)	106,662
Artwork	2,898	-	-	2,898
Total non-depreciable assets	<u>154,545</u>	<u>105,439</u>	<u>(60,796)</u>	<u>199,188</u>
Depreciable/amortizable assets:				
Buildings	403,173	14,372	-	417,545
Right to use leased assets-building	746	352	(363)	735
Improvements other than buildings	289,030	1,523	(1,064)	289,489
Infrastructure - streets	1,002,349	12,671	(1,434)	1,013,586
Infrastructure - parks	108,446	27,375	(131)	135,690
Infrastructure - flood/storm drains	84,230	1,399	-	85,629
Infrastructure - airport	27,812	-	-	27,812
Machinery and equipment	57,323	8,781	(2,176)	63,928
Computer equipment	7,123	942	(184)	7,881
Software	6,875	-	-	6,875
Right to use IT software	21,957	6,203	(3,929)	24,231
Automotive equipment	59,895	9,406	(4,781)	64,520
Total depreciable/amortizable assets	<u>2,068,959</u>	<u>83,024</u>	<u>(14,062)</u>	<u>2,137,921</u>
Less accumulated depreciation/amortization for:				
Buildings	(195,174)	(10,034)	-	(205,208)
Right to use leased assets-building	(415)	(233)	364	(284)
Improvements other than buildings	(207,900)	(8,796)	112	(216,584)
Infrastructure - streets	(474,126)	(25,650)	-	(499,776)
Infrastructure - parks	(65,517)	(3,625)	-	(69,142)
Infrastructure - flood/storm drains	(19,150)	(1,193)	-	(20,343)
Infrastructure - airport	(13,498)	(690)	-	(14,188)
Machinery and equipment	(40,148)	(5,612)	2,180	(43,580)
Computer equipment	(4,966)	(966)	186	(5,746)
Software	(5,506)	(122)	-	(5,628)
Right to use IT software	(10,196)	(5,864)	3,838	(12,222)
Automotive equipment	(42,643)	(4,757)	4,531	(42,869)
Total accumulated depreciation/amortization	<u>(1,079,239)</u>	<u>(67,542)</u>	<u>11,211</u>	<u>(1,135,570)</u>
Total depreciable/amortizable assets, net	<u>989,720</u>	<u>15,482</u>	<u>(2,851)</u>	<u>1,002,351</u>
Governmental activities capital assets, net	<u>\$ 1,144,265</u>	<u>\$ 120,921</u>	<u>\$ (63,647)</u>	<u>\$ 1,201,539</u>

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	Balances June 30, 2024	Increase	Decrease	Balances June 30, 2025
Business-type Activities:				
Non-depreciable assets:				
Construction in progress - water and sewer	\$ 32,490	\$ 39,287	\$ (14,312)	\$ 57,465
Construction in progress - landfill	1,404	4,710	(6,114)	-
Construction in progress - housing authority	1,926	248	-	2,174
Land	17,241	128	(170)	17,199
Total non-depreciable assets	<u>53,061</u>	<u>44,373</u>	<u>(20,596)</u>	<u>76,838</u>
Depreciable/amortizable assets:				
Buildings	18,205	140	-	18,345
Water rights	9,183	-	-	9,183
Improvements other than buildings	108,425	6,359	(40)	114,744
Water lines	170,218	1,257	-	171,475
Sewer lines	183,932	6,372	-	190,304
Water treatment plant	404,868	5,219	-	410,087
Sewer treatment plant	194,955	526	-	195,481
Meters and services	50,548	642	-	51,190
Fire hydrants	8,126	1,877	-	10,003
Machinery and equipment	9,261	438	(192)	9,507
Computer equipment	1,614	-	-	1,614
System purchase	1,176	-	-	1,176
Right to use IT software	2,188	179	(22)	2,345
Automotive equipment	44,657	4,775	(6,475)	42,957
Total depreciable/amortizable assets	<u>1,207,356</u>	<u>27,784</u>	<u>(6,729)</u>	<u>1,228,411</u>
Less accumulated depreciation/amortization for:				
Buildings	(13,276)	(401)	-	(13,677)
Water rights	(3,212)	(179)	-	(3,391)
Improvements other than buildings	(58,254)	(4,549)	-	(62,803)
Water lines	(75,190)	(4,276)	-	(79,466)
Sewer lines	(93,130)	(4,770)	-	(97,900)
Water treatment plant	(191,378)	(13,536)	-	(204,914)
Sewer treatment plant	(87,104)	(6,256)	-	(93,360)
Meters and services	(22,689)	(1,415)	-	(24,104)
Fire hydrants	(3,626)	(193)	-	(3,819)
Machinery and equipment	(6,202)	(1,098)	191	(7,109)
Computer equipment	(1,068)	(219)	-	(1,287)
System purchase	(1,065)	-	-	(1,065)
Right to use IT software	(802)	(441)	22	(1,221)
Automotive equipment	(23,432)	(3,702)	6,462	(20,672)
Total accumulated depreciation/amortization	<u>(580,428)</u>	<u>(41,035)</u>	<u>6,675</u>	<u>(614,788)</u>
Total depreciable/amortizable assets, net	<u>626,928</u>	<u>(13,251)</u>	<u>(54)</u>	<u>613,623</u>
Business-type activities capital assets, net	<u>\$ 679,989</u>	<u>\$ 31,122</u>	<u>\$ (20,650)</u>	<u>\$ 690,461</u>

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

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(amounts expressed in thousands)

Depreciation and amortization were charged to functions/programs as follows:

Governmental activities:	
General	\$ 20,718
Public safety	10,276
Public works	16,714
Street maintenance	13,193
Community services	6,638
Community environment	<u>3</u>
Total depreciation and amortization expense	<u><u>\$ 67,542</u></u>
Business-type activities:	
Water and sewer	\$ 35,096
Landfill	3,293
Solid Waste	2,390
Housing	<u>256</u>
Total depreciation and amortization expense	<u><u>\$ 41,035</u></u>

Included in the water and sewer depreciation amount is \$179 amortization of water storage rights.

VI. Construction commitments

The City has active construction projects as of June 30, 2025. The projects include street construction, park facilities, and the construction of additional water and sewer facilities. At year-end, the government's commitments with contractors are as follows:

Project	Spent-to-date	Construction Commitment
General government	\$ 50,113	\$ 27,854
Community services	7,580	14,864
Public safety	21,030	5,220
Public works	1,565	261
Street maintenance	9,340	1,867
Water and sewer facilities	57,465	10,115
Landfill	-	144
Housing	<u>2,174</u>	-
Total primary government	<u><u>\$ 149,267</u></u>	<u><u>\$ 60,325</u></u>

VII. Internal service funds

The City is exposed to various risks of loss. Certain of these risks are accounted for within the internal service fund type.

A. Risk management

On January 1, 1987, the City established a risk management fund for torts, and loss and destruction of assets. The City's risk management fund purchases excess or commercial insurance as follows: automobile and general liability, errors and omissions, employment practices liability, employee benefit liability, employee benefits wrongful acts, law enforcement liability, and products completed operations hazards with limits up to \$40,000. The risk management fund was fully self-insured through June 30, 1998, for tort liability losses. Effective July 1, 1998, the City purchased excess insurance. Currently the excess insurance liability coverage has a \$2,000 self-insured retention. The fund also purchased commercial insurance for

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

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(amounts expressed in thousands)

airport owners and operators' liability with limits up to \$25,000 and no deductible, aviation drones coverage with limits up to \$1,000 with no deductible, crime coverage with limits up to \$10,000 with a \$50 deductible, fiduciary liability covering the Deferred Compensation Committee with limits up to \$5,000 and with a \$10 deductible, and public employees blanket bond covering the Risk Management and Workers' Compensation Trust Fund Board with limits up to \$10. Property coverage for damage or destruction of City assets is up to \$1,073,064 (Total Insured Value) with varying sub limits and varying deductibles from \$25 up to \$500. The property coverage includes all-risk property, builder's risk, automobile physical damage, boiler and machinery, pollution and cyber (with a \$2,000 liability limit). Two excess cyber liability policies were also purchased with additional limits of \$3,000 and \$2,000, respectively; and a \$25 deductible or 100 notified individuals.

Funds receiving insurance coverage pay monthly premiums to the risk management fund based upon a budget model taking into consideration actuarial analysis and projections, prior loss experience, staffing, and operating budget.

Premium payments to insurance carriers, loss control, and risk management expenses are made directly from the risk management fund. Insurance coverage has not been significantly reduced in recent years and settled claims have not exceeded insurance in any of the last three years.

B. Workers' compensation

On July 1, 1994, the City established a workers' compensation fund for work-related injuries to employees. The workers' compensation fund provides statutory coverage for each injured workers' compensation claim with a \$2,000 self-insured retention, \$2,500 self-insured retention for presumptive loss, and employers' liability with a limit of \$2,000 per occurrence.

Funds receiving insurance coverage pay monthly premiums to the workers' compensation fund based upon a budget model taking into consideration actuarial analysis and projections prior loss experience, staffing level, operating budget and the National Council on Compensation Insurance workers' compensation manual rates.

Premium payments to insurance carriers and loss control and workers' compensation expenses are made directly from the workers' compensation fund. There have been no settlements paid in excess of insurance in any of the past three years.

C. Employee benefits

On July 1, 2000, the City established an employee benefits fund to meet future cost increases for health-related insurance.

Active employees' premiums are collected through contributions from employee paychecks and department budgets. Retirees contribute 100% of the premiums, COBRA participants contribute 100% of premiums plus 2% administration fee for their insurance benefit coverage. Premiums for the medical, vision, dental, and life insurance plans are determined prior to each renewal period based on the actuarial valuation of the costs of claims, administration of the plan, demographics of the group, plan design changes and any new mandated benefits. The City is self-insured on the medical plan with an aggregate stop-loss of 125% and a specific stop-loss of \$200. If claims exceed the stop-loss amounts the policy will reimburse the plan for the claims in excess of that amount.

Premiums for the self-insured medical plan are set prior to the beginning of each plan year equal to 125% of the expected claims liability.

Premium payments to insurance carriers are made directly from the fund. There have been no settlements paid in excess of insurance in any of the past three years nor has insurance coverage been significantly

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

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(amounts expressed in thousands)

reduced in recent years.

D. Estimated liability

Based on information provided by the actuary, liabilities 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, the effects of specific, incremental claim adjustment expenses, and other allocated claim adjustment expenses and recoveries for salvage and subrogation. The City's workers' compensation self-insurance program liability includes recoveries related to subrogation. Salvage and subrogation are immaterial to employee benefits self-insurance programs and are not incorporated into the liability. The risk management trust fund and workers' compensation self-insurance programs do include a provision for unallocated claim adjustment expenses. The workers' compensation fund includes payment of Industrial Commission taxes and fees.

The City claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payout and other economic and societal factors.

The risk management fund and the workers' compensation fund are funded to meet a minimum confidence level of 55% of the most recent actuarial report.

The City reports the estimated liability in net present value dollars using a future investment yield assumption of 0.51%. These liabilities are reported in the internal service funds at their actuarial determined liability of \$24,324 as of June 30, 2025. Changes in the balances of claims liabilities during the past two years are as follows:

	Risk Management		Workers Compensation		Employee Benefits	
	2025	2024	2025	2024	2025	2024
Unpaid claims, beginning of fiscal year	\$ 7,341	\$ 7,085	\$ 14,864	\$ 15,243	\$ 5,869	\$ 7,541
Current year claims and changes in estimate	(473)	2,848	3,153	2,558	35,086	30,200
Claims payments	(2,196)	(2,592)	(4,149)	(2,937)	(35,171)	(31,872)
Balance at fiscal year end	<u>\$ 4,672</u>	<u>\$ 7,341</u>	<u>\$ 13,868</u>	<u>\$ 14,864</u>	<u>\$ 5,784</u>	<u>\$ 5,869</u>

E. Fleet Services

The Fleet Services Fund was established to track income and expenses of the internal services provided to City departments. The Fleet Services Fund specifically covers vehicle maintenance needs and fuel purchased for City vehicles.

F. Technology

The Technology Fund and the Technology Projects Fund are used to track income and expenses of the internal services provided to City departments for telephone services, information technology services, and support. The Technology Fund specifically supports all the City's computers, hardware, and software. The Technology Fund is designed to balance, with the rates (revenues) set to recover the actual expenses each year. The Technology Projects Fund may accrue net position in anticipation of future upgrades and potential carry over of project funding.

CITY OF GLENDALE, ARIZONA

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(amounts expressed in thousands)

VIII. Leases as Lessor

The City, as a lessor, has entered into lease agreements involving land, airport facilities, buildings, and billboards. Leases range from 35 months to 741 months. As of June 30, 2025, the value of the lease receivable is \$46,652. The leases have interest rates between 0.727% and 3.843%. The value of the deferred inflow of resources as of June 30, 2025 was \$44,651, and Glendale recognized lease revenue of \$1,972 and lease interest revenue of \$1,129 during the fiscal year. The lease receivable does not include any variable payments.

GOVERNMENTAL ACTIVITIES:	Balance as of			Balance as of
Deferred Inflow of Resources	July 1, 2024	Additions	Reductions	June 30, 2025
Land	\$ 39,273	\$ 125	\$ 2,194	\$ 37,204
Buildings	2,330	224	237	2,317
Land Improvements	1	-	-	1
Other	3,797	-	371	3,426
Total Deferred Inflow of Resources	<u>\$ 45,401</u>	<u>\$ 349</u>	<u>\$ 2,802</u>	<u>\$ 42,948</u>

BUSINESS-TYPE ACTIVITIES:	Balance as of			Balance as of
Deferred Inflow of Resources	July 1, 2024	Additions	Reductions	June 30, 2025
Land	\$ 580	\$ -	\$ 19	\$ 561
Other	1,266	-	124	1,142
Total Deferred Inflow of Resources	<u>\$ 1,846</u>	<u>\$ -</u>	<u>\$ 143</u>	<u>\$ 1,703</u>

GOVERNMENTAL ACTIVITIES:	Balance as of			Balance as of
Lease Receivable	July 1, 2024	Additions	Reductions	June 30, 2025
Land	\$ 40,601	\$ 125	\$ 1,782	\$ 38,944
Buildings	2,397	224	217	2,404
Land Improvements	1	-	-	1
Other	3,893	-	348	3,545
Total Lease Receivable	<u>\$ 46,892</u>	<u>\$ 349</u>	<u>\$ 2,347</u>	<u>\$ 44,894</u>

BUSINESS-TYPE ACTIVITIES:	Balance as of			Balance as of
Lease Receivable	July 1, 2024	Additions	Reductions	June 30, 2025
Land	\$ 590	\$ -	\$ 13	\$ 577
Other	1,297	-	116	1,181
Total Lease Receivable	<u>\$ 1,887</u>	<u>\$ -</u>	<u>\$ 129</u>	<u>\$ 1,758</u>

IX. Short-term debt

The City did not issue short-term debt for the year ended June 30, 2025.

X. Long-term debt**A. General obligation bonds (GO)**

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities. General obligation bonds are direct obligations and pledge the full faith and credit of the City and are repaid through the City's levying of property taxes. Retirement of the general obligation bonds in the business-type activities are intended to be paid back by the revenues of the business-type activities.

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

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(amounts expressed in thousands)

B. Revenue bonds

The transportation revenue bonds are special revenue obligations of the City and are used to construct various transportation projects such as roadway widening, intersection improvements, and right-of-way acquisitions. The \$15,895 in bonds outstanding is secured by the City's pledge of a 0.50% transportation excise tax approved by voters on November 6, 2001. The debt service payments are also secured by the same excise tax. The total remaining principal and interest to be paid to a trustee under a trust agreement is \$18,711. The current year revenues of \$48,602 collected in the transportation special revenue fund paid the current year principal and interest amounts of \$4,760 and \$690 respectively, with a transfer to the Transportation Debt Service Fund .

For transportation revenue bonds, the pledged revenue coverage covenants in the purchase agreements require the transportation excise taxes received must be equal to or at least one and one-half times the total interest and principal payment required in the current fiscal year.

The Excise Tax Revenue Refunding bonds are special obligations of the City and are not a general obligation of the City. Under a purchase agreement the City makes monthly payments to a trustee. The payments are secured by a senior claim and pledge by the City of all of the City's unrestricted excise tax revenues which comprise of all excise tax, transaction privilege, franchise and income tax which it collects or is apportioned by the State or political subdivision of the State. The \$257,055 in bonds outstanding was issued to refund senior and subordinate excise tax revenue bonds issued by the MPC. The total principal and interest remaining on the bonds to be paid is \$345,694. The current year principal and interest amount of \$14,990 and \$13,009 were funded with a transfer from the General fund.

The \$188,395 in water and sewer revenue bonds/obligations outstanding has been issued for the construction, acquisition, and equipping of water and sewer facilities and related systems and infrastructure. These are special revenue obligations and are pledged and secured solely by the net revenues of the system. The net revenues of the system consist of revenues collected from customers including development impact fees and interest income less such necessary expenses of operation, maintenance, and repair of the system excluding depreciation, amortization and debt service. The total principal and interest remaining to be paid is \$268,591. The current year principal and interest on the bonds were \$26,996 and net revenues of the system were \$46,594.

For water and sewer revenue bond senior obligations, the pledged revenue coverage covenants in the purchase agreements require the revenues received must be equal to or at least one hundred twenty percent of the combined debt service on all outstanding senior obligations. For water and sewer revenue bond subordinate obligations, the pledged revenue coverage covenants in the purchase agreements require the revenues received must be equal to or at least one hundred twenty percent of the combined debt service on all outstanding senior obligations and subordinate obligations.

C. Municipal Property Corporation (MPC) bonds

In 1982, 2002, 2003, 2006 and 2008 the MPC, a non-profit corporation, issued bonds to finance the construction of a new municipal office complex, hockey arena, public safety training center, parking garage, media center, convention center and City infrastructure, respectively. On October 19, 1982, July 31, 2002, May 1, 2003, and June 1, 2006, the City entered into a purchase agreement with MPC, whereby, the City purchased the constructed municipal office complex, hockey arena, public safety training center, parking garage, media center, convention center and City infrastructure, respectively, from MPC. In addition, on April 1, 2004, the City entered into an agreement with the MPC to issue bonds to finance an escrow account to refund certain outstanding City improvement district bonds. In June 2008, the City entered into an agreement with the MPC to issue bonds to refund outstanding 2006B bonds. In February 2012, the City entered into an agreement with the MPC to issue bonds to partially refund outstanding maturities of the bond series 2003, 2004, and 2006. In December 2012, the City entered into an agreement

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

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with the MPC to issue bonds to partially refund outstanding maturities of the bond series 2003 and 2004, and to fully refund outstanding maturities of the Western Loop 101 Public Facilities Corporation bond series 2008. In March 2015, senior excise tax revenue bonds were issued to refund MPC bonds series 2002B, 2003B, 2006A, and series 2012D, respectively. In April 2016, senior excise tax revenue bonds were issued to refund MPC bond series 2003D in full as well as several maturities of the MPC bond series 2008A. In October 2017, subordinate excise tax revenue bonds were issued to partially refund MPC bond series 2012C. An amount equal to the MPC debt service and related miscellaneous fees, is payable to the MPC in monthly installments by the City. In June of 2024 the City issued Senior Excise Tax Revenue and Revenue Refunding bonds. This issuance refunded the 2012B Senior Lien Excise Tax and 2012C Subordinate Lien Excise Tax Bonds of the MPC. These new bonds are accounted for under Excise Tax Bonds payable from general fund sales tax and not within the Municipal Property Corporation. Additionally, the City defeased portions of the 2015A Senior Excise Tax Revenue Refunding and 2016 Senior Excise Tax Revenue Refunding Bonds using cash from existing resources.

Under the provisions of the purchase agreement, the City has pledged for the payment of the purchase price: 1) all net revenues derived from the municipal office complex and arena, and 2) all excise, transaction, privilege and franchise taxes which the City currently collects, may collect or are allocated to the City by any other governmental unit or municipal corporation, except the City's share of such amounts which by state law, rule or regulation must be expended for other purposes. However, under no circumstances shall such pledge constitute a general obligation of the City nor will the purchase price be payable from the proceeds of ad valorem taxes. The total principal and interest remaining to be paid is \$40,494. Excise tax revenues pledged for repayment of MPC was \$289,476. The current year principal and interest paid was \$4,384.

For senior liens, the pledged revenue coverage covenants in the lien agreements require the unrestricted excise taxes received must be equal to or at least three times the senior excise tax obligation payment required in any current fiscal year. The requirement for subordinate liens is the unrestricted excise taxes received must be equal to at least two times the combined total payment on senior excise tax obligations and subordinate lien excise tax obligations in any current fiscal year.

D. Certificates of Participation (COP) bonds

The certificates of participation bonds are payable exclusively from annually budgeted and appropriated funds and will not be a general obligation or indebtedness of the City. In July 2021, the City issued certificates of participation in an agreement to fund a significant portion of the City's pension plans unfunded liabilities in the Public Safety Personnel Retirement System. Although no specific revenue sources will be pledged to secure the certificates, it is anticipated monies from the City's general fund will be used for making payments. The total principal and interest remaining to be paid is \$266,704. The current year principal and interest on the bonds was \$19,385.

E. Leases as Lessee

As of June 30, 2025, the City, as a lessee, had 2 active leases. The leases have payments that range from \$52 to \$133 and interest rates that range from 0.893% to 2.848%. As of June 30, 2025, the combined value of the lease liability was \$441. The value of the right to use asset as of June 30, 2025 was \$735 with accumulated amortization of \$284. The lease liability does not include any variable payments or sublease agreements.

CITY OF GLENDALE, ARIZONA

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(amounts expressed in thousands)

Subscription-Based Information Technology Agreements

As of June 30, 2025, the City had 81 subscription-based information technology agreements (SBITAs) involving various software. The subscription payments range from \$0 to \$1,955 and interest rates range from 1.580% to 3.712%. As of June 30, 2025, the value of the subscription liability is \$12,450. The combined value of the right to use asset as of June 30, 2025 was \$26,576 with accumulated amortization of \$13,443. The subscription liability does not include any variable payments or other payments.

F. Changes in long-term liabilities

The following is a summary of changes in long-term liabilities reported in the governmental activities financial statements for the year ended June 30, 2025:

	June 30, 2024	Increases	Decreases	June 30, 2025	Amounts Due Within One Year
General obligation (GO) bonds	\$ 90,890	\$ 43,075	\$ (9,040)	\$ 124,925	\$ 7,660
General obligation (GO) bonds-					
Direct borrowing	45,055	-	(3,325)	41,730	3,425
Revenue bonds:					
Excise Tax Revenue bonds	272,045	-	(14,990)	257,055	17,870
Transportation bonds	38,535	-	(29,790)	8,745	-
Transportation bonds-Direct borrowing	7,170	-	(20)	7,150	20
Municipal Property Corporation	32,885	-	(2,370)	30,515	2,515
Certificates of Participation (COP)	239,735	-	(13,840)	225,895	14,610
Total bonds payable	<u>726,315</u>	<u>43,075</u>	<u>(73,375)</u>	<u>696,015</u>	<u>46,100</u>
Other long-term obligations:					
Lease obligations	325	352	(236)	441	248
Subscription-based IT arrangements	11,109	5,903	(5,479)	11,533	4,761
Net pensions and OPEB liabilities	183,633	-	(7,374)	176,259	-
Compensated absences	35,396	253 ¹	-	35,649	14,912
Claims and judgements	28,074	37,766	(41,516)	24,324	24,324
Unamortized premium on debt issuance	38,030	5,835	(7,039)	36,826	4,978
Developer payable obligations	5,860	402	-	6,262	-
Total other long-term obligations	<u>302,427</u>	<u>50,511</u>	<u>(61,644)</u>	<u>291,294</u>	<u>49,223</u>
Total	<u>\$ 1,028,742</u>	<u>\$ 93,586</u>	<u>\$ (135,019)</u>	<u>\$ 987,309</u>	<u>\$ 95,323</u>

¹With the implementation of GASB Statement 101, the change in the compensated absences liability is presented as a net change. See Note XXI.

Of the \$987,309 in the total liabilities, \$525,182 is related to net position for the City's net investment in capital assets. Other obligations not included in the calculation of net position for the City's net investment in capital assets are pension and OPEB obligations, compensated absences, claims and judgments and Certificates of Participation (COP). No governmental funds cash has been used to fund the City of Glendale post-employment healthcare plan post-employment benefit obligation (OPEB).

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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

The following is a summary of changes in long-term liabilities reported in the business-type activities financial statements for the year ended June 30, 2025:

	June 30, 2024	Increases	Decreases	June 30, 2025	Amounts Due Within One Year
Landfill GO bonds	\$ 8,360	\$ -	\$ (295)	\$ 8,065	\$ 310
Water and sewer revenue bonds	161,520	74,295	(47,420)	188,395	20,535
Total bonds payable	<u>169,880</u>	<u>74,295</u>	<u>(47,715)</u>	<u>196,460</u>	<u>20,845</u>
Other long-term obligations:					
Estimated closure and post-closure costs	19,641	1,092	-	20,733	-
Subscription-based IT arrangements	1,199	179	(461)	917	439
Unamortized premium on debt issuance	24,323	4,615	(4,706)	24,232	3,745
Net pensions and OPEB liabilities	34,851	359	-	35,210	-
Compensated absences	5,381	797 ²	-	6,178	2,579
Arbitrage rebate	290	-	-	290	-
Housing noncurrent liabilities	89	46	-	135	-
Total other long-term obligations	<u>85,774</u>	<u>7,088</u>	<u>(5,167)</u>	<u>87,695</u>	<u>6,763</u>
Total	<u>\$ 255,654</u>	<u>\$ 81,383</u>	<u>\$ (52,882)</u>	<u>\$ 284,155</u>	<u>\$ 27,608</u>

²With the implementation of GASB Statement 101, the change in the compensated absences liability is presented as a net change. See Note XXI.

Of the \$284,155 in total liabilities, \$221,609 (including matured bonds payable) is included in the calculation of net position for the City's net investment in capital assets. Other obligations not included in the calculation of net position for the City's net investment in capital assets are estimated landfill closure and post-closure costs, pension and OPEB liabilities, compensated absences, arbitrage rebate payable, and housing noncurrent liabilities.

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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

G. Current and advance refunded bonds

The City issued refunding bonds to defease certain outstanding bonds, thus achieving debt service savings. The City has placed the proceeds from the refunding issues in an irrevocable escrow account with a trust agent, which will provide amounts sufficient for future payment of principal and interest of the issue refunded.

Accordingly, the trust account assets and liabilities for these defeased bonds are not included in the City's financial statements. Although defeased, the refunded debt will not actually be retired until the call dates have come due, or maturity, if they are not callable issues.

<u>Issue Refunded</u>	<u>Date Refunded</u>	<u>Remaining Balance</u>
General Obligation Bonds Series 2016A	October 13, 2021	\$ 16,705
General Obligation Bonds Series 2018	October 13, 2021	7,225
Senior Excise Tax Revenue Refunding Obligations Series 2016	May 30, 2024	20,235
Senior Lien Water and Sewer Revenue and Revenue Refunding Obligations Series 2015	June 17, 2025	27,550

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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

H. Bonds payable

Bonds payable on June 30, 2025, are comprised of the following:

Classified in governmental activities on the statement of net position:

Purpose	Interest Rate	Issued Fiscal Year Ending June 30	Year Series Matures	Amount of Original Issue	Bonds Outstanding June 30, 2025
<u>GO bonds payable from secondary assessed property taxes</u>					
Various Tax-Exempt (A), Taxable (B)	1.54-4.00	2016	2036	\$ 27,285	\$ 3,065
Various Taxable 2019	3.00-5.00	2019	2038	15,385	12,455
Various Tax-Exempt 2021	3.00-5.00	2021	2041	13,700	9,080
Various Tax-Exempt 2022	5.00	2022	2042	31,375	18,665
Various Tax-Exempt 2023	4.00-5.00	2024	2043	64,260	38,585
Various Tax-Exempt 2024	3.00-5.00	2025	2044	43,075	43,075
Total					<u>124,925</u>
<u>GO bonds payable from secondary assessed property taxes-direct borrowing</u>					
Refunding Taxable BAB 2017	3.16	2018	2030	26,555	13,245
Refunding Taxable 2021	2.21	2022	2037	32,225	28,485
Total					<u>41,730</u>
<u>Revenue bonds payable from the 0.5% transportation sales tax</u>					
Refunding Tax-Exempt Excise Tax Rev	2.00-5.00	2015	2032	55,635	8,745
Total					<u>8,745</u>
<u>Revenue bonds payable from the 0.5% transportation sales tax-direct borrowing</u>					
Refunding Tax-Exempt Excise Tax Rev	2.62	2017	2032	19,330	7,150
Total					<u>7,150</u>
<u>Excise Tax bonds payable from general fund sales tax</u>					
Refunding Tax-Exempt 2015A	5.00	2015	2031	100,430	23,400
Refunding Taxable 2015B	3.93-4.03	2015	2033	13,700	13,700
Refunding Tax-Exempt 2016	3.00-5.00	2016	2033	33,830	1,945
Sub Refunding Tax-Exempt 2017	5.00	2018	2032	65,385	46,805
Taxable & Refunding Tax-Exempt 2024	5.00	2024	2038	171,205	171,205
Total					<u>257,055</u>
<u>Municipal Property Corporation payable from general fund payments</u>					
MPC Taxable excise tax 2003B	1.46-5.58	2003	2033	105,260	1,480
MPC Taxable excise tax 2008B	5.45-6.16	2008	2033	52,780	29,035
Total					<u>30,515</u>
<u>Certificates of Participation payable from general fund payments</u>					
COPs Taxable 2021	0.897-2.942	2022	2037	252,800	225,895
Total					<u>225,895</u>
Total bonds payable recorded in governmental activities					696,015
Less current portion					(46,100)
Long-term portion of bonds payable recorded in governmental activities					<u>\$ 649,915</u>

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

Classified in business-type activities on the statement of net position:

Purpose	Interest Rate	Issued Fiscal Year Ending June 30	Year Series Matures	Amount of Original Issue	Bonds Outstanding June 30, 2025
<u>GO bonds payable from landfill fund</u>					
Landfill	5.00	2022	2042	\$ 8,915	\$ 8,065
Total					8,065
<u>Revenue bonds/obligations payable from water and sewer fund</u>					
Various refunding	5.00	2021	2030	20,250	20,250
Various	5.00	2021	2041	22,720	22,720
Various	5.00	2022	2042	20,665	20,665
Refunding 2012	5.00	2022	2028	40,010	18,920
Various	5.00	2024	2044	31,545	31,545
Various projects and refunding 2015	5.00	2025	2045	74,295	74,295
Total					188,395
Total bonds payable recorded in business-type activities					196,460
Less current portion					(20,845)
Long-term portion of bonds payable recorded in business-type activities					\$ 175,615

I. Legal debt margin

The Arizona Constitution provides that the general obligation bonded indebtedness for a city for general municipal purposes may not exceed 6% of the limited assessed valuation of the taxable property in that city. In addition to the 6% limitation for general municipal purpose bonds, cities may issue general obligation bonds up to 20% of the limited assessed valuation for supplying such city with water, sewer, artificial light, public safety, law enforcement, fire and emergency services, streets and transportation facilities, and for the acquisition and development of land for open space preserves, parks, playgrounds and recreational facilities.

The City's unused bonded debt borrowing capacity as of June 30, 2025, is as follows:

	6%	20%
Capacity to incur bonded debt	\$ 268,944	\$ 896,480
Less: Bonded debt applicable to limit	(19,898)	(164,831)
Unused bonded debt capacity	\$ 249,046	\$ 731,649

The various bond indentures contain significant limitations and restrictions on annual debt service requirements, maintenance and flow of monies through various restricted accounts, and minimum revenue and bond coverage. The City is in compliance with all such significant limitations and restrictions.

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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

J. Bonds authorized, issued and unissued

Bonds authorized but not fully issued as of June 30, 2025, are shown below:

GO bonds	Authorized Amount	Issued through June 30, 2025	Authorized but Unissued
<u>Voter authorized October 20, 1981</u>			
Operations center	\$ 6,750	\$ 550	\$ 6,200
<u>Voter authorized November 2, 1999</u>			
Cultural facility ¹	18,215	16,127	2,088
Economic development	50,500	28,453	22,047
Governmental facilities ¹	40,910	37,196	3,714
Landfill development ¹	17,000	12,374	4,626
Library	15,398	9,205	6,193
Open spaces	53,700	26,057	27,643
Transit ¹	6,935	185	6,750
<u>Voter authorized May 15, 2007</u>			
Flood control	20,554	18,679	1,875
Public safety	102,638	54,594	48,044
Streets and parking	79,065	79,065	-
<u>Voter authorized November 7, 2023</u>			
Public safety	78,000	-	78,000
Street and parking	82,000	5,706	76,294
Total GO bonds	571,665	288,191	283,474
<u>Revenue bonds</u>			
<u>Voter authorized November 2, 1999</u>			
Water and sewer ¹	10,000	-	10,000
Total revenue bonds	10,000	-	10,000
Total bonds	\$ 581,665	\$ 288,191	\$ 293,474

(1) Certain general obligation bonds or revenue bonds can be issued as general obligation bonds, revenue bonds or a combination thereof.

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

K. Other debt (developer, notes, long-term)

Developer Payable Obligation - On December 1, 2005, the City entered into a development and ground lease agreement with Cabela's whereby Cabela's has the option to purchase the City owned property 90 days after the expiration of the 20-year ground lease (option date). In addition, the City entered into a site improvement management agreement on July 1, 2006, whereby Cabela's accrues a management compensation amount for their actual costs of operation, maintenance, and repair of site improvements. The management compensation amount accrues annually with interest. At the option date Cabela's can purchase the property at fair market value and receive a credit against the purchase price for the accrued management compensation amount.

\$ 6,262

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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

L. Future year debt service requirements

Fiscal Year Ending	Trans- portation Bonds	Trans- portation Bonds Direct Borrowing	MPC Bonds	Excise Tax Bonds	G.O. Bonds	G.O. Direct Borrowing	Certificates of Partici- pation	Landfill Bonds	Water and Sewer Revenue Bonds/ Obligations	Lease Obligations	Subscription Based IT Arrangements	Total
2026	\$ 265	\$ 207	\$ 4,385	\$ 30,582	\$ 13,601	\$ 4,473	\$ 19,988	\$ 713	\$ 30,099	\$ 257	\$ 5,424	\$ 109,994
2027	265	207	4,385	30,363	12,772	4,468	20,552	713	29,083	135	4,787	107,730
2028	265	206	4,386	30,361	11,163	6,076	21,062	717	26,308	63	1,755	102,362
2029	266	206	4,387	30,583	10,578	6,261	21,523	714	16,896	-	618	92,032
2030	2,706	205	4,386	30,579	10,577	6,071	21,944	716	16,892	-	232	94,308
2031	6,494	205	4,384	30,580	10,584	3,164	22,330	717	11,191	-	83	89,732
2032	-	7,214	5,516	29,451	10,596	3,168	22,671	717	11,194	-	-	90,527
2033	-	-	8,665	26,768	10,663	3,170	22,971	716	11,189	-	-	84,142
2034	-	-	-	21,288	9,870	3,177	23,237	714	11,189	-	-	69,475
2035	-	-	-	21,289	9,881	3,166	23,463	716	11,190	-	-	69,705
2036	-	-	-	21,283	9,910	3,165	23,641	717	11,189	-	-	69,905
2037	-	-	-	21,283	9,907	1,007	23,322	717	11,190	-	-	67,426
2038	-	-	-	21,284	9,921	-	-	715	11,193	-	-	43,113
2039	-	-	-	-	8,644	-	-	717	11,191	-	-	20,552
2040	-	-	-	-	8,641	-	-	712	11,194	-	-	20,547
2041	-	-	-	-	8,643	-	-	717	11,195	-	-	20,555
2042	-	-	-	-	7,835	-	-	714	8,772	-	-	17,321
2043	-	-	-	-	6,176	-	-	-	6,783	-	-	12,959
2044	-	-	-	-	3,675	-	-	-	6,784	-	-	10,459
2045	-	-	-	-	-	-	-	-	3,869	-	-	3,869
Total	10,261	8,450	40,494	345,694	183,637	47,366	266,704	12,162	268,591	455	12,899	1,196,713
Less interest	1,516	1,300	9,979	88,639	58,712	5,636	40,809	4,097	80,196	14	449	291,347
Principal	\$ 8,745	\$ 7,150	\$ 30,515	\$ 257,055	\$ 124,925	\$ 41,730	\$ 225,895	\$ 8,065	\$ 188,395	\$ 441	\$ 12,450	\$ 905,366

The following table discloses the debt service requirements as of June 30, 2025, segregating principal and interest, for the next five years and in five-year increments thereafter.

Fiscal Year	Principal	Interest	Total
2026	\$ 72,393	\$ 37,601	\$ 109,994
2027	73,116	34,614	107,730
2028	70,680	31,682	102,362
2029	63,230	28,802	92,032
2030	68,029	26,279	94,308
2031-2035	312,308	91,273	403,581
2036-2040	187,415	34,128	221,543
2041-2045	58,195	6,968	65,163
Total	\$ 905,366	\$ 291,347	\$ 1,196,713

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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

N. New bonds

On September 12, 2024, the City issued \$43,075 in General Obligation bonds to fund public safety, open spaces, cultural facilities, library facilities, government facilities, streets, and construction, reconstruction, or infrastructure improvements. The 2024 bonds mature on various dates starting 2027 to 2044 with interest rates of 5.00% and 3.00%. The bonds are a general obligation of the City and pledged by the full faith and credit of the City. They are repaid through the levying of property taxes by the City.

On June 17, 2025, the City issued \$74,295 in Senior Lien Water and Sewer revenue and revenue refunding bonds to fund System acquisition, construction, and improvements including improvements to the Cholla Water Treatment Plant, the Pyramid Peak Water Treatment Plant, Thunderbird Reservoir, the waterline rehabilitation project, the 91st Avenue Wastewater Treatment Plant, and the West Area Water Reclamation Plant and to refund \$27,550 of the Water and Sewer Senior Lien Revenue Refunding 2015 bonds. The 2025 bonds mature on various dates starting 2026 to 2045 with a fixed interest rate of 5.00%. The bonds are not a general obligation of the City, but are a special revenue obligation of the City and are pledged and secured solely by the net revenues of the water and sewer system.

O. Defeased bonds

On July 16, 2024, the City defeased \$25,050 of the outstanding City of Glendale Transportation Excise Tax Revenue Refunding 2015 bonds by placing \$25,106 in cash from existing resources in an irrevocable trust to provide for all future debt service payments on the bonds. Accordingly, the assets and the liabilities for the defeased obligations were not included in the City's financial statements. The defeasance advance refunded the series 2015 bonds maturing in 2026-2030. The defeasance will result in a debt service savings of \$4,816 and an economic gain (difference between the present values of the debt service payments on the old and new debt) of approximately \$1,775. The call date for all future debt service payments was July 1, 2025, and the trust account was closed.

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CITY OF GLENDALE, ARIZONA

Note to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

XI. Landfill obligations

The City operates a municipal sanitary landfill under an Aquifer Protection Permit and Solid Waste Facility Plan approval issued by the Arizona Department of Environmental Quality requiring future closure work and post-closure monitoring. The permit meets federal and state regulations. These laws and regulations require the City to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and post-closure care costs will not be paid until near or after the date that the landfill stops accepting waste, the City reports a portion of these closure and post-closure costs as an operating expense in each period based on landfill capacity used.

The landfill closure and post-closure care liability at June 30, 2025, calculated below, represents the cumulative amount reported to date based on the use of estimated capacity of the landfill.

	<u>North Cell</u>	<u>South Cell</u>
Capacity (cubic yards)	29,677	22,161
Capacity used to date	870	21,492
Percentage of capacity used	3%	97%
Total closure and post-closure costs in present dollars:		
as of June 30, 2025	\$ 22,054	\$ 20,711
as of June 30, 2024	\$ 21,735	\$ 20,412
Closure and post-closure care costs:		
Amount remaining to be recognized		
as of June 30, 2025	\$ 21,407	\$ 625
Liability recognized as of June 30, 2025	\$ 647	\$ 20,086

These amounts are based on what it would cost to perform all closure and post-closure care in fiscal year 2024-25. The estimated costs are subject to changes due to inflation, deflation, new technology, and applicable laws and regulations. Assets are not restricted to fund the obligations. The estimated remaining life of the landfill is approximately 32.7 years.

According to state and federal laws and regulations, the City must comply with the local government financial test requirements that assure the City can meet the cost of landfill closure, post-closure, and corrective action when needed. The City is in compliance with these requirements.

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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

XII. Inter-fund transactions

A. Due to/due from

Inter-fund balances at June 30, 2025, consisted of the following:

Due to general fund from:

Major governmental funds	
General Obligation	\$ 5,417
Other non-major governmental funds	
Community development block grants fund	751
Other special revenue fund	1,712
Excise Tax Bond Construction	3,131
Non-major proprietary funds	
Housing	10
Total due to general fund	<u>\$ 11,021</u>

The inter-fund balances at June 30, 2025, include short-term loans to cover temporary cash deficits in various funds. This occasionally occurs prior to bond sales or grant reimbursements. All inter-fund balances outstanding at June 30, 2025, are expected to be repaid within one year.

Transfers are used to: 1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them; 2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due; and 3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

The inter-fund transfers are all classified as transfers and are included in the results of operations of both governmental and proprietary funds.

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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

B. Inter-fund transfers

Inter-fund transfers for the year ended June 30, 2025, consisted of the following:

Transfers to municipal property corporation debt service fund from:	
General fund	\$ 10,297
Total transfers to municipal property corporation debt service fund	<u>10,297</u>
Transfers to excise tax revenue funds from:	
General fund	22,049
Municipal property corporation debt service fund	23,395
Total transfers to excise tax revenue	<u>45,444</u>
Transfers to non-major special revenue funds from:	
General fund	3,695
Capital projects fund	461
Other construction fund	143
Other special revenue fund	21
Water and sewer fund	327
Landfill fund	43
Total transfers to non-major special revenue fund	<u>4,690</u>
Transfers to non-major debt service funds from:	
General fund	19,469
Transportation special revenue fund	31,846
Total transfers to non-major debt service funds	<u>51,315</u>
Transfers to non-major capital projects fund from:	
Highway user gas tax fund	1,693
Transportation special revenue fund	12,178
Total transfers to non-major capital projects fund	<u>13,871</u>
Transfers to water and sewer proprietary fund from:	
General fund	850
Total transfers to water and sewer proprietary fund	<u>850</u>
Transfers to landfill proprietary fund from:	
General fund	1,159
Total transfers to landfill proprietary fund	<u>1,159</u>
Transfers to non-major proprietary funds from:	
General fund	1,255
Total transfers to other non-major proprietary fund	<u>1,255</u>
Grand total all transfers	<u><u>\$ 128,881</u></u>

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

XIII. Encumbrances

The Arizona Revised Statutes allow cities to encumber unused appropriations for up to sixty days after the end of the fiscal year. However, effective July 1, 1987, the City adopted a policy of not recognizing encumbrances at year-end. All appropriations lapse on the last day of the fiscal year. Any outstanding commitments that the City intends to honor are budgeted in the new fiscal year. At June 30, 2025, the City intended to honor \$6,930 of outstanding encumbrances in the new fiscal year.

Fund

Major:

General	\$	947
Transportation special revenue		46
Water and sewer		1,130
Landfill		816

Non-Major:

Non-major special revenue		175
Non-major capital projects		2,415
Non-major proprietary		707
Internal service		694
Total	\$	<u>6,930</u>

XIV. Equity in joint ventures

A. Sub-Regional Operating Group (SROG)

The City, along with the cities of Phoenix, Mesa, Scottsdale and Tempe participates in the Sub-Regional Operating Group (SROG), a joint venture. SROG constructs, operates and maintains jointly used facilities including the 91st Avenue Waste Water Treatment Plant (Plant) and certain sewage transportation facilities. The City of Phoenix acts as lead agency, and as such, is responsible for the planning, budgeting, construction, operation and maintenance of the Plant. In addition, the City of Phoenix provides all management personnel and financing arrangements and accepts federal grants on behalf of the participants.

Each participant pays for its costs of operation and maintenance based on relative sewage flows and strengths and for purchased capacity in the plant and related transportation facilities based on ownership. The latest available audited financial information on the joint venture is as of and for the fiscal year ended June 30, 2024. The equity interest for the City at June 30, 2024, was \$37,579. The City accounts for its approximate 6.2% investment using the equity method in the water and sewer fund. For the year ended June 30, 2025, the City recognized a gain in the joint venture of \$552. The City has financed its share of construction costs through the issuance of revenue bonds, development fees and grants. The bonds are collateralized by a pledge of water revenues and are reflected in the financial statements of the water and sewer fund. The joint venture itself has not issued any debt.

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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

A summary of the audited financial information on the joint venture as of and for the fiscal year ended June 30, 2024, is as follows:

Assets	
Current assets	\$ 94,216
Capital assets, net of accumulated depreciation	585,711
Total assets	<u>679,927</u>
Liabilities	<u>75,915</u>
Net position	<u>\$ 604,012</u>
Total revenues	\$ 127,335
Total expenses	(108,203)
Increase in net position	<u>\$ 19,132</u>

Copies of separate financial statements of the joint venture can be obtained from Arizona Municipal Water Users Association, 4041 North Central Avenue, Phoenix, Arizona 85012.

B. Regional Wireless Cooperative (RWC)

The City currently participates with twenty-two Arizona cities and districts in the Regional Wireless Cooperative agreement for the construction, operation and maintenance of a regional communications network, a joint venture. The City of Phoenix is both the Network and the Administrative Managing Member. As the Network Managing Member, Phoenix operates and maintains the network. As the Administrative Managing Member, Phoenix is responsible for accounting, budgeting, procurement and contracting for the RWC.

The City has an ongoing financial responsibility as a result of the agreement to participate in the cost to construct, operate and maintain the network. The City's share of costs is determined based on the proportionate number of subscriber units in use at the time of assessment. The latest available audited financial information on the joint venture is as of and for the fiscal year ended June 30, 2024. The equity interest for the City at June 30, 2024, was \$1,927. The City accounts for its approximate 3.9% investment using the equity method in Public Safety as a part of the General Fund. For the year ended June 30, 2025, the City recognized a loss in the joint venture of \$137.

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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

A summary of the audited financial information on the joint venture as of and for the fiscal year ended June 30, 2024, is as follows:

Assets	
Current assets	\$ 4,797
Capital assets, net of accumulated depreciation	47,523
Total assets	<u>52,320</u>
Liabilities	<u>3,246</u>
Net position	<u>\$ 49,074</u>
Total revenues	\$ 13,876
Total expenses	<u>(17,246)</u>
Decrease in net position	<u>\$ (3,370)</u>

Copies of separate financial statements of the joint venture can be obtained from RWC Director's Office, 200 W. Washington Street, 14th Floor, Phoenix, Arizona 85003

XV. Jointly governed organizations

The Regional Public Transit Authority (RPTA) is a voluntary association of local governments, including Glendale, Phoenix, Mesa, Tempe, Scottsdale, and Maricopa County. Its purpose is to ensure that a viable public transportation system is provided as an alternative for regional mobility and to ease the traffic congestion and air pollution caused by over-reliance on the single occupant vehicle. The Board of Directors consists of the mayors of those cities and a member of the County Board of Supervisors.

Arizona Municipal Water Users Association (AMWUA) is a non-profit corporation established and funded by cities in Maricopa County for the development of an urban water policy and to represent the cities' interests before the Arizona legislature. In addition, AMWUA contracts with the cities jointly using the 91st Avenue Waste Water Treatment Plant to perform certain accounting, administrative and support services.

XVI. Governmental fund balance components and fund type definitions

The City has a formally adopted minimum fund balance policy for the general fund. This policy was adopted through the annual budget process. The policy states that the general fund should maintain a minimum total unassigned fund balance of 25% of the budgeted ongoing expenditures for the upcoming fiscal year.

The City's general fund, unassigned fund balance at June 30, 2025 is \$106,221. Per the City's adopted financial policies, 10% of the general fund operating revenue which totals \$42,380 has been earmarked as the Budget Stabilization Reserve and \$63,841 has been earmarked as the Operating Reserve. Consistent with the requirements of GASB Statement No. 54, formal Council action was not taken prior to June 30, 2025 to commit these funds; therefore, the funds are reported as unassigned.

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

	General	Transportation	Other Construction	Municipal Property Corporation Debt Service	General Obligation Debt Service	Excise Tax Revenue	Other Non-Major Governmental Funds	Total Governmental Funds
Nonspendable								
Inventories and prepaid items	\$ 225	\$ 235	\$ -	\$ -	\$ -	\$ -	\$ 16	\$ 476
Lease receivable, net	940	-	-	-	-	-	-	940
Cemetery perpetual care	-	-	-	-	-	-	7,199	7,199
Total nonspendable	<u>1,165</u>	<u>235</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,215</u>	<u>8,615</u>
Restricted								
Public transit	-	109,674	-	-	-	-	-	109,674
U.S. drug enforcement	-	-	-	-	-	-	750	750
Debt service	-	-	-	14,970	-	19,114	2,538	36,622
HOME program	-	-	-	-	-	-	407	407
Highway user gas tax	-	-	-	-	-	-	30,432	30,432
Police activities	10,949	-	-	-	-	-	-	10,949
Fire activities	5,576	-	-	-	-	-	-	5,576
Other grants	-	-	-	-	-	-	1,624	1,624
Development impact fees	-	-	-	-	-	-	81,439	81,439
Streets construction	-	-	-	-	-	-	6,002	6,002
Fire and police construction	-	-	-	-	-	-	15,802	15,802
Park bond construction	-	-	-	-	-	-	3,777	3,777
Excise tax bond construction	-	-	-	-	-	-	24,903	24,903
Library construction	-	-	6,805	-	-	-	-	6,805
Economic development	-	-	2,943	-	-	-	-	2,943
Open spaces/trails	-	-	20,294	-	-	-	-	20,294
Cultural and historical projects	-	-	8,928	-	-	-	-	8,928
Government facilities	-	-	2,418	-	-	-	-	2,418
Neighborhood stabilization	-	-	-	-	-	-	368	368
Flood control construction	-	-	5,522	-	-	-	-	5,522
Total restricted	<u>16,525</u>	<u>109,674</u>	<u>46,910</u>	<u>14,970</u>	<u>-</u>	<u>19,114</u>	<u>168,042</u>	<u>375,235</u>
Committed								
Artwork	-	-	-	-	-	-	2,859	2,859
Pool/Park repair	-	-	-	-	-	-	266	266
Total committed	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,125</u>	<u>3,125</u>
Assigned								
Equipment replacement	7,214	-	-	-	-	-	-	7,214
General government capital project	108,797	-	-	-	-	-	-	108,797
Camelback Ranch capital projects	10,000	-	-	-	-	-	-	10,000
Fire apparatus	37,538	-	-	-	-	-	-	37,538
Pension reserve	20,000	-	-	-	-	-	-	20,000
Tourism / Hotel/Motel Add'l tax	5,522	-	-	-	-	-	-	5,522
TPT revenue stabilization	20,000	-	-	-	-	-	-	20,000
Public safety training facility	-	-	-	-	-	-	2,690	2,690
Total assigned	<u>209,071</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,690</u>	<u>211,761</u>
Unassigned fund balance	<u>106,221</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,095)</u>	<u>-</u>	<u>(172)</u>	<u>100,954</u>
	<u>\$ 332,982</u>	<u>\$ 109,909</u>	<u>\$ 46,910</u>	<u>\$ 14,970</u>	<u>\$ (5,095)</u>	<u>\$ 19,114</u>	<u>\$ 180,900</u>	<u>\$ 699,690</u>

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

Enterprise Fund Type
Water and sewer fund

Restricted for debt service	\$ 19,870
Restricted for revenue bond retirement/replacement and extension Two percent of net water revenues must be, by bond ordinance, reserved for the replacement and extension of the City's water distribution system, or for the retirement of water revenue bonds. The reservation is only required to the extent that the reserve equals two percent of the value of net capital assets of the water and sewer fund.	12,397
Restricted for OPEB benefits	818
Restricted for other purposes	<u>18,263</u>
Total restricted for water and sewer	<u>51,348</u>
Landfill fund	
Restricted for OPEB benefits	<u>138</u>
Total restricted for landfill	<u>138</u>
Other enterprise funds	
Restricted for OPEB benefits	<u>314</u>
Total restricted for other enterprise funds	<u>314</u>
Total restricted for enterprise fund types	<u>\$ 51,800</u>

XVII. Change in reporting entity

There were no changes in the reporting entity for the year ended June 30, 2025.

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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

XVIII. Pensions and other postemployment benefits

The City contributes to the Arizona State Retirement System (ASRS) and the Public Safety Personnel Retirement System (PSPRS) for police officers and fire fighters. The plans are component units of the State of Arizona.

At June 30, 2025, the City reported the following aggregate amounts related to pensions and other postemployment benefits (OPEB) for all plans to which it contributes:

Statement of net position and statement of activities	Governmental activities	Business-type activities	Total
OPEB asset	\$ 7,159	\$ 1,270	\$ 8,429
Net pension and OPEB liabilities	176,259	35,210	211,469
Deferred outflows of resources to pensions and OPEB	82,338	6,929	89,267
Deferred inflows of resources related to pensions and OPEB	15,096	2,725	17,821
Pension and OPEB expense	34,525	3,080	37,605

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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

A. Arizona State Retirement System (ASRS)

Plan Description - City employees not covered by the other pension plans described on the following pages 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 its Web site at www.azasrs.gov.

Benefits Provided - The ASRS provides retirement, disability, health insurance premium supplemental benefits, and survivor benefits. State statute establishes benefits terms. Retirement benefits are calculated on the basis of age, average monthly compensation, and total credited service 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, 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 consecutive months of last 120 months	Highest 60 consecutive months of last 120 months
Benefit percent per year of service	2.1% to 2.3%	2.1% to 2.3%

* With actuarially reduced benefits

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.

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. 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 5 to 9 years of service, the benefits are the same dollar amounts as above multiplied by a vesting fraction based on completed years of service.

Active members are eligible for a monthly long-term disability benefit equal to two-thirds of 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.

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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 year ended June 30, 2025, active ASRS members were required by statute to contribute at the actuarially determined rate of 12.27 percent (12.12 percent for retirement and 0.15 percent for long-term disability) of the members' annual covered payroll. The City was required by statute to contribute at the actuarially determined rate of 12.27 percent (12.05 percent for retirement, 0.07 percent for health insurance premium benefit, and 0.15 percent for long-term disability) of the active members' annual covered payroll. In addition, the City was required by statute to contribute at the actuarially determined rate of 10.19 percent (10.14 percent for retirement, and 0.05 percent for long-term disability) of annual covered payroll of retired members who worked for the City in positions that would typically be filled by an employee who contributes to the ASRS. The City's contributions to the pension, health insurance premium benefit, and long-term disability plans for the year ended June 30, 2025, were \$13,532, \$79, and \$168, respectively.

During fiscal year 2025, the City paid for ASRS pension and OPEB contributions as follows: 63% from the governmental funds and 37% from the enterprise funds.

Liability – At June 30, 2025, the City reported the following asset and liabilities for its proportionate share of the ASRS' net pension/OPEB asset or liability:

ASRS	Net pension/OPEB (asset) liability
Pension	\$ 113,222
Health insurance premium benefits	(4,329)
Long-term disability	18

The net asset and net liabilities were measured as of June 30, 2024. The total liability used to calculate the net asset or net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2023, to the measurement date of June 30, 2024.

The City's proportionate share of the net asset or net liability was based on the City's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2024. The City's proportions measured as of June 30, 2024, and the change from its proportions measured as of June 30, 2023 were:

ASRS	Proportion June 30, 2024	Decrease from June 30, 2023
Pension	0.70757%	0.01499
Health insurance premium benefit	0.71639%	0.01741
Long-term disability	0.71229%	0.01720

Expense - For the year ended June 30, 2025, the City recognized the following pension and OPEB expense:

ASRS	Pension/OPEB expense
Pension	\$ 11,550
Health insurance premium benefit	(633)
Long-term disability	80

CITY OF GLENDALE, ARIZONA

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Deferred outflows/inflows of resources - At June 30, 2025 the City reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	Pension		Health insurance premium benefit		Long-term disability	
	Deferred outflows of resources	Deferred inflows of resources	Deferred outflows of resources	Deferred inflows of resources	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 6,320	\$ -	\$ 125	\$ 1,045	\$ 68	\$ 50
Changes of assumptions or other inputs	-	-	-	45	13	111
Net difference between projected and actual earnings on pension plan investments	-	7,230	-	298	-	20
Changes in proportion and differences between City contributions and proportionate share of contributions	2,074	-	-	70	13	4
City contributions subsequent to the measurement date	13,532	-	79	-	168	-
Total	<u>\$ 21,926</u>	<u>\$ 7,230</u>	<u>\$ 204</u>	<u>\$ 1,458</u>	<u>\$ 262</u>	<u>\$ 185</u>

The amounts reported as deferred outflows of resources related to ASRS pensions and OPEB resulting from the City's contributions subsequent to the measurement date will be recognized as an increase of the net asset or a reduction of the net liability in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ASRS pensions and OPEB will be recognized as expenses as follows:

Year Ended June 30	Pension	Health insurance premium benefit	Long-term disability
2025	\$ (1,975)	\$ (821)	\$ (30)
2026	6,296	(201)	(2)
2027	(1,830)	(199)	(29)
2028	(1,327)	(93)	(27)
2029	-	(19)	(11)
Thereafter	-	-	8

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CITY OF GLENDALE, ARIZONA

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Actuarial Assumptions –The significant actuarial assumptions used to measure the total pension/OPEB liability are as follows:

Actuarial valuation date	June 30, 2023
Actuarial roll forward date	June 30, 2024
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 benefit increase	Included for pensions/not applicable for OPEB
Mortality rates	2017 SRA Scale U-MP for pensions and health insurance premium benefits
Recovery rates	2012 GLDT for long-term disability
Healthcare cost trend rate	Not applicable

Actuarial assumptions used in the June 30, 2023, valuation were based on results of an actuarial experience study for the five-year period ending June 30, 2020.

The long-term expected rate of return on ASRS plan investments was determined to be 7.0% using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of plan 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 weighing 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 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
Public equity	44%	4.48%
Credit	23%	4.40%
Real estate	17%	6.05%
Private equity	10%	6.11%
Interest rate sensitive	6%	(0.45)%
Total	100%	

Discount Rate - At June 30, 2024, 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 statutes. Based on those assumptions, the plan’s 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 to determine the total pension/OPEB liability.

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Sensitivity of the City’s proportionate share of the ASRS net pension/OPEB (asset) liability to changes in the discount rate - The following table presents the City’s proportionate share of the net pension/OPEB (asset) liability calculated using the discount rate of 7.0 percent, as well as what the City’s proportionate share of the net pension/OPEB (asset) 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.

ASRS	1% Decrease (6.0)%	Current Discount Rate (7.0)%	1% Increase (8.0)%
City's proportionate share of the Net pension liability	\$ 173,366	\$ 113,222	\$ 63,097
Net insurance premium benefit liability (asset)	(3,147)	(4,329)	(5,333)
Net long-term disability liability	64	18	(26)

Plan Fiduciary Net Position - Detailed information about the plan’s fiduciary net position is available in the separately issued ASRS financial report.

B. Public Safety Personnel Retirement System (PSPRS)

Plan Description - City public safety personnel who are regularly assigned hazardous duty participate in the Public Safety Personnel Retirement System (PSPRS) or employees who became members on or after July 1, 2017, may participate in the Public Safety Personnel Defined Contribution Retirement Plan (PSPDCRP). The PSPRS administers an agent and cost sharing multiple-employer defined benefit pension plans and an agent and cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) plans. 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. City public safety personnel 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 PSPRS Tier 3 plans, which are not further disclosed because of their relative insignificance to the City’s financial statements.

The PSPRS issues a publicly available financial report that includes their financial statements and required supplementary information. The reports are available on the PSPRS website at www.psprs.com.

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Benefits Provided - The PSPRS provides retirement, health insurance premium supplement, disability, and survivor benefits. State statute establishes benefit terms. Retirement, disability, and survivor benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

Retirement and Disability	Initial Membership Date		
	Before January 1, 2012	On or after January 1, 2012 and before July 17, 2017	On or after July 1, 2017
Years of service and age required to receive benefits	20 years of service, any age 15 years of service, age 62	25 years of service or 15 years of credited service, and age 52.5	15 years of credited service, age 52.5* 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
Benefit percentage 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%	
Accidental disability retirement	50% or normal retirement, whichever is greater		
Catastrophic disability retirement	90% for 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% to 100% of accidental disability retirement benefit or 100% of average monthly compensation if death was the result of injuries on the job		

*With actuarially reduced benefits

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.

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Employees Covered by Benefit Terms - At June 30, 2025, the following employees were covered by the agent plans' benefit terms:

	PSPRS Police		PSPRS Firefighters	
	Pension	Health	Pension	Health
Inactive employees or beneficiaries currently receiving benefits	305	305	149	149
Inactive employees entitled to but not yet receiving benefits	122	61	53	45
Active employees	353	353	217	217
Total	<u>780</u>	<u>719</u>	<u>419</u>	<u>411</u>

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. Contribution rates for the year ended June 30, 2024, are indicated below. Rates are a percentage of active members' annual covered payroll.

	Active member- pension	health insurance premium benefit	City-pension	City-health insurance premium benefit
PSPRS Police	7.65%-8.35%	0%-0.09%	16.79%-30.17%	0%-0.31%
PSPRS Firefighters	7.65%-9.41%	0%-0.12%	24.68%-32.36%	0%-0.12%

The City's contributions to the plans for the year ended June 30, 2025, were:

	Pension	Health insurance premium benefit
PSPRS-Police	\$ 13,709	\$ 116
PSPRS-Fire	7,974	13

During fiscal year 2025, the City paid for PSPRS pension and OPEB contributions 100 percent from the General Fund.

Liability - At June 30, 2025, the City reported the following assets and liabilities:

	Net pension (asset) liability	Net OPEB (asset) liability
PSPRS Police	\$ 64,482	\$ (1,316)
PSPRS Firefighters	33,232	(2,784)

The net assets and net liabilities were measured as of June 30, 2024, and the total liability used to calculate the net asset or liability was determined by an actuarial valuation as of June 30, 2021.

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Actuarial Assumptions - The significant actuarial assumptions used to measure the total pension/OPEB liability are as follows:

Actuarial valuation date	June 30, 2024
Actuarial cost method	Entry age normal
Investment rate of return	7.2%
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	Pub-S-2010 tables
Healthcare cost trend rate	Not applicable

Actuarial assumptions used in the June 30, 2024, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2021.

The long-term expected rate of return on PSPRS plan investments was determined to be 7.2 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
Cash - Mellon	2%	0.89%
Diversifying strategies	5%	3.15%
Core bonds	6%	2.44%
Other assets (Capital appreciation)	0%	0.00%
International public equity	16%	4.47%
Private credit	20%	6.24%
Global private equity	27%	7.05%
U.S. Public equity	24%	3.62%
Total	100%	

Discount Rate – At June 30, 2024, the discount rate used to measure the PSPRS total pension/OPEB liability was 7.2 percent for Tier 1/2 members. The discount rate used to measure the PSPRS total pension/OPEB liability was 7.0 percent for Tier 3 members. The projection of cash flows used to determine the discount rate 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 to determine the total pension/OPEB liability.

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Changes in the net pension/OPEB liability - The following tables present changes in the City's net pension/OPEB liability for the PSPRS pension plans (Police and Firefighters):

PSPRS - Police

	Pension			Health insurance premium benefit		
	Increase (decrease)			Increase (decrease)		
	Total pension liability (asset)	Plan fiduciary net position	Net pension liability (asset)	Total OPEB liability (asset)	Plan fiduciary net position	Net OPEB liability (asset)
(a)	(b)	(a) - (b)	(a)	(b)	(a) - (b)	
Balance at June 30, 2024	\$ 470,340	\$ 401,829	\$ 68,511	\$ 5,997	\$ 6,780	\$ (783)
Changes for the year:						
Service cost	8,401	-	8,401	128	-	128
Interest on the total liability	33,630	-	33,630	431	-	431
Differences between expected and actual experience in the measurement of the liability	7,257	-	7,257	(247)	-	(247)
Changes of assumptions or other inputs	-	-	-	-	-	-
Contributions - employer	-	9,519	(9,519)	-	167	(167)
Contributions - employee	-	3,341	(3,341)	-	-	-
Net investment income	-	40,627	(40,627)	-	681	(681)
Benefit payments, including refunds of employee contributions	(23,306)	(23,306)	-	(283)	(283)	-
Administrative expenses	-	(170)	170	-	(3)	3
Other changes	-	-	-	-	-	-
Adjustment to beginning of year	-	-	-	-	-	-
Net changes	25,982	30,011	(4,029)	29	562	(533)
Balance as of June 30, 2025	\$ 496,322	\$ 431,840	\$ 64,482	\$ 6,026	\$ 7,342	\$ (1,316)

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	Pension			Health insurance premium benefit		
	Increase (decrease)			Increase (decrease)		
	Total pension liability (asset) (a)	Plan fiduciary net position (b)	Net pension liability (asset) (a) - (b)	Total OPEB liability (asset) (a)	Plan fiduciary net position (b)	Net OPEB liability (asset) (a) - (b)
Balance at June 30, 2024	\$ 285,567	\$ 247,987	\$ 37,580	\$ 3,271	\$ 5,670	\$ (2,399)
Changes for the year:						
Service cost	5,648	-	5,648	78	-	78
Interest on the total liability	20,450	-	20,450	236	-	236
Differences between expected and actual experience in the measurement of the liability	2,652	-	2,652	(109)	-	(109)
Changes of assumptions or other inputs	-	-	-	-	-	-
Contributions - employer	-	6,100	(6,100)	-	18	(18)
Contributions - employee	-	1,901	(1,901)	-	-	-
Net investment income	-	25,190	(25,190)	-	574	(574)
Benefit payments, including refunds of employee contributions	(14,380)	(14,380)	-	(133)	(133)	-
Administrative expenses	-	(93)	93	-	(2)	2
Other changes	-	-	-	-	-	-
Net changes	14,370	18,718	(4,348)	72	457	(385)
Balance as of June 30, 2025	\$ 299,937	\$ 266,705	\$ 33,232	\$ 3,343	\$ 6,127	\$ (2,784)

Sensitivity of the City's net pension/OPEB (asset) liability to changes in the discount rate - The following table presents the City's net pension/OPEB (assets) liabilities calculated using the discount rate of 7.2 percent for Tier 1/2 members and the discount rate of 7.0 percent for Tier 3 members, as well as what the City's net pension/OPEB (asset) 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 (6.20%/6.00%)	Current discount rate (7.20%/7.00%)	1% Increase (8.20%/8.00%)
PSPRS Police			
Net pension liability	\$ 132,222	\$ 64,482	\$ 9,312
Net OPEB liability (asset)	(649)	(1,316)	(1,879)
PSPRS Firefighters			
Net pension liability	73,021	33,232	615
Net OPEB asset	(2,414)	(2,784)	(3,096)

Plan fiduciary net position - Detailed information about the plans' fiduciary net position is available in the separately issued PSPRS financial report.

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Expense - For the year ended June 30, 2025, the City recognized the following pension and OPEB expense:

	Pension Expense	OPEB Expense (Income)
PSPRS Police	\$ 18,439	\$ (327)
PSPRS Firefighters	9,225	(381)

Deferred outflows/inflows of resources - At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

PSPRS - Police

	Pension		Health insurance premium benefit	
	Deferred outflow of resources	Deferred inflows of resources	Deferred outflow of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 24,824	\$ 47	\$ -	\$ 839
Changes of assumptions or other inputs	2,797	-	70	-
Net difference between projected and actual earnings on plan investments	-	3,009	-	87
City contributions subsequent to the measurement date	13,709	-	116	-
Total	<u>\$ 41,330</u>	<u>\$ 3,056</u>	<u>\$ 186</u>	<u>\$ 926</u>

PSPRS - Firefighters

	Pension		Health insurance premium benefit	
	Deferred outflow of resources	Deferred inflows of resources	Deferred outflow of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 15,308	\$ 1,999	\$ 19	\$ 508
Changes of assumptions or other inputs	2,021	-	24	3
Net difference between projected and actual earnings on plan investments	-	2,374	-	82
City contributions subsequent to the measurement date	7,974	-	13	-
Total	<u>\$ 25,303</u>	<u>\$ 4,373</u>	<u>\$ 56</u>	<u>\$ 593</u>

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The amounts reported as deferred outflows of resources related to pensions and OPEB resulting from City contributions subsequent to the measurement date will be recognized as an increase in the net asset or a reduction of the net liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be recognized as expenses as follows:

Year Ending June 30,	PSPRS Police		PSPRS Firefighters	
	Pension	Health	Pension	Health
2026	\$ 6,127	\$ (475)	\$ 732	\$ (264)
2027	11,421	(134)	6,388	(5)
2028	3,641	(116)	850	(108)
2029	2,167	(90)	1,085	(102)
2030	1,209	(41)	1,785	(25)
Thereafter	-	-	2,116	(46)

C. City of Glendale post-employment healthcare plan

The City of Glendale post-employment healthcare plan is a single employer defined benefit plan administered by the City of Glendale. The plan provides medical, dental, and vision coverage for eligible retirees and their dependents through the City’s group health insurance plans. By continuing to provide eligible retirees with access to the City’s healthcare plans based on the same rates it charges to active employees, the City is in effect providing a blended rate to eligible retirees. This blended rate or implicit rate exists because on average retiree healthcare costs are higher than active employee healthcare costs. Retirees can also continue their basic life insurance benefit. Retirees contribute 100% of the premiums. In order for employees to be eligible for this benefit, they need 5 years of service if they were hired prior to July 1, 2005, and 10 years of service if they were hired after July 1, 2005. Effective July 1, 2018 the plan is closed to new retirees. Only those who retired prior to July 1, 2018 are eligible to continue coverage under the City of Glendale OPEB plan. The Mayor and Council have authority each budget year to establish, eliminate, or amend benefit provisions through the annual budget process. A separate report is not provided as the plan financial information is included in the governmental-wide basis and proprietary funds as part of the City of Glendale reporting entity.

Funding policy and employees covered

The City pays for and reports retiree health care benefits on a pay-as-you-go basis, which is the practice of paying for these benefits as they become due each year. Contributions to the plan by retirees are established at the beginning of each fiscal year through the annual budget process. The City makes no contribution to the retirees’ premiums other than allowing them to participate through the City’s pooled benefits.

For the fiscal year ending June 30, 2025, the number of employees covered by the plan totaled 446.

Inactive employees or beneficiaries currently receiving benefits	446
Active employees	-
Total	<u>446</u>

Actuarial methods and assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between employer and plan members at that point. The actuarial methods and assumptions used include

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techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and actuarial value of assets, consistent with the long-term perspective of the calculations. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Healthcare costs were derived from age-neutral premiums, trended to the valuation date and adjusted for the risk characteristics of the group. Medical healthcare trends were projected at 7.0% decreasing down to an ultimate rate of 5.0%.

Effective July 1, 2018, the City's discontinued benefits for any future retirees. Only those already retired as of June 30, 2018 are eligible for OPEB benefits. In 2025, amounts reflect updated mortality improvement assumptions with Scale MP-2021.

For June 30, 2025, the actuarial cost method used is the entry age normal method. A 4.81% pay as you go discount/investment rate was used.

	<u>Discount rate</u>
2016	2.85%
2017	3.43%
2018	3.62%
2019	3.13%
2020	2.45%
2021	1.92%
2022	3.69%
2023	3.86%
2024	3.97%
2025	4.81%

No actuarial valuation of assets was done as there were no assets at the valuation date and the plan does not have a trust established to hold assets. The amortization method is level percent of payroll amortized over 30 years and the period is open.

Measurement Date	June 30, 2025
Actuarial valuation date	June 30, 2025
Inflation	2.4%
Salary Increases	3.5% including inflation
Discount rate	4.81%
Mortality rates	
Pre-retirement	Not applicable since plan is closed to new retirees
Post-retirement	PubG.H-2010 and PubS.H-2010 healthy annuitant mortality table, generational with projection scale MP-2021
Healthcare cost trend rates	5.00%-7.00%

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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

Change in total OPEB liability

A change in the net OPEB liability was determined by an actuarial valuation as of June 30, 2025. The following table shows the changes in OPEB liability as of June 30, 2025.

Total OPEB liability balance at June 30, 2024	<u>\$ 233</u>
Changes for the year	
Interest	12
Differences between expected and actual experience	681
Changes in assumptions or other inputs	(440)
Change in benefit terms	-
Benefit payments	<u>29</u>
Net Changes	<u>282</u>
Total OPEB liability balance at June 30, 2025	<u><u>\$ 515</u></u>

The current portion of the net OPEB liability is estimated to total \$29 for the benefits paid by the City. No reclassification of the current portion is presented as it is not material to the financial statements as a whole.

Multi-year schedule of changes in the net OPEB liability is available in the Required Supplementary Information.

Discount rate sensitivity

The discount rate of 4.81% was used to measure the total OPEB liability. This discount rate is the Fidelity General Obligation AA 20 Year Yield as of June 30, 2025. The following table presents the City's net OPEB liability calculated using the discount rate noted above, as well as what the City's OPEB 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.

Discount rate	Current discount		
	1% Decrease <u>3.81%</u>	Rate <u>4.81%</u>	1% Increase <u>5.81%</u>
Total OPEB liability	\$ 552	\$ 515	\$ 483

Healthcare cost trend rate sensitivity

The following table presents the total OPEB liability of the City, as well as the City's total OPEB liability if it were calculated using healthcare cost trend rates that are 1 percentage point lower or higher than current rates.

Total OPEB liability	Healthcare Cost Trend Rates		
	<u>5.00%</u>	<u>6.00%</u>	<u>7.00%</u>
Total OPEB liability	\$ 491	\$ 515	\$ 543

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

OPEB expense

The following table shows the components of the City’s annual OPEB expense for the year.

Interest	\$	12
Difference between Actual and Expected Experience		408
Changes in Assumptions/Inputs		(768)
Change in Benefit Terms		-
Total FY25 OPEB Expense	<u>\$</u>	<u>(348)</u>

Deferred outflows/inflows of resources

At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB as shown in the following table.

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ -
Changes of assumptions or other inputs	-	-
Total	<u>\$ -</u>	<u>\$ -</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	<u>OPEB Expense</u>
Year Ending June 30,	
2026	\$ -
2027	-
2028	-
2029	-
2030	-
Thereafter	-
	<u>\$ -</u>

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CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

XIX. Contingent liabilities and commitments

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

The City is subject to claims and litigation, which arise in the ordinary course of its operations. In the opinion of City management, based on the advice of the City attorney, the resolution of such claims and litigation are believed to either have no material adverse effect on the financial position or the future operations of the City or likelihood of a negative outcome to the City is not determinable.

The City, under the memorandum of agreement with the Arizona Sports and Tourism Authority (AZSTA) and B & B Holdings (DBA Arizona Cardinals), irrevocably assigns, transfers, and pledges unrestricted excise taxes collected at the Multipurpose Facility site (Stadium) to AZSTA. In consideration for the pledge of unrestricted excise tax revenues, the AZSTA issued bonds to improve the stadium infrastructure. The City's obligation is to make monthly payments to the AZSTA for sales tax payments collected from the site only. The AZSTA bonds do not constitute a legal debt of the City.

XX. Tax Abatement

The City has entered into the following agreement that meets the GASB definition of tax abatements:

Primary Government
City of Glendale, AZ

Purpose of Program	Economic Development
Tax being abated	Sales tax reimbursements
Authority under which the abatement agreement is entered	The City is authorized pursuant to Article 1, Section 3 of its Charter and ARS §§ 9-500.05, 9-500.11, and 11-952 to enter into economic development agreements with businesses located in the City and to appropriate and spend public monies for and in conjunction with economic development activities.
Criteria to be eligible to receive abatement	The City analyzes the economic development benefits and determines that such public benefits support and justify the economic development incentives provided by each agreement. The public benefits anticipated are indirect economic and non-economic benefits such as increasing City's residents access to goods and services, enhancing public infrastructure, increasing the City's employment base, increasing the City's assessed property valuation and increasing the City's general tax revenues.
Mechanism by which the taxes are abated	The City shall make periodic payments based on a percentage of transaction privilege taxes received by the City for a certain length of time as entered into the agreement after occupancy.

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

How amount of abatement is determined	Based on a percentage of transaction privilege taxes received by the City for a certain length of time as entered into the agreement or capped at a certain dollar amount.
Types of commitments made by the City other than to reduce taxes	City will abandon real property adjacent to the property for right of way, modifying and rezoning use permit of property
Amount of sales tax reimbursements for the fiscal year ended June 30, 2025	\$ 4,625

XXI. Implementation of new accounting principles

For the year ended June 30, 2025, the City implemented the provisions of GASB Statement No. 101, Compensated Absences. This statement requires governments to analyze and revise the manner in which compensated absences are calculated. Under the new statement, compensated absences is leave that has been earned for services already rendered and for which employees may receive one or more of the following: (a) cash payments when the leave is used for time off; (b) other cash payments, such as payment for unused leave upon termination of employment; or (c) noncash settlements, such as conversion to defined benefit postemployment benefits.

GASB 101 requires recognition of a liability when payment for accrued balances of compensatory, vacation, or sick leave are *more likely than not*—defined as a probability greater than 50 percent. Because accrued vacation and compensatory time are paid at 100 percent upon separation, the primary impact of this standard is on the calculation of the sick leave liability. A separate calculation is used to estimate this liability. Historically, the sick leave liability focused on separation payments. Under GASB 101, however, the liability also includes the expected usage of sick leave. Upon implementation of GASB Statement No. 101, the net change to the beginning net position and fund balance was immaterial. Therefore, no restatement was required in the preparation of these financial statements.

In the fiscal year ended June 30, 2025, the City adopted the provisions of GASB Statement No. 102, Certain Risk Disclosures. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact to acquire resources or control spending. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. Management completed its assessment and determined that no disclosures were required under GASB Statement No. 102 for the year ended June 30, 2025. This pronouncement did not impact the preparation of these financial statements.

XXII. Subsequent Events

On July 10, 2025, the City redeemed \$14,810 of the outstanding Municipal Property Corporation series 2008B bonds by placing \$16,571 in cash from existing resources in escrow. Accordingly, the assets and liabilities for the redeemed obligation are not included in the City's financial statements. The redemption refunded the bonds maturing in 2031-2033. The redemption will result in a debt service savings of \$4,439 and an economic gain (difference between the present values of the debt service payments on the old and new debt) of approximately \$4,825.

On July 22, 2025, the development and ground lease agreement with Cabela's was renewed for a five year period through December 1, 2030.

CITY OF GLENDALE, ARIZONA

Notes to the Financial Statements

June 30, 2025

(amounts expressed in thousands)

On July 23, 2025, the City defeased \$13,700 of the outstanding Senior Excise Tax Revenue series 2015B bonds by placing \$13,630 in cash from existing resources in trust to provide for future debt service payments on the bond. Accordingly, the assets and liabilities for the defeased obligation are not included in the City's financial statements. The defeasance advance refunded the bonds maturing in 2031-2033. The defeasance will result in a debt service savings of \$3,814 and an economic gain (difference between the present values of the debt service payments on the old and new debt) of approximately \$3,814.

On July 23, 2025, the City closed on \$48,685 Senior Excise Tax Revenue and Revenue Refunding bond series 2025 with The Bank of New York Mellon, to fund the acquisition, construction and equipping of the 2025 project, refund \$23,400 of outstanding Senior Excise Tax Revenue series 2015A bonds and pay the costs related to the execution and delivery of the 2025 obligations. The refunded bonds were maturing in 2029-2031. The refunding will result in debt service savings of \$2,419 and an economic gain (difference between the present values of the debt service payments on the old and new debt) of approximately \$2,130. The bonds are not a general obligation of the City but are a special limited revenue obligation of the City. They are secured by a senior lien pledge of the City's unrestricted Excise Taxes, other than restricted excise taxes which are not being pledged by the City.

On October 9, 2025, the City closed on \$16,300 tax exempt General Obligation bond series 2025 with The Bank of New York Mellon, to fund public safety, open spaces, flood control, and government facilities and pay costs of issuance relating to the issuance of the bonds. The bonds are a general obligation of the City, and pledged by the full faith and credit of the City. They are repaid through the levying of property taxes.

On September 9, 2025, S&P Global Ratings upgraded the City's General Obligation bonds issuer rating from 'AA' to 'AA+' and the City Glendale's Certificates of Participation taxable bond rating from 'AA-' to 'AA'. The upgrade reflected the city's broad-based economic expansion with revenue growth, and enhanced budgetary flexibility and resilience.

On October 15, 2025, S&P Global Ratings upgraded the City's Senior Lien Excise Tax Revenue Obligations and the Senior Lien Excise Tax Revenue Obligations issued by the Glendale Municipal Property Corporation from 'AA+' to 'AAA'. The upgrade reflects the city's broad-based economic expansion and sizeable financial buffers, with low revenue volatility.

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City of Glendale, Arizona

ANNUAL COMPREHENSIVE FINANCIAL REPORT

REQUIRED SUPPLEMENTARY INFORMATION

(other than MD&A)

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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REQUIRED SUPPLEMENTARY INFORMATION SECTION

This part of the City of Glendale’s comprehensive annual financial report presents detailed information for pension plans, OPEB plans, and the general fund budgetary schedule as a context for understanding the information presented in the financial statements and note disclosures.

Contents

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CITY OF GLENDALE, ARIZONA

Schedule of the City's proportionate share of the net pension/OPEB (asset)/liability

Cost-sharing plans

June 30, 2025

(amounts expressed in thousands)

ASRS-Pension	2025 <u>(2024)</u>	2024 <u>(2023)</u>	2023 <u>(2022)</u>	2022 <u>(2021)</u>
City's proportion of the net pension liability	0.707570%	0.692580%	0.682010%	0.683110%
City's proportionate share of the net pension liability	\$ 113,222	\$ 112,069	\$ 111,319	\$ 89,758
City's covered payroll	\$ 69,620	\$ 66,935	\$ 68,377	\$ 69,867
City's proportionate share of the net pension liability as a percentage of its covered payroll	162.63%	167.43%	162.08%	128.47%
Plan fiduciary net position as a percentage of the total pension liability	76.93%	75.47%	74.26%	78.58%

ASRS-Health insurance premium benefit	2025 <u>(2024)</u>	2024 <u>(2023)</u>	2023 <u>(2022)</u>	2022 <u>(2021)</u>
City's proportion of the net OPEB (asset)	0.71639%	0.69898%	0.68454%	0.68500%
City's proportionate share of the net OPEB (asset)	\$ (4,329)	\$ (3,774)	\$ (3,821)	\$ (3,337)
City's covered payroll	\$ 69,620	\$ 66,935	\$ 68,377	\$ 69,867
City's proportionate share of the net OPEB (asset) as a percentage of its covered payroll	(6.22)%	(5.64)%	(5.59)%	(4.78)%
Plan fiduciary net position as a percentage of the total OPEB liability	137.51%	134.37%	137.79%	130.24%

ASRS-Long-term disability	2025 <u>(2024)</u>	2024 <u>(2022)</u>	2023 <u>(2022)</u>	2022 <u>(2021)</u>
City's proportion of the net OPEB liability	0.71229%	0.69509%	0.68238%	0.68350%
City's proportionate share of the net OPEB liability	\$ 18	\$ 91	\$ 63	\$ 141
City's covered payroll	\$ 69,620	\$ 66,935	\$ 68,377	\$ 69,867
City's proportionate share of the net OPEB liability as a percentage of its covered payroll	0.03%	0.14%	0.09%	0.20%
Plan fiduciary net position as a percentage of the total OPEB liability	98.77%	93.70%	95.40%	90.38%

The notes to pension/OPEB plan schedules are an integral part of this schedule.

<u>2021 (2020)</u>	<u>2020 (2019)</u>	<u>2019 (2018)</u>	<u>2018 (2017)</u>	<u>2017 (2016)</u>	<u>2016 (2015)</u>
0.665190%	0.670370%	0.691230%	0.666400%	0.637060%	0.605260%
\$ 115,254	\$ 97,547	\$ 96,402	\$ 103,812	\$ 102,830	\$ 94,278
\$ 70,766	\$ 69,407	\$ 67,340	\$ 64,059	\$ 58,301	\$ 54,853
162.87%	140.54%	143.16%	162.06%	176.38%	171.87%
69.33%	73.24%	73.40%	69.92%	67.06%	68.35%

<u>2021 (2020)</u>	<u>2020 (2019)</u>	<u>2019 (2018)</u>	<u>2018 (2017)</u>	<u>2017-2016 (2016-2015)</u>
0.67104%	0.67599%	0.69452%	0.670580%	Information Not Available
\$ (476)	\$ (187)	\$ (250)	\$ (365)	
\$ 70,766	\$ 69,407	\$ 67,340	\$ 64,059	
(0.67)%	(0.27)%	(0.37)%	(0.57)%	
104.33%	101.62%	102.20%	103.57%	

<u>2021 (2020)</u>	<u>2020 (2019)</u>	<u>2019 (2018)</u>	<u>2018 (2017)</u>	<u>2017-2016 (2016-2015)</u>
0.66804%	0.67335%	0.69218%	0.666740%	Information Not Available
\$ 507	\$ 439	\$ 361	\$ 242	
\$ 70,766	\$ 69,407	\$ 67,340	\$ 64,059	
0.72%	0.63%	0.54%	0.38%	
68.01%	72.85%	77.83%	84.44%	

CITY OF GLENDALE, ARIZONA

Schedule of changes in the City's net pension/OPEB (asset)/liability and related ratios

Agent plans

June 30, 2025

(amounts expressed in thousands)

**Public Safety Personnel Retirement System - Police:
Pension**

Total pension liability:

	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)
Service cost	\$ 8,401	\$ 7,751	\$ 7,385	\$ 7,630
Interest on the total pension liability	33,630	30,909	29,268	28,010
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience in the measurement of the pension liability	7,257	20,236	7,591	(140)
Changes of assumptions or other inputs	-	-	3,539	-
Benefit payments, including refunds of employee contributions	(23,306)	(20,216)	(19,339)	(16,697)
Net change in total pension liability	25,982	38,680	28,444	18,803
Total pension liability - beginning	470,340	431,660	403,216	384,413
Total pension liability - ending (a)	<u>\$ 496,322</u>	<u>\$ 470,340</u>	<u>\$ 431,660</u>	<u>\$ 403,216</u>

Plan fiduciary net position:

Contributions - employer	\$ 9,519	\$ 6,951	\$ 177,969	\$ 21,385
Contributions - employee	3,341	3,648	3,339	3,044
Net investment income	40,627	29,092	(15,842)	52,247
Benefit payments, including refunds of employee contributions	(23,306)	(20,216)	(19,339)	(16,697)
Administrative expenses	(170)	(133)	(284)	(243)
Other changes	-	-	-	-
Net change in plan fiduciary net position	30,011	19,342	145,843	59,736
Plan fiduciary net position - beginning	401,829	382,487	236,644	176,908
Adjustment to Beginning of year	-	-	-	-
Plan fiduciary net position - ending (b)	<u>\$ 431,840</u>	<u>\$ 401,829</u>	<u>\$ 382,487</u>	<u>\$ 236,644</u>

City's net pension liability (asset) - ending (a) - (b)	\$ 64,482	\$ 68,511	\$ 49,173	\$ 166,572
Plan fiduciary net position as a percentage of the total pension liability	87.01%	85.43%	88.61%	58.69%
Covered payroll	\$ 40,854	\$ 38,554	\$ 35,366	\$ 34,313
City's net pension liability (asset) as a percentage of covered payroll	157.83%	177.70%	139.04%	485.45%

The notes to pension/OPEB plan schedules are an integral part of this schedule.

2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)
\$ 8,002	\$ 8,355	\$ 8,012	\$ 8,582	\$ 6,644	\$ 6,083
26,063	24,443	23,135	20,971	18,964	17,857
-	-	-	2,583	16,926	-
8,375	661	(4,084)	6,973	(3,593)	1,067
-	7,193	-	8,114	10,446	-
<u>(14,109)</u>	<u>(13,051)</u>	<u>(14,430)</u>	<u>(13,390)</u>	<u>(11,246)</u>	<u>(11,143)</u>
28,331	27,601	12,633	33,833	38,141	13,864
356,082	328,483	315,850	282,017	243,876	230,012
<u>\$ 384,413</u>	<u>\$ 356,084</u>	<u>\$ 328,483</u>	<u>\$ 315,850</u>	<u>\$ 282,017</u>	<u>\$ 243,876</u>
\$ 17,737	\$ 16,942	\$ 10,982	\$ 13,678	\$ 13,527	\$ 9,691
3,159	2,880	3,351	4,549	4,299	4,009
2,301	8,990	9,921	15,468	729	4,023
(14,109)	(13,051)	(14,430)	(13,390)	(11,246)	(11,143)
(188)	(157)	(152)	(137)	(105)	(99)
55	(10)	192	50	(2)	(6)
8,955	15,594	9,864	20,218	7,202	6,475
167,953	152,491	142,627	122,409	115,207	108,732
-	(130)	-	-	-	-
<u>\$ 176,908</u>	<u>\$ 167,955</u>	<u>\$ 152,491</u>	<u>\$ 142,627</u>	<u>\$ 122,409</u>	<u>\$ 115,207</u>
\$ 207,505	\$ 188,129	\$ 175,992	\$ 173,223	\$ 159,608	\$ 128,669
46.02%	47.17%	46.42%	45.16%	43.40%	47.24%
\$ 35,635	\$ 36,383	\$ 36,201	\$ 37,234	\$ 34,196	\$ 33,350
582.31%	517.08%	486.15%	465.22%	466.74%	385.81%

CITY OF GLENDALE, ARIZONA

Schedule of changes in the City's net pension/OPEB (assets)/liability and related ratios

Agent plans

June 30, 2025

(amounts expressed in thousands)

**Public Safety Personnel Retirement System - Police:
OPEB**

Total OPEB liability:

	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)
Service cost	\$ 128	\$ 133	\$ 142	\$ 154
Interest on the total OPEB liability	431	415	409	438
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience in the measurement of the OPEB liability	(247)	(56)	(242)	(742)
Changes of assumptions or other inputs	-	-	118	-
Benefit payments, including refunds of employee contributions	(283)	(265)	(233)	(239)
Net change in total OPEB liability	29	227	194	(389)
Total OPEB liability - beginning	5,997	5,770	5,576	5,965
Total OPEB liability - ending (a)	<u>\$ 6,026</u>	<u>\$ 5,997</u>	<u>\$ 5,770</u>	<u>\$ 5,576</u>

Plan fiduciary net position:

Contributions - employer	\$ 167	\$ 91	\$ 134	\$ 160
Contributions - employee	-	16	10	11
Net investment income	681	487	(267)	1,474
Benefit payments	(283)	(265)	(233)	(239)
Administrative expenses	(3)	(2)	(5)	(6)
Other changes	-	-	-	-
Net change in plan fiduciary net position	562	327	(361)	1,400
Plan fiduciary net position - beginning	6,780	6,453	6,814	5,414
Adjustment to Beginning of year	-	-	-	-
Plan fiduciary net position - ending (b)	<u>\$ 7,342</u>	<u>\$ 6,780</u>	<u>\$ 6,453</u>	<u>\$ 6,814</u>

City's net OPEB liability (asset) - ending (a) - (b)	\$ (1,316)	\$ (783)	\$ (683)	\$ (1,238)
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Plan fiduciary net position as a percentage of the total OPEB liability	121.85%	113.06%	111.85%	122.20%
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Covered payroll	\$ 40,854	\$ 38,554	\$ 35,366	\$ 34,313
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City's net OPEB liability (asset) as a percentage of covered payroll	(3.22)%	(2.03)%	(1.93)%	(3.61)%
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The notes to pension/OPEB plan schedules are an integral part of this schedule.

2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)
\$ 160	\$ 106	\$ 102	\$ 119	Information
443	481	467	464	Not available
-	-	-	11	
(322)	(950)	(127)	211	
-	76	-	(359)	
(280)	(296)	(293)	(359)	
1	(583)	149	87	
5,964	6,548	6,399	6,312	
<u>\$ 5,965</u>	<u>\$ 5,965</u>	<u>\$ 6,548</u>	<u>\$ 6,399</u>	
\$ 186	\$ 179	\$ 75	\$ 202	
8	5	1	-	
68	276	343	541	
(280)	(296)	(293)	(359)	
(6)	(5)	(5)	(5)	
-	-	1	-	
(24)	159	122	379	
5,438	5,150	5,028	4,649	
-	130	-	-	
<u>\$ 5,414</u>	<u>\$ 5,439</u>	<u>\$ 5,150</u>	<u>\$ 5,028</u>	
\$ 551	\$ 526	\$ 1,398	\$ 1,371	
90.77%	91.18%	78.65%	78.58%	
\$ 35,635	\$ 36,383	\$ 36,201	\$ 37,234	
1.55%	1.45%	3.86%	3.68%	

CITY OF GLENDALE, ARIZONA

Schedule of changes in the City's net pension/OPEB (asset)/liability and related ratios

Agent Plans

June 30, 2022

(amounts expressed in thousands)

**Public Safety Personnel Retirement System - Fire:
Pension**

Total pension liability:

	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)
Service cost	\$ 5,648	\$ 5,459	\$ 4,979	\$ 4,680
Interest on the total pension liability	20,450	18,794	18,119	16,890
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience in the measurement of the pension liability	2,652	11,624	(2,199)	6,137
Changes of assumptions or other inputs	-	-	2,525	-
Benefit payments, including refunds of employee contributions	(14,380)	(11,763)	(10,388)	(11,957)
Net change in total pension liability	14,370	24,114	13,036	15,750
Total pension liability - beginning	285,567	261,453	248,417	232,667
Total pension liability - ending (a)	<u>\$ 299,937</u>	<u>\$ 285,567</u>	<u>\$ 261,453</u>	<u>\$ 248,417</u>

Plan fiduciary net position:

Contributions - employer	\$ 6,100	\$ 4,784	\$ 87,874	\$ 11,644
Contributions - employee	1,901	2,112	1,875	2,057
Net investment income	25,190	17,914	(9,728)	36,833
Benefit payments, including refunds of employee contributions	(14,380)	(11,763)	(10,389)	(11,957)
Administrative expenses	(93)	(73)	(175)	(172)
Other changes	-	-	-	-
Net change in plan fiduciary net position	18,718	12,974	69,457	38,405
Plan fiduciary net position - beginning	247,987	235,013	165,556	127,151
Plan fiduciary net position - ending (b)	<u>\$ 266,705</u>	<u>\$ 247,987</u>	<u>\$ 235,013</u>	<u>\$ 165,556</u>

City's net pension liability (asset) - ending (a) - (b)	\$ 33,232	\$ 37,580	\$ 26,440	\$ 82,861
Plan fiduciary net position as a percentage of the total pension liability	88.92%	86.84%	89.89%	66.64%
Covered payroll	\$ 23,020	\$ 21,927	\$ 21,533	\$ 20,625
City's net pension liability (asset) as a percentage of covered payroll	144.37%	171.39%	112.78%	401.75%

The notes to pension/OPEB plan schedules are an integral part of this schedule.

2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)
\$ 4,791	\$ 4,831	\$ 4,963	\$ 5,062	\$ 4,065	\$ 3,858
15,828	15,287	14,302	13,114	11,801	11,230
-	-	-	1,055	12,497	-
4,174	(4,945)	(536)	787	(2,923)	(823)
-	3,704	-	5,437	6,345	-
(8,309)	(8,883)	(6,668)	(7,304)	(8,199)	(5,996)
16,484	9,994	12,061	18,151	23,586	8,269
216,183	206,190	194,129	175,978	152,392	144,123
<u>\$ 232,667</u>	<u>\$ 216,184</u>	<u>\$ 206,190</u>	<u>\$ 194,129</u>	<u>\$ 175,978</u>	<u>\$ 152,392</u>
\$ 9,360	\$ 9,335	\$ 6,023	\$ 6,578	\$ 7,339	\$ 4,942
2,004	1,504	2,050	2,604	2,649	2,380
1,642	6,476	7,405	11,234	547	3,189
(8,309)	(8,883)	(6,668)	(7,304)	(8,199)	(5,996)
(133)	(113)	(113)	(100)	(79)	(78)
5	-	54	1	(232)	(389)
4,569	8,319	8,751	13,013	2,025	4,048
122,583	114,265	105,514	92,501	90,476	86,428
<u>\$ 127,152</u>	<u>\$ 122,584</u>	<u>\$ 114,265</u>	<u>\$ 105,514</u>	<u>\$ 92,501</u>	<u>\$ 90,476</u>
\$ 105,515	\$ 93,600	\$ 91,925	\$ 88,615	\$ 83,477	\$ 61,916
54.65%	56.70%	55.42%	54.35%	52.56%	59.37%
\$ 20,122	\$ 22,868	\$ 21,360	\$ 20,840	\$ 20,296	\$ 20,570
524.38%	409.31%	430.36%	425.22%	411.30%	301.00%

CITY OF GLENDALE, ARIZONA

Schedule of changes in the City's net pension/OPEB (asset)/liability and related ratios

Agent Plans

June 30, 2022

(amounts expressed in thousands)

**Public Safety Personnel Retirement System - Fire:
OPEB**

Total OPEB liability:

	2025 (2024)	2024 (2023)	2023 (2022)	2022 (2021)
Service cost	\$ 78	\$ 84	\$ 83	\$ 83
Interest on the total OPEB liability	236	234	220	230
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience in the measurement of the OPEB liability	(109)	(153)	30	(346)
Changes of assumptions or other inputs	-	-	31	-
Benefit payments, including refunds of employee contributions	(133)	(128)	(116)	(108)
Net change in total OPEB liability	72	37	248	(141)
Total OPEB liability - beginning	3,271	3,234	2,986	3,127
Total OPEB liability - ending (a)	<u>\$ 3,343</u>	<u>\$ 3,271</u>	<u>\$ 3,234</u>	<u>\$ 2,986</u>

Plan fiduciary net position:

Contributions - employer	\$ 18	\$ 6	\$ 4	\$ 2
Contributions - employee	-	6	4	2
Net investment income	574	409	(225)	1,257
Benefit payments	(133)	(128)	(116)	(108)
Administrative expenses	(2)	(1)	(4)	(5)
Other changes	-	-	-	-
Net change in plan fiduciary net position	457	292	(337)	1,148
Plan fiduciary net position - beginning	5,670	5,378	5,715	4,567
Plan fiduciary net position - ending (b)	<u>\$ 6,127</u>	<u>\$ 5,670</u>	<u>\$ 5,378</u>	<u>\$ 5,715</u>

City's net OPEB liability (asset) - ending (a) - (b)	\$ (2,784)	\$ (2,399)	\$ (2,144)	\$ (2,729)
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Plan fiduciary net position as a percentage of the total OPEB liability	183.26%	173.35%	166.31%	191.39%
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Covered payroll	\$ 23,020	\$ 21,927	\$ 21,533	\$ 20,625
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City's net OPEB liability (asset) as a percentage of covered payroll	(12.09)%	(10.94)%	(9.96)%	(13.23)%
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The notes to pension/OPEB plan schedules are an integral part of this schedule.

2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017-2016 (2016-2015)
\$ 82	\$ 52	\$ 53	\$ 56	Information Not available
231	251	238	243	
-	-	-	3	
174	(503)	(29)	(39)	
-	31	-	(145)	
(122)	(120)	(113)	(153)	
365	(289)	149	(35)	
3,110	3,399	3,250	3,285	
<u>\$ 3,475</u>	<u>\$ 3,110</u>	<u>\$ 3,399</u>	<u>\$ 3,250</u>	
\$ 1	\$ -	\$ -	\$ -	
1	-	-	-	
58	242	300	465	
(122)	(120)	(113)	(153)	
(5)	(4)	(4)	(4)	
-	-	(1)	-	
(67)	118	182	308	
4,634	4,516	4,334	4,026	
<u>\$ 4,567</u>	<u>\$ 4,634</u>	<u>\$ 4,516</u>	<u>\$ 4,334</u>	
\$ (1,092)	\$ (1,524)	\$ (1,117)	\$ (1,084)	
146.07%	149.05%	132.86%	133.36%	
\$ 20,122	\$ 22,868	\$ 21,360	\$ 20,840	
(7.16)%	(6.66)%	(5.23)%	(5.20)%	

CITY OF GLENDALE, ARIZONA
Schedule of OPEB Liability-City OPEB plan
June 30, 2025
(amounts expressed in thousands)

Total OPEB Liability-City OPEB plan	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Service Cost	\$ -	\$ -	\$ -	\$ -
Interest	12	8	25	28
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	681	(230)	(934)	(523)
Changes in assumptions or other inputs	(440)	127	109	55
Benefit payments	29	255	383	317
Net Changes	<u>282</u>	<u>160</u>	<u>(417)</u>	<u>(123)</u>
Total OPEB Liability balance at June 30, 2024	<u>233</u>	<u>73</u>	<u>490</u>	<u>613</u>
Total OPEB Liability balance at June 30, 2025	<u>\$ 515</u>	<u>\$ 233</u>	<u>\$ 73</u>	<u>\$ 490</u>
Covered Employee Payroll	\$ -	\$ -	\$ -	\$ -
Total OPEB Liability as a percentage of covered employee payroll	N/A	N/A	N/A	N/A
Discount Rate	4.81%	3.97%	3.86%	3.69%

The notes to pension/OPEB plan schedules are an integral part of this schedule.

<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>	<u>June 30, 2017</u>	<u>June 30, 2016</u>
\$ -	\$ -	\$ -	\$ 3,083	\$ 3,494	\$ 3,376
40	71	225	2,183	2,311	1,792
-	15	-	(47,511)	(3,580)	-
(1,878)	(239)	(3,204)	(11,823)	(2,463)	-
491	(582)	(175)	(174)	(2,952)	-
(201)	(31)	(296)	(6)	(237)	(620)
<u>(1,548)</u>	<u>(766)</u>	<u>(3,450)</u>	<u>(54,248)</u>	<u>(3,427)</u>	<u>4,548</u>
<u>2,161</u>	<u>2,927</u>	<u>6,377</u>	<u>60,625</u>	<u>64,052</u>	<u>59,504</u>
<u>\$ 613</u>	<u>\$ 2,161</u>	<u>\$ 2,927</u>	<u>\$ 6,377</u>	<u>\$ 60,625</u>	<u>\$ 64,052</u>
\$ -	\$ -	\$ -	\$ -	\$ 113,677	\$ 93,944
N/A	N/A	N/A	N/A	53.3%	68.2%
1.92%	2.45%	3.13%	3.62%	3.43%	2.85%

CITY OF GLENDALE, ARIZONA
Schedule of the City's pension/OPEB contributions
June 30, 2025
(amounts expressed in thousands)

ASRS-Pension:				
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Statutorily required contribution	\$ 13,532	\$ 11,980	\$ 10,420	\$ 9,802
City's contribution in relation to the statutorily required contribution	<u>13,532</u>	<u>11,980</u>	<u>10,420</u>	<u>9,802</u>
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 73,170	\$ 69,620	\$ 66,935	\$ 68,377
City's contribution as a percentage of covered-payroll	18.49%	17.21%	15.57%	14.34%
ASRS-Health insurance premium benefit:				
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Statutorily required contribution	\$ 79	\$ 110	\$ 96	\$ 171
City's contribution in relation to the statutorily required contribution	<u>79</u>	<u>110</u>	<u>96</u>	<u>171</u>
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 73,170	\$ 69,620	\$ 66,935	\$ 68,377
City's contribution as a percentage of covered-payroll	0.11%	0.16%	0.14%	0.25%
ASRS-Long-term disability:				
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Statutorily required contribution	\$ 168	\$ 141	\$ 122	\$ 155
City's contribution in relation to the statutorily required contribution	<u>168</u>	<u>141</u>	<u>122</u>	<u>155</u>
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 73,170	\$ 69,620	\$ 66,935	\$ 68,377
City's contribution as a percentage of covered-payroll	0.23%	0.20%	0.18%	0.23%

The notes to pension/OPEB plan schedules are an integral part of this schedule.

2021	2020	2019	2018	2017	2016
\$ 9,030	\$ 8,377	\$ 8,111	\$ 7,414	\$ 7,007	\$ 6,472
9,030	8,377	8,111	7,414	7,007	6,472
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 69,867	\$ 70,766	\$ 69,407	\$ 67,340	\$ 64,059	\$ 58,301
12.92%	11.84%	11.69%	11.01%	10.94%	11.10%

2021	2020	2019	2018	2017	2016
\$ 302	\$ 345	\$ 327	\$ 385	\$ 361	Information not available
302	345	327	385	361	
\$ -	\$ -	\$ -	\$ -	\$ -	
\$ 69,867	\$ 70,766	\$ 69,407	\$ 67,340	\$ 64,059	
0.43%	0.49%	0.47%	0.57%	0.56%	

2021	2020	2019	2018	2017	2016
\$ 139	\$ 120	\$ 119	\$ 96	\$ 91	Information not available
139	120	119	96	91	
\$ -	\$ -	\$ -	\$ -	\$ -	
\$ 69,867	\$ 70,766	\$ 69,407	\$ 67,340	\$ 64,059	
0.20%	0.17%	0.17%	0.14%	0.14%	

CITY OF GLENDALE, ARIZONA
Schedule of the City's pension/OPEB contributions
June 30, 2025
(amounts expressed in thousands)

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
PSRS Police-Pension:				
Actuarially determined contribution	\$ 13,709	\$ 9,624	\$ 6,771	\$ 8,647
City's contribution in relation to the actuarially determined contribution	<u>13,709</u>	<u>9,624</u>	<u>6,771</u>	<u>177,717</u>
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (169,070)</u>
City's covered payroll	\$ 48,419	\$ 40,854	\$ 38,554	\$ 35,366
City's contribution as a percentage of covered-payroll	28.31%	23.56%	17.56%	502.51%

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
PSRS Police-OPEB:				
Actuarially determined contribution	\$ 116	\$ 129	\$ 94	\$ 57
City's contribution in relation to the actuarially determined contribution	<u>116</u>	<u>129</u>	<u>94</u>	<u>57</u>
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 48,419	\$ 40,854	\$ 38,554	\$ 35,366
City's contribution as a percentage of covered-payroll	0.24%	0.32%	0.24%	0.16%

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
PSRS Fire-Pension:				
Actuarially determined contribution	\$ 7,974	\$ 5,763	\$ 4,482	\$ 5,301
City's contribution in relation to the actuarially determined contribution	<u>7,974</u>	<u>5,763</u>	<u>4,482</u>	<u>87,552</u>
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (82,251)</u>
City's covered payroll	\$ 26,351	\$ 23,020	\$ 21,927	\$ 21,533
City's contribution as a percentage of covered-payroll	30.26%	25.03%	20.43%	406.59%

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
PSRS Fire-OPEB:				
Actuarially determined contribution	\$ 13	\$ 7	\$ 4	\$ 2
City's contribution in relation to the actuarially determined contribution	<u>13</u>	<u>7</u>	<u>4</u>	<u>2</u>
City's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 26,351	\$ 23,020	\$ 21,927	\$ 21,533
City's contribution as a percentage of covered-payroll	0.05%	0.03%	0.02%	0.01%

The notes to pension/OPEB plan schedules are an integral part of this schedule.

2021	2020	2019	2018	2017	2016
\$ 18,012	\$ 17,500	\$ 16,942	\$ 10,982	\$ 13,678	\$ 13,527
18,012	17,500	17,306	10,828	13,678	13,527
\$ -	\$ -	\$ (364)	\$ 154	\$ -	\$ -
\$ 34,313	\$ 35,635	\$ 36,383	\$ 36,201	\$ 37,234	\$ 34,196
52.49%	49.11%	47.57%	29.91%	36.74%	39.56%

2021	2020	2019	2018	2017	2016
\$ 155	\$ 187	\$ 179	\$ 75	\$ 202	Information not available
155	187	183	135	202	
\$ -	\$ -	\$ (4)	\$ (60)	\$ -	
\$ 34,313	\$ 35,635	\$ 36,383	\$ 36,201	\$ 37,234	
0.45%	0.52%	0.50%	0.37%	0.54%	

2021	2020	2019	2018	2017	2016
\$ 10,077	\$ 9,451	\$ 9,335	\$ 6,023	\$ 6,578	\$ 7,339
10,077	9,451	9,435	5,607	6,578	7,339
\$ -	\$ -	\$ (100)	\$ 416	\$ -	\$ -
\$ 20,625	\$ 20,122	\$ 22,868	\$ 21,360	\$ 20,840	\$ 20,296
48.86%	46.97%	41.26%	26.25%	31.56%	31.16%

2021	2020	2019	2018	2017	2016
\$ 3	\$ 1	\$ -	\$ -	\$ -	Information not available
3	1	-	-	-	
\$ -	\$ -	\$ -	\$ -	\$ -	
\$ 20,625	\$ 20,122	\$ 22,868	\$ 21,360	\$ 20,840	
0.01%	0.00%	0.00%	0.00%	0.00%	

CITY OF GLENDALE, ARIZONA

Notes to Net Pension/OPEB (assets)/liability and contributions

June 30, 2025

I. 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:

PSPRS Actuarial Methods and Assumptions:

Actuarial Cost Method	Entry age normal
Amortization Level	Members with initial membership date before July 1, 2017: Level percent-of-pay, closed Members with initial membership on or after July 1, 2017: Level dollar closed
Remaining Amortization Period as of the 2023 Actuarial Valuation	Members with initial membership date before July 1, 2017: 18 years for unfunded actuarial accrued liability, 20 years for excess Members with initial membership on or after July 1, 2017: 10 years
Asset Valuation Method	Members with initial membership date before July 1, 2017: 7-year smoothed market value; 80%/120% market corridor Members with initial membership on or after July 1, 2017: 5-year smoothed market value; 80%/120% market corridor
Actuarial Assumptions: Investment Rate of Return	Members with initial membership date before July 1, 2017: In the 2022 actuarial valuation, the investment rate of return was decreased from 7.30% to 7.20%. In the 2019 actuarial valuation, the investment rate of return was decreased from 7.40% to 7.3%. In the 2017 actuarial valuation, the investment rate of return was decreased from 7.50% to 7.40%. In the 2016 actuarial valuation, the investment rate of return was decreased from 7.85% to 7.50%. In the 2013 actuarial valuation, the investment rate of return was decreased from 8.00% to 7.85%. Members with initial membership on or after July 1, 2017: 7%
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 2022 actuarial valuation, wage growth was changed from 3.5% to a range of 3.0% to 6.25% In the 2017 actuarial valuation, wage growth was decreased from 4.0% 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 GLENDALE, ARIZONA

Notes to Net Pension/OPEB (assets)/liability and contributions

June 30, 2025

II. 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 pension contributions beginning in fiscal year 2016 for members who were retired as of the law's effective date. These changes increased the PSPRS-required contributions beginning in fiscal year 2019 for members who retired or will retire after the law's effective date. Also, the City refunded excess employee contributions to PSPRS members. PSPRS allowed the City to reduce its actual employer contributions for the refund amounts. As a result, the City's pension contributions were less than the actuarially or statutorily determined contributions for 2018 and 2019.

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City of Glendale, Arizona
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Taxes	\$ 185,205	\$ 185,205	\$ 199,539	\$ 14,334
Licenses and permits	17,494	17,494	21,773	4,279
Intergovernmental	190,287	190,287	114,464	(75,823)
Local	150	150	196	46
Charges for services	15,674	15,674	26,955	11,281
Fines and forfeitures	1,911	1,911	2,277	366
Investment income (loss)	3,020	3,020	14,619	11,599
Miscellaneous	1,151	1,151	1,384	233
Amounts available for appropriation	<u>414,892</u>	<u>414,892</u>	<u>381,207</u>	<u>(33,685)</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current:				
General Government	63,391	63,525	54,915	8,610
Public Safety	206,575	206,406	194,256	12,150
Public Works	107,730	26,661	32,939	(6,278)
Community Services	31,225	31,579	27,643	3,936
Street Maintenance	1,767	1,767	1,582	185
Contingency	5,300	4,947	-	4,947
Capital outlay	142,460	173,358	23,049	150,309
Total charges to appropriations	<u>558,448</u>	<u>508,243</u>	<u>334,384</u>	<u>173,859</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from equipment disposal	380	380	378	(2)
Proceeds from land sale	-	-	3,340	3,340
Transfer in	148,325	148,325	-	(148,325)
Transfer out	(156,892)	(156,882)	(58,774)	98,108
Total other financing sources (uses)	<u>(8,187)</u>	<u>(8,177)</u>	<u>(55,056)</u>	<u>(46,879)</u>
Budgetary fund balance, July 1	<u>308,802</u>	<u>308,802</u>	<u>279,430</u>	<u>(29,372)</u>
Budgetary fund balances, June 30	<u>\$ 157,059</u>	<u>\$ 207,274</u>	<u>\$ 271,197</u>	<u>\$ 63,923</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures				
Sources/inflows of resources:				
Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.			\$ 605,581	
Differences - budget to GAAP:				
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.			(279,430)	
Interest earned on restricted investments not available for appropriation.			6,439	
Interest earned on leases not available for appropriation.			347	
Indirect cost allocation.			(8,840)	
Lease revenue reported on a GAAP basis.			(588)	
Proceeds from disposal of assets.			(378)	
Proceeds from land sale.			(3,340)	
Revenue reported on a GAAP basis.			131	
Police and fire sales tax revenue.			45,101	
Add: Transfers out.			58,774	
Total revenues as reported in the statement of revenues, expenditures, and changes in fund balances - governmental funds.			\$ 423,797	
Uses/outflows of resources:				
Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.			\$ 334,384	
Differences - budget to GAAP:				
Salaries payable.			(1,641)	
Subscription based internet technology arrangement.			1,661	
Internal charges for services provided.			(8,840)	
Miscellaneous.			38	
Total expenditures as reported in the statement of revenues, expenditures, and changes in fund balances - governmental funds.			\$ 325,602	

City of Glendale, Arizona
Budgetary Comparison Schedule
Transportation Special Revenue Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Taxes	\$ 45,045	\$ 45,045	\$ 48,602	\$ 3,557
Intergovernmental	12,461	12,461	3,702	(8,759)
Charges for services	1,047	1,047	407	(640)
Investment income (loss)	263	263	6,072	5,809
Miscellaneous	548	548	109	(439)
Amounts available for appropriation	<u>59,364</u>	<u>59,364</u>	<u>58,892</u>	<u>(472)</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current:				
General Government	-	74	74	-
Street Maintenance	31,253	28,392	34,088	(5,696)
Contingency	300	-	-	-
Capital outlay	33,111	36,111	2,787	33,324
Total charges to appropriations	<u>64,664</u>	<u>64,577</u>	<u>36,949</u>	<u>27,628</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from equipment disposal	-	-	11	11
Transfer out	(50,364)	(50,364)	(44,024)	6,340
Total other financing sources (uses)	<u>(50,364)</u>	<u>(50,364)</u>	<u>(44,013)</u>	<u>6,351</u>
Budgetary fund balance, July 1	134,892	134,892	131,856	(3,036)
Budgetary fund balances, June 30	<u>\$ 79,228</u>	<u>\$ 79,315</u>	<u>\$ 109,786</u>	<u>\$ 30,471</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 146,735
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(131,856)
Proceeds from disposal of assets.	(11)
Add: Transfers out.	44,024
Total revenues as reported in the statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 58,892</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 36,949
Differences - budget to GAAP:	
Salaries payable.	(43)
Total expenditures as reported in the statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 36,906</u>

CITY OF GLENDALE, ARIZONA

Notes to Required Supplementary Information

June 30, 2025

(amounts expressed in thousands)

I. Basis of accounting

The City prepares its annual budget on a basis which differs from the GAAP basis. A budgetary comparison schedule for the general fund and major special revenue fund are included as required supplementary information to provide a meaningful comparison of actual results to budget on a budget basis. Budgetary comparison schedules for all other governmental funds are presented as other supplemental information after the combining statements.

The intent of preparing the Budgetary Comparison Schedule is to provide the reader with a more complete understanding and appreciation for the difference between budgetary revenues and other financing sources and expenditures and other financing uses presented in the Budgetary Comparison Statements and the revenues, expenditures, and other financing sources (uses) reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances, which is prepared in accordance with GAAP.

The major areas of difference are as follows:

1. Under the budgetary basis, the revenues and expenses relating to police and fire sales tax is not included in the general fund. The police and fire sales tax is included in the general fund for the GAAP financial statements.
2. Under the budgetary basis, investment income is recognized on an amortized cost basis. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools" (GASB Statement No. 31), all investment income, including changes in fair value (gains/losses) of investments, are recognized as investment income.
3. Under the budgetary basis, revenues are normally recorded when earned. For GAAP basis, in accordance with GASB Statement No. 33, "Accounting and Financial Reporting for Nonexchange Transactions" (GASB Statement No. 33), and GASB Statement No. 65, all nonexchange transactions, such as government-mandated nonexchange transactions and voluntary nonexchange transactions, can be accrued only if they are measurable and "available". "Available" has been defined by GASB Statement No. 33 as "collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period." The City has established the availability period as 60 days after the end of the fiscal year. In order to ensure all transactions for the current fiscal year meet this criterion, the City analyzes revenue receipts through August 31 and records adjustments to deferred inflows of resources for transactions that are not collected.
4. Under the budgetary basis, intrafund transfers are recognized as other financing sources (uses). For the GAAP financial statements, intrafund transfers are eliminated to minimize the "grossing-up" of intrafund transfers.
5. Under the budgetary basis, interfund reimbursements or repayments from funds responsible for particular expenditures or expenses to the funds that initially paid for them are recorded as revenues in the payer fund. In accordance with GASB Statement No. 34, an adjustment to eliminate interfund reimbursements is recorded for the GAAP financial statements.
6. In accordance with GAAP, the City has established guidelines for recording expenditure accruals. In order to reasonably ensure that accruals for current fiscal year transactions are materially accurate, the City performs an analysis to identify expenditure accruals for the GAAP financial statements.

CITY OF GLENDALE, ARIZONA

Notes to Required Supplementary Information

June 30, 2025

(amounts expressed in thousands)

II. Budgetary information

The City utilizes the following procedures in establishing the budgetary data reflected in the financial statements.

1. Prior to the first of June of each year, the City Manager submits to the Mayor and Council a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed operating, capital and debt service expenditures and the means of financing them.
2. The projected beginning budgeted fund balances for each fund are based on preliminary estimates of the June 30th ending actual budget basis fund balances rather than the June 30th ending budgeted fund balances. These two amounts will differ because of differences in actual results for the year versus planned results and by unused contingency appropriations. The legal level of budgetary control is the total budget as adopted. This is the level at which expenditures cannot legally exceed the appropriated amount.
3. Prior to July 1, after receiving comments in a public hearing, a tentative budget is adopted by the City Council, which sets an upper-dollar limit for all funds combined, beyond which the City may not increase appropriations. After two weeks of legal advertising, the City Council legally adopts a final budget ordinance, which sets appropriations for each fund.
4. Budget basis expenditures may not exceed appropriations for each fund, except in conjunction with the transfer of contingency funds and/or unused appropriation authority from another fund that is backed by additional revenue or fund balance in the fund receiving the appropriation. Contingency funds are appropriated for several funds as identified in the budget basis schedules and may only be transferred with City Council approval. The City Council may reallocate appropriations through budget amendments, but may not increase total appropriations above the total budget, which was legally adopted for the fiscal year.
5. The City Council may authorize a transfer of unencumbered appropriation balanced within an individual city office, department or agency at any time during the fiscal year. During the last three months of the fiscal year, the City Council may approve transfers among city offices, departments, and agencies as necessary. Interfund transfers (i.e., transfers between funds) must be specifically approved by City Council. Procedures for requesting City Council approval of appropriation transfers and delegation of budget responsibility will be set by the City Manager.
6. Budgetary authorization and spending management controls are employed during the year for all funds.

III. Contingency appropriation

The principal purpose of a contingency appropriation is to cover any unforeseen expenditure, which may arise after the budget is adopted. It is impossible to estimate revenues exactly or to determine in a prior year the exact expenditures of each program or activity for the ensuing year. Thus, a contingency is essential for budgetary purposes.

Contingency appropriation is re-established each fiscal year based on available fund balance and balancing needs of the budget year. The unused balances of contingency appropriations are reflected in the budget basis financial statements.



City of Glendale, Arizona

ANNUAL COMPREHENSIVE FINANCIAL REPORT

COMBINING STATEMENTS AND SCHEDULES

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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City of Glendale, Arizona
Budgetary Comparison Schedule
Other Construction
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Intergovernmental	\$ -	\$ -	\$ 20,828	\$ 20,828
Amounts available for appropriation	-	-	20,828	20,828
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
General Government	-	1,354	1,990	(636)
Public Works	-	5	-	5
Community Services	-	166	2,263	(2,097)
Street Maintenance	-	3,714	604	3,110
Contingency	3,050	3,050	-	3,050
Capital outlay	87,442	87,444	33,735	53,709
Total charges to appropriations	90,492	95,733	38,592	57,141
OTHER FINANCING SOURCES (USES)				
Long term debt issued	26,795	26,795	23,833	(2,962)
Premium on long term debt issued	-	-	3,229	3,229
Transfer out	(275)	(225)	(143)	82
Total other financing sources (uses)	26,520	26,570	26,919	349
Budgetary fund balance, July 1	61,818	61,818	37,755	(24,063)
Budgetary fund balances, June 30	\$ (2,154)	\$ (7,345)	\$ 46,910	\$ 54,255

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 85,502
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(37,755)
Long term debt issued.	(23,833)
Premium on long term debt issued.	(3,229)
Add: Transfers out.	143
Total revenues as reported in the statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 20,828

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 38,592
Total expenditures as reported in the statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 38,592

City of Glendale, Arizona
Budgetary Comparison Schedule
Municipal Property Corporation Debt Service
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Intergovernmental	\$ -	\$ -	\$ 9,990	\$ 9,990
Investment income (loss)	-	-	166	166
Amounts available for appropriation	-	-	10,156	10,156
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current:				
General Government	20	20	6	14
Debt service:				
Principal	4,685	4,685	2,370	2,315
Interest	8,411	8,411	2,014	6,397
Total charges to appropriations	13,116	13,116	4,390	8,726
OTHER FINANCING SOURCES (USES)				
Transfer in	10,297	10,297	10,297	-
Transfer out	-	-	(23,395)	(23,395)
Total other financing sources (uses)	10,297	10,297	(13,098)	(23,395)
Budgetary fund balance, July 1	14,646	14,646	22,302	7,656
Budgetary fund balances, June 30	\$ 11,827	\$ 11,827	\$ 14,970	\$ 3,143

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 19,360
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(22,302)
Less: Transfers in.	(10,297)
Add: Transfers out.	23,395
Total revenues as reported in the statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 10,156

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 4,390
Total expenditures as reported in the statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 4,390

City of Glendale, Arizona
Budgetary Comparison Schedule
General Obligation
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Taxes	\$ 24,424	\$ 24,424	\$ 23,290	\$ (1,134)
Miscellaneous	-	-	18	18
Amounts available for appropriation	<u>24,424</u>	<u>24,424</u>	<u>23,308</u>	<u>(1,116)</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
General Government	325	325	8	317
Principal	12,365	12,365	12,365	-
Interest	5,387	5,387	7,088	(1,701)
Total charges to appropriations	<u>18,077</u>	<u>18,077</u>	<u>19,461</u>	<u>(1,384)</u>
Budgetary fund balance, July 1	1,562	1,562	(8,942)	(10,504)
Budgetary fund balances, June 30	<u>\$ 7,909</u>	<u>\$ 7,909</u>	<u>\$ (5,095)</u>	<u>\$ (13,004)</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 14,366
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	<u>8,942</u>
Total revenues as reported in the statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 23,308</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 19,461
Total expenditures as reported in the statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 19,461</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Excise Tax Revenue
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Investment income (loss)	\$ -	\$ -	\$ 466	\$ 466
Miscellaneous	-	-	24	24
Amounts available for appropriation	-	-	490	490
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
General Government	17	17	9	8
Principal	14,990	14,990	14,990	-
Interest	7,043	7,043	13,009	(5,966)
Total charges to appropriations	22,050	22,050	28,008	(5,958)
OTHER FINANCING SOURCES (USES)				
Transfer in	22,049	22,049	45,444	23,395
Total other financing sources (uses)	22,049	22,049	45,444	23,395
Budgetary fund balance, July 1	1,044	1,044	1,188	144
Budgetary fund balances, June 30	\$ 1,043	\$ 1,043	\$ 19,114	\$ 18,071

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 47,122
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(1,188)
Less: Transfers in.	(45,444)
Total revenues as reported in the statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 490

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 28,008
Total expenditures as reported in the statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 28,008

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for revenues from specific taxes or other earmarked revenue sources, which by law are designated to finance particular functions or activities of government and which, therefore, cannot be diverted to other uses.

Community Development Block Grants Fund

This fund accounts for a series of ongoing entitlements received directly from the U. S. Department of Housing and Urban Development (HUD). This fund also includes the HUD Rental Rehabilitation and HOME programs.

Highway User Gas Tax Fund

This fund accounts for capital outlay and maintenance of municipal streets and highways, as mandated by the Arizona Revised Statutes. Financing for this fund is provided by state-shared fuel taxes.

Other Special Revenue Fund

This fund accounts for various activities, including the airport, miscellaneous grants, and other recreation programs.

Debt Service Funds

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Transportation Debt Service Fund

This fund accumulates monies for payment of the transportation revenue bonds. Transportation excise taxes are transferred from a special revenue fund to fund this debt.

Certificates of Participation Debt Service Fund

This fund accounts for the debt that was issued to finance a significant portion of the City's unfunded pension liabilities with respect to its pension plans in the Arizona Public Safety Personnel Retirement System.

Capital Projects Funds

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

Streets Construction Fund

This fund accounts for the construction of streets, sidewalks, streetlights, traffic signals, and street landscaping funded through GO and revenue bonds issued under authorizations approved by voters on May 15, 2007 and November 7, 2023.

Fire and Police Construction Fund

This fund accounts for the construction of fire and police department facilities. Funding is provided through GO bonds issued under authorizations approved by voters on May 15, 2007.

Parks Bond Construction Fund

This fund accounts for the construction of parks and recreation improvements.

Excise Tax Bond Construction Fund

This fund accounts for the city hall reconstruction project.

Development Impact Fees Fund

This fund accounts for fees covered by Chapter 28, Article VI of the Municipal Code and is restricted in use by ARS §9-463.05. The fees are used exclusively to provide the necessary public facilities and services for development. Residential development impact fees may be spent only in the district (residential development district, not political district) in which they are collected.

Permanent Fund

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting City's programs.

Cemetery Perpetual Care Fund

This fund is used to account for the revenues received by the City from the sale of cemetery lots and other related services.

City of Glendale, Arizona
Combining Governmental Balance Sheet
Non-Major Governmental Funds
Summary by Fund Type
June 30, 2025
(amounts expressed in thousands)

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Permanent Funds	Total Non- Major Governmental Funds
ASSETS					
Equity in pooled cash and investments	\$ 41,412	\$ 24,257	\$ 112,527	\$ 7,199	\$ 185,395
Receivables, net of allowance for doubtful accounts:					
Accounts	5,562	-	64	121	5,747
Accrued interest	12	-	-	-	12
Intergovernmental receivable	5,876	-	-	-	5,876
Inventories and prepaid items	16	-	-	-	16
Restricted cash and investments	831	-	33,942	-	34,773
Lease receivable	4,922	-	-	-	4,922
Total assets	<u>\$ 58,631</u>	<u>\$ 24,257</u>	<u>\$ 146,533</u>	<u>\$ 7,320</u>	<u>\$ 236,741</u>
LIABILITIES					
Vouchers payable	\$ 3,485	\$ 1	\$ 7,307	\$ -	\$ 10,793
Retainage payable	-	-	4,150	-	4,150
Intergovernmental payable	1	-	-	-	1
Due to other funds	2,463	-	3,131	-	5,594
Deposits	5	-	-	-	5
Unearned revenue	8,396	-	22	-	8,418
Matured interest payable	-	3,118	-	-	3,118
Matured bonds payable	-	18,600	-	-	18,600
Total liabilities	<u>14,350</u>	<u>21,719</u>	<u>14,610</u>	<u>-</u>	<u>50,679</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred Inflows of Resources- unavailable revenue	299	-	-	121	420
Deferred Inflows of Resources- leases	4,742	-	-	-	4,742
Total deferred inflows of resources	<u>5,041</u>	<u>-</u>	<u>-</u>	<u>121</u>	<u>5,162</u>
FUND BALANCES					
Fund balances:					
Nonspendable	16	-	-	7,199	7,215
Restricted	33,409	2,538	131,923	-	167,870
Committed	3,125	-	-	-	3,125
Assigned	2,690	-	-	-	2,690
Total fund balances	<u>39,240</u>	<u>2,538</u>	<u>131,923</u>	<u>7,199</u>	<u>180,900</u>
Total liabilities, deferred outflows of resources and fund balances	<u>\$ 58,631</u>	<u>\$ 24,257</u>	<u>\$ 146,533</u>	<u>\$ 7,320</u>	<u>\$ 236,741</u>

City of Glendale, Arizona
Combining Balance Sheet
Non-Major Special Revenue Funds
June 30, 2025
(amounts expressed in thousands)

	Community Development Block Grants	Highway User Gas Tax	Other Special Revenue	Total Non- Major Special Revenue Funds
ASSETS				
Equity in pooled cash and investments	\$ 477	\$ 29,825	\$ 11,110	\$ 41,412
Receivables, net of allowance for doubtful accounts:				
Accounts	5,121	7	434	5,562
Accrued interest	-	-	12	12
Intergovernmental receivable	1,388	1,932	2,556	5,876
Inventories and prepaid items	-	-	16	16
Restricted cash and investments	-	-	831	831
Lease receivable	-	-	4,922	4,922
Total assets	<u>\$ 6,986</u>	<u>\$ 31,764</u>	<u>\$ 19,881</u>	<u>\$ 58,631</u>
LIABILITIES				
Vouchers payable	\$ 332	\$ 1,333	\$ 1,820	\$ 3,485
Intergovernmental payable	-	-	1	1
Due to other funds	751	-	1,712	2,463
Deposits	-	-	5	5
Unearned revenue	5,119	-	3,277	8,396
Total liabilities	<u>6,202</u>	<u>1,333</u>	<u>6,815</u>	<u>14,350</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows of Resources- unavailable revenue	-	-	299	299
Deferred Inflows of Resources- leases	-	-	4,742	4,742
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>5,041</u>	<u>5,041</u>
FUND BALANCES				
Fund balances:				
Nonspendable	-	-	16	16
Restricted	784	30,431	2,194	33,409
Committed	-	-	3,125	3,125
Assigned	-	-	2,690	2,690
Total fund balances	<u>784</u>	<u>30,431</u>	<u>8,025</u>	<u>39,240</u>
Total liabilities and fund balances	<u>\$ 6,986</u>	<u>\$ 31,764</u>	<u>\$ 19,881</u>	<u>\$ 58,631</u>

City of Glendale, Arizona
Combining Balance Sheet
Non-Major Debt Service Funds
June 30, 2025
(amounts expressed in thousands)

	<u>Transportation</u>	<u>Certificates of Participation</u>	<u>Total Non- Major Debt Service Funds</u>
ASSETS			
Equity in pooled cash and investments	\$ 7,246	\$ 17,011	\$ 24,257
Receivables, net of allowance for doubtful accounts:			
Total assets	<u>\$ 7,246</u>	<u>\$ 17,011</u>	<u>\$ 24,257</u>
LIABILITIES			
Vouchers payable	\$ 1	\$ -	\$ 1
Matured interest payable	345	2,773	3,118
Matured bonds payable	4,760	13,840	18,600
Total liabilities	<u>5,106</u>	<u>16,613</u>	<u>21,719</u>
DEFERRED INFLOWS OF RESOURCES			
FUND BALANCES			
Fund balances:			
Restricted	2,140	398	2,538
Total fund balances	<u>2,140</u>	<u>398</u>	<u>2,538</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 7,246</u>	<u>\$ 17,011</u>	<u>\$ 24,257</u>

City of Glendale, Arizona
Combining Balance Sheet
Non-Major Capital Projects Funds
June 30, 2025
(amounts expressed in thousands)

	Streets Construction	Fire and Police Construction	Parks Bond Construction	Excise Tax Bond Construction	Development Impact Fees	Total Non- Major Capital Projects Funds
ASSETS						
Equity in pooled cash and investments	\$ 7,467	\$ 19,213	\$ 3,996	\$ -	\$ 81,851	\$ 112,527
Receivables, net of allowance for doubtful accounts:						
Accounts	64	-	-	-	-	64
Restricted cash and investments	-	-	-	33,942	-	33,942
Total assets	<u>\$ 7,531</u>	<u>\$ 19,213</u>	<u>\$ 3,996</u>	<u>\$ 33,942</u>	<u>\$ 81,851</u>	<u>\$ 146,533</u>
LIABILITIES						
Vouchers payable	\$ 1,290	\$ 1,601	\$ 168	\$ 3,880	\$ 368	\$ 7,307
Retainage payable	217	1,810	51	2,028	44	4,150
Due to other funds	-	-	-	3,131	-	3,131
Unearned revenue	22	-	-	-	-	22
Total liabilities	<u>1,529</u>	<u>3,411</u>	<u>219</u>	<u>9,039</u>	<u>412</u>	<u>14,610</u>
FUND BALANCES						
Fund balances:						
Restricted	6,002	15,802	3,777	24,903	81,439	131,923
Total fund balances	<u>6,002</u>	<u>15,802</u>	<u>3,777</u>	<u>24,903</u>	<u>81,439</u>	<u>131,923</u>
Total liabilities and fund balances	<u>\$ 7,531</u>	<u>\$ 19,213</u>	<u>\$ 3,996</u>	<u>\$ 33,942</u>	<u>\$ 81,851</u>	<u>\$ 146,533</u>

City of Glendale, Arizona
Combining Balance Sheet
Non-Major Permanent Funds
 June 30, 2025
 (amounts expressed in thousands)

	<u>Cemetery</u>
ASSETS	
Equity in pooled cash and investments	\$ 7,199
Receivables, net of allowance for doubtful accounts:	
Accounts	<u>121</u>
Total assets	<u>\$ 7,320</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows of Resources- unavailable revenue	\$ 121
FUND BALANCES	
Fund balances:	
Nonspendable	<u>7,199</u>
Total fund balances	<u>7,199</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 7,320</u>

City of Glendale, Arizona
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
Summary by Fund Type
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Permanent Funds	Total Non-Major Governmental Funds
REVENUES					
Licenses and permits	\$ 1,507	\$ -	\$ 11,181	\$ -	\$ 12,688
Intergovernmental	35,201	-	-	-	35,201
Local	250	-	-	-	250
Charges for services	777	-	-	-	777
Fines and forfeitures	1,056	-	-	-	1,056
Investment income (loss)	243	48	4,427	384	5,102
Miscellaneous	508	-	-	-	508
Total revenues	<u>39,542</u>	<u>48</u>	<u>15,608</u>	<u>384</u>	<u>55,582</u>
EXPENDITURES					
Current:					
General Government	1,107	33	-	-	1,140
Public Safety	5,692	-	1,221	-	6,913
Public Works	2,344	-	73	-	2,417
Community Services	9,089	-	354	-	9,443
Street Maintenance	16,572	-	8,504	-	25,076
Debt service:					
Principal	321	43,650	-	-	43,971
Interest	3	6,235	-	-	6,238
Capital outlay	4,766	-	59,199	-	63,965
Total expenditures	<u>39,894</u>	<u>49,918</u>	<u>69,351</u>	<u>-</u>	<u>159,163</u>
Excess (deficiency) of revenues over expenditures	<u>(352)</u>	<u>(49,870)</u>	<u>(53,743)</u>	<u>384</u>	<u>(103,581)</u>
OTHER FINANCING SOURCES (USES)					
Long term debt issued	-	-	19,242	-	19,242
Premium on long term debt issued	-	-	2,606	-	2,606
Payment to refunded bonds escrow agent	-	(56)	-	-	(56)
Proceeds from equipment disposal	54	-	-	-	54
Proceeds from land sale	-	-	2,150	-	2,150
Leases	352	-	-	-	352
Subscription-based IT arrangements	178	-	-	-	178
Transfer in	4,690	51,315	13,871	-	69,876
Transfer out	(1,714)	-	(461)	-	(2,175)
Total other financing sources (uses)	<u>3,560</u>	<u>51,259</u>	<u>37,408</u>	<u>-</u>	<u>92,227</u>
Net change in fund balances	3,208	1,389	(16,335)	384	(11,354)
Fund balances - beginning	36,032	1,149	148,258	6,815	192,254
Fund balances - ending	<u>\$ 39,240</u>	<u>\$ 2,538</u>	<u>\$ 131,923</u>	<u>\$ 7,199</u>	<u>\$ 180,900</u>

City of Glendale, Arizona

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Non-Major Special Revenue Funds

For the Year Ended June 30, 2025

(amounts expressed in thousands)

	Community Development Block Grants	Highway User Gas Tax	Other Special Revenue	Total Non-Major Special Revenue Funds
REVENUES				
Licenses and permits	\$ -	\$ 1,499	\$ 8	\$ 1,507
Intergovernmental	3,109	19,689	12,403	35,201
Local	-	-	250	250
Charges for services	-	70	707	777
Fines and forfeitures	-	60	996	1,056
Investment income (loss)	-	-	243	243
Miscellaneous	178	22	308	508
Total revenues	<u>3,287</u>	<u>21,340</u>	<u>14,915</u>	<u>39,542</u>
EXPENDITURES				
Current:				
General Government	-	-	1,107	1,107
Public Safety	-	-	5,692	5,692
Public Works	-	-	2,344	2,344
Community Services	3,188	-	5,901	9,089
Street Maintenance	-	16,572	-	16,572
Principal	-	-	321	321
Interest	-	-	3	3
Capital outlay	-	120	4,646	4,766
Total expenditures	<u>3,188</u>	<u>16,692</u>	<u>20,014</u>	<u>39,894</u>
Excess (deficiency) of revenues over expenditures	<u>99</u>	<u>4,648</u>	<u>(5,099)</u>	<u>(352)</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from equipment disposal	-	36	18	54
Leases	-	-	352	352
Subscription-based IT arrangements	-	-	178	178
Transfer in	-	-	4,690	4,690
Transfer out	-	(1,693)	(21)	(1,714)
Total other financing sources (uses)	<u>-</u>	<u>(1,657)</u>	<u>5,217</u>	<u>3,560</u>
Net change in fund balances	99	2,991	118	3,208
Fund balances - beginning	685	27,440	7,907	36,032
Fund balances - ending	<u>\$ 784</u>	<u>\$ 30,431</u>	<u>\$ 8,025</u>	<u>\$ 39,240</u>

City of Glendale, Arizona

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Non-Major Debt Service Funds

For the Year Ended June 30, 2025

(amounts expressed in thousands)

	Transportation	Certificates of Participation	Total Non-Major Debt Service Funds
REVENUES			
Investment income (loss)	\$ 3	\$ 45	\$ 48
Total revenues	<u>3</u>	<u>45</u>	<u>48</u>
EXPENDITURES			
Current:			
General Government	32	1	33
Debt service:			
Principal	29,810	13,840	43,650
Interest	690	5,545	6,235
Total expenditures	<u>30,532</u>	<u>19,386</u>	<u>49,918</u>
Excess (deficiency) of revenues over expenditures	<u>(30,529)</u>	<u>(19,341)</u>	<u>(49,870)</u>
OTHER FINANCING SOURCES (USES)			
Payment to refunded bonds escrow agent	(56)	-	(56)
Transfer in	31,846	19,469	51,315
Total other financing sources (uses)	<u>31,790</u>	<u>19,469</u>	<u>51,259</u>
Net change in fund balances	1,261	128	1,389
Fund balances - beginning	879	270	1,149
Fund balances - ending	<u>\$ 2,140</u>	<u>\$ 398</u>	<u>\$ 2,538</u>

City of Glendale, Arizona
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Capital Projects Funds
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Streets Construction	Fire and Police Construction	Parks Bond Construction	Excise Tax Bond Construction	Development Impact Fees	Total Non-Major Capital Projects Funds
REVENUES						
Licenses and permits	\$ -	\$ -	\$ -	\$ -	\$ 11,181	\$ 11,181
Investment income (loss)	-	-	-	-	4,427	4,427
Total revenues	-	-	-	-	15,608	15,608
EXPENDITURES						
Current:						
Public Safety	-	1,146	-	-	75	1,221
Public Works	-	-	-	15	58	73
Community Services	-	-	145	-	209	354
Street Maintenance	8,494	-	-	-	10	8,504
Capital outlay	9,231	18,089	642	22,042	9,195	59,199
Total expenditures	17,725	19,235	787	22,057	9,547	69,351
Excess (deficiency) of revenues over expenditures	(17,725)	(19,235)	(787)	(22,057)	6,061	(53,743)
OTHER FINANCING SOURCES (USES)						
Long term debt issued	5,295	13,947	-	-	-	19,242
Premium on long term debt issued	717	1,889	-	-	-	2,606
Proceeds from land sale	2,150	-	-	-	-	2,150
Transfer in	13,871	-	-	-	-	13,871
Transfer out	(69)	(174)	(6)	(212)	-	(461)
Total other financing sources (uses)	21,964	15,662	(6)	(212)	-	37,408
Net change in fund balances	4,239	(3,573)	(793)	(22,269)	6,061	(16,335)
Fund balances - beginning	1,763	19,375	4,570	47,172	75,378	148,258
Fund balances - ending	\$ 6,002	\$ 15,802	\$ 3,777	\$ 24,903	\$ 81,439	\$ 131,923

City of Glendale, Arizona

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Non-Major Permanent Funds

For the Year Ended June 30, 2025

(amounts expressed in thousands)

	<u>Cemetery</u>
REVENUES	
Investment income (loss)	\$ 384
Total revenues	<u>384</u>
Net change in fund balances	384
Fund balances - beginning	<u>6,815</u>
Fund balances - ending	<u><u>\$ 7,199</u></u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Police and Fire Sales Tax Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Taxes	\$ 42,865	\$ 42,865	\$ 45,101	\$ 2,236
Amounts available for appropriation	42,865	42,865	45,101	2,236
OTHER FINANCING SOURCES (USES)				
Proceeds from equipment disposal	-	-	3	3
Transfer out	(50,365)	(50,365)	-	50,365
Total other financing sources (uses)	(50,365)	(50,365)	3	50,368
Budgetary fund balance, July 1	20,588	20,588	21,676	1,088
Budgetary fund balances, June 30	\$ 13,088	\$ 13,088	\$ 66,780	\$ 53,692

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriations" from the budgetary comparison schedule.	\$ 66,780
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(21,676)
Proceeds from disposal of assets.	(3)
Add: Transfers out.	-
Total revenues of the police and fire sales tax fund included in the general fund.	\$ 45,101

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ -
Total expenditures as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ -

City of Glendale, Arizona
Budgetary Comparison Schedule
Community Development Block Grants Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Intergovernmental	\$ 11,757	\$ 11,757	\$ 3,109	\$ (8,648)
Miscellaneous	-	-	178	178
Amounts available for appropriation	<u>11,757</u>	<u>11,757</u>	<u>3,287</u>	<u>(8,470)</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current:				
Community Services	11,618	11,618	3,190	8,428
Street Maintenance	1,033	1,033	-	1,033
Capital outlay:				
Total capital outlay	-	-	-	-
Total charges to appropriations	<u>12,651</u>	<u>12,651</u>	<u>3,190</u>	<u>9,461</u>
Budgetary fund balance, July 1	894	894	687	(207)
Budgetary fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 784</u>	<u>\$ 784</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 3,974
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	<u>(687)</u>
Total revenues as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 3,287</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 3,190
Differences - budget to GAAP:	
Salaries payable.	<u>(2)</u>
Total expenditures as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 3,188</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Highway User Gas Tax
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Licenses and permits	\$ 242	\$ 242	\$ 1,499	\$ 1,257
Intergovernmental	19,849	19,849	19,689	(160)
Charges for services	-	-	70	70
Fines and forfeitures	-	-	60	60
Miscellaneous	-	-	22	22
Amounts available for appropriation	<u>20,091</u>	<u>20,091</u>	<u>21,340</u>	<u>1,249</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Street Maintenance	15,397	15,397	16,599	(1,202)
Contingency	1,500	1,500	-	1,500
Capital outlay	3,360	3,360	120	3,240
Total charges to appropriations	<u>20,257</u>	<u>20,257</u>	<u>16,719</u>	<u>3,538</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from equipment disposal	-	-	36	36
Transfer out	(6,235)	(6,235)	(1,693)	4,542
Total other financing sources (uses)	<u>(6,235)</u>	<u>(6,235)</u>	<u>(1,657)</u>	<u>4,578</u>
Budgetary fund balance, July 1	26,537	26,537	27,521	984
Budgetary fund balances, June 30	<u>\$ 20,136</u>	<u>\$ 20,136</u>	<u>\$ 30,485</u>	<u>\$ 10,349</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 47,204
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(27,521)
Proceeds from disposal of assets.	(36)
Add: Transfers out.	1,693
Total revenues as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 21,340</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 16,719
Differences - budget to GAAP:	
Salaries payable.	(27)
Total expenditures as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 16,692</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Other Special Revenue
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Licenses and permits	\$ 10	\$ 10	\$ 8	\$ (2)
Intergovernmental	10,559	10,559	12,430	1,871
Local	152	152	273	121
Charges for services	856	856	782	(74)
Fines and forfeitures	246	246	980	734
Investment income (loss)	5	5	243	238
Miscellaneous	76,136	76,136	203	(75,933)
Amounts available for appropriation	<u>87,964</u>	<u>87,964</u>	<u>14,919</u>	<u>(73,045)</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
General Government	1,323	1,741	1,126	615
Public Safety	14,360	17,097	5,838	11,259
Public Works	2,444	2,897	2,351	546
Community Services	6,770	8,650	6,085	2,565
Street Maintenance	1,391	1,391	-	1,391
Contingency	60,703	15,784	-	15,784
Capital outlay	14,058	18,395	4,116	14,279
Total charges to appropriations	<u>101,049</u>	<u>65,955</u>	<u>19,516</u>	<u>46,439</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from equipment disposal	-	-	18	18
Transfer in	4,675	4,675	4,690	15
Transfer out	(60)	(60)	(21)	39
Total other financing sources (uses)	<u>4,615</u>	<u>4,615</u>	<u>4,687</u>	<u>72</u>
Budgetary fund balance, July 1	16,424	16,424	7,325	(9,099)
Budgetary fund balances, June 30	<u>\$ 7,954</u>	<u>\$ 43,048</u>	<u>\$ 7,415</u>	<u>\$ (35,633)</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 26,931
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(7,325)
Interest earned on leases not available for appropriation.	96
Lease revenue reported on a GAAP basis.	(74)
Revenue reported on a GAAP basis.	(21)
Proceeds from disposal of assets.	(18)
Miscellaneous.	(5)
Less: Transfers in.	(4,690)
Add: Transfers out.	21
Total revenues as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 14,915</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 19,516
Differences - budget to GAAP:	
Salaries payable.	(32)
Leases.	352
Subscription based internet technology arrangement.	178
Total expenditures as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 20,014</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Transportation Debt Service Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Investment income (loss)	\$ -	\$ -	\$ 3	\$ 3
Amounts available for appropriation	-	-	3	3
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current:				
General Government	10	38	32	6
Debt service:				
Principal	4,760	29,866	29,810	56
Interest	1,943	1,943	690	1,253
Total charges to appropriations	6,713	31,847	30,532	1,315
OTHER FINANCING SOURCES (USES)				
Payment to refunded bonds escrow agent	-	-	(56)	(56)
Transfer in	6,713	6,713	31,846	25,133
Total other financing sources (uses)	6,713	6,713	31,790	25,077
Budgetary fund balance, July 1	409	409	879	470
Budgetary fund balances, June 30	\$ 409	\$ (24,725)	\$ 2,140	\$ 26,865

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 32,672
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(879)
Loss on bond defeasance.	56
Less: Transfers in.	(31,846)
Total revenues as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 3

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 30,532
Total expenditures as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 30,532

City of Glendale, Arizona
Budgetary Comparison Schedule
Certificates of Participation Debt Service Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Investment income (loss)	\$ -	\$ -	\$ 45	\$ 45
Amounts available for appropriation	-	-	45	45
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
General Government	5	5	1	4
Debt service:				
Principal	13,840	13,840	13,840	-
Interest	5,545	5,545	5,545	-
Total charges to appropriations	19,390	19,390	19,386	4
OTHER FINANCING SOURCES (USES)				
Transfer in	19,469	19,469	19,469	-
Total other financing sources (uses)	19,469	19,469	19,469	-
Budgetary fund balance, July 1	274	274	270	(4)
Budgetary fund balances, June 30	\$ 353	\$ 353	\$ 398	\$ 45

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule. \$ 19,784

Differences - budget to GAAP:

The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes. (270)
Less: Transfers in. (19,469)

Total revenues as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds. \$ 45

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule. \$ 19,386

Total expenditures as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds. \$ 19,386

City of Glendale, Arizona
Budgetary Comparison Schedule
Streets Construction Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current:				
Street Maintenance	\$ 801	\$ 841	\$ 8,494	\$ (7,653)
Contingency	829	829	-	829
Capital outlay	55,765	56,617	9,231	47,386
Total charges to appropriations	<u>57,395</u>	<u>58,287</u>	<u>17,725</u>	<u>40,562</u>
OTHER FINANCING SOURCES (USES)				
Long term debt issued	5,953	5,953	5,295	(658)
Premium on long term debt issued	-	-	717	717
Proceeds from land sale	-	-	2,150	2,150
Transfer in	49,880	49,880	13,871	(36,009)
Transfer out	(165)	(165)	(69)	96
Total other financing sources (uses)	<u>55,668</u>	<u>55,668</u>	<u>21,964</u>	<u>(33,704)</u>
Budgetary fund balance, July 1	1,728	1,728	1,701	(27)
Budgetary fund balances, June 30	<u>\$ 1</u>	<u>\$ (891)</u>	<u>\$ 5,940</u>	<u>\$ 6,831</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 23,665
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(1,701)
Long term debt issued.	(5,295)
Premium on long term debt issued.	(717)
Proceeds from land sale.	(2,150)
Less: Transfers in.	(13,871)
Add: Transfers out.	69
Total revenues as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ -</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 17,725
Total expenditures as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 17,725</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Fire and Police Construction Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current:				
Public Safety	\$ 660	\$ 816	\$ 1,146	\$ (330)
Capital outlay	40,612	40,457	18,089	22,368
Total charges to appropriations	<u>41,272</u>	<u>41,273</u>	<u>19,235</u>	<u>22,038</u>
OTHER FINANCING SOURCES (USES)				
Long term debt issued	15,681	15,681	13,947	(1,734)
Premium on long term debt issued	-	-	1,889	1,889
Transfer out	(60)	(60)	(174)	(114)
Total other financing sources (uses)	<u>15,621</u>	<u>15,621</u>	<u>15,662</u>	<u>41</u>
Budgetary fund balance, July 1	21,383	21,383	19,375	(2,008)
Budgetary fund balances, June 30	<u>\$ (4,268)</u>	<u>\$ (4,269)</u>	<u>\$ 15,802</u>	<u>\$ 20,071</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 35,037
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(19,375)
Long term debt issued.	(13,947)
Premium on long term debt issued.	(1,889)
Add: Transfers out.	174
Total revenues as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ -</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 19,235
Total expenditures as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 19,235</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Parks Bond Construction Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current:				
Community Services	\$ -	\$ -	\$ 145	\$ (145)
Capital outlay	3,820	4,639	642	3,997
Total charges to appropriations	<u>3,820</u>	<u>4,639</u>	<u>787</u>	<u>3,852</u>
OTHER FINANCING SOURCES (USES)				
Transfer out	-	-	(6)	(6)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(6)</u>	<u>(6)</u>
Budgetary fund balance, July 1	3,820	3,820	4,570	750
Budgetary fund balances, June 30	<u>\$ -</u>	<u>\$ (819)</u>	<u>\$ 3,777</u>	<u>\$ 4,596</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 4,564
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(4,570)
Add: Transfers out.	6
Total revenues as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ -</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 787
Total expenditures as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 787</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Excise Tax Bond Construction
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Public Works	\$ -	\$ -	\$ 15	\$ (15)
Capital outlay	-	47,172	22,042	25,130
Total charges to appropriations	-	47,172	22,057	25,115
OTHER FINANCING SOURCES (USES)				
Transfer out	-	-	(212)	(212)
Total other financing sources (uses)	-	-	(212)	(212)
Budgetary fund balance, July 1	-	-	47,172	47,172
Budgetary fund balances, June 30	\$ -	\$ (47,172)	\$ 24,903	\$ 72,075

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 46,960
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(47,172)
Add: Transfers out.	212
Total revenues as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ -

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 22,057
Total expenditures as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	\$ 22,057

City of Glendale, Arizona
Budgetary Comparison Schedule
Development Impact Fees Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Licenses and permits	\$ 3,654	\$ 3,654	\$ 11,181	\$ 7,527
Investment income (loss)	605	605	4,427	3,822
Amounts available for appropriation	<u>4,259</u>	<u>4,259</u>	<u>15,608</u>	<u>11,349</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current:				
Public Safety	-	-	75	(75)
Public Works	-	57	58	(1)
Community Services	-	-	209	(209)
Street Maintenance	-	1,130	10	1,120
Contingency	45,722	43,915	-	43,915
Capital outlay	20,643	21,305	9,195	12,110
Total charges to appropriations	<u>66,365</u>	<u>66,407</u>	<u>9,547</u>	<u>56,860</u>
Budgetary fund balance, July 1	62,106	62,106	75,378	13,272
Budgetary fund balances, June 30	<u>\$ -</u>	<u>\$ (42)</u>	<u>\$ 81,439</u>	<u>\$ 81,481</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 90,986
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	<u>(75,378)</u>
Total revenues as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 15,608</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 9,547
Total expenditures as reported in the combining statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 9,547</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Cemetery Perpetual Care Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Investment income (loss)	\$ -	\$ -	\$ 384	\$ 384
Current:				
Amounts available for appropriation	-	-	384	384
Budgetary fund balance, July 1	6,638	6,638	6,815	177
Budgetary fund balances, June 30	<u>\$ 6,638</u>	<u>\$ 6,638</u>	<u>\$ 7,199</u>	<u>\$ 561</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule. \$ 7,199

Differences - budget to GAAP:

The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.

(6,815)

Total revenues as reported in the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$ 384

Uses/outflows of resources:

Total expenditures as reported in the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$ -

NON-MAJOR PROPRIETARY FUNDS – BUSINESS-TYPE ACTIVITIES

Proprietary funds are used to account for City operations that are run like a business. These funds are responsible for providing enough operational revenue to cover all expenses.

Solid Waste

This fund accounts for the City's trash collection services including curb, roll-off, bulk, and front-load services to individuals and businesses. Revenues collected are used to keep the City clean.

Housing

This fund accounts for operations to provide affordable housing to those who cannot afford it in the private market. This is done through administration of Federal Section 8 Housing Choice and Conventional Public Housing programs.

City of Glendale, Arizona
Combining Statement of Net Position
Non-Major Proprietary Fund-Business Type Activities
June 30, 2025
(amounts expressed in thousands)

	Solid Waste	Housing	Total Non-Major Enterprise Funds
ASSETS			
Current assets:			
Equity in pooled cash and investments	\$ 4,973	\$ 2,994	\$ 7,967
Receivables:			
Accounts receivable	4,358	97	4,455
Allowance for uncollectibles	(754)	-	(754)
Intergovernmental	-	40	40
Inventories and prepaid items	-	38	38
Total current assets	<u>8,577</u>	<u>3,169</u>	<u>11,746</u>
Noncurrent assets:			
OPEB assets	248	66	314
Capital assets:			
Capital assets	24,744	17,472	42,216
Accumulated depreciation	(10,590)	(12,460)	(23,050)
Capital assets, net	<u>14,154</u>	<u>5,012</u>	<u>19,166</u>
Total noncurrent assets	<u>14,402</u>	<u>5,078</u>	<u>19,480</u>
Total assets	<u>22,979</u>	<u>8,247</u>	<u>31,226</u>
DEFERRED OUTFLOWS OF RESOURCES			
Amounts related to pensions and OPEB	<u>1,233</u>	<u>380</u>	<u>1,613</u>
Total deferred outflows of resources	<u>1,233</u>	<u>380</u>	<u>1,613</u>
LIABILITIES			
Current liabilities:			
Vouchers payable	878	199	1,077
Compensated absences	310	150	460
Unearned revenue	-	32	32
Due to other funds	-	10	10
Intergovernmental payable	8	-	8
Deposits	100	57	157
Interest payable	-	56	56
Subscription - due within one year	218	-	218
Total current liabilities	<u>1,514</u>	<u>504</u>	<u>2,018</u>
Noncurrent liabilities:			
Compensated absences	407	173	580
Net pension & OPEB liabilities	6,451	1,980	8,431
Other long term debt	223	135	358
Total noncurrent liabilities	<u>7,081</u>	<u>2,288</u>	<u>9,369</u>
Total liabilities	<u>8,595</u>	<u>2,792</u>	<u>11,387</u>
DEFERRED INFLOWS OF RESOURCES			
Amounts related to pensions and OPEB	<u>568</u>	<u>187</u>	<u>755</u>
Total deferred inflows of resources	<u>568</u>	<u>187</u>	<u>755</u>
NET POSITION			
Net investment in capital assets	13,713	5,012	18,725
Restricted for:			
OPEB benefits	248	66	314
Unrestricted	1,088	570	1,658
Total net position	<u>\$ 15,049</u>	<u>\$ 5,648</u>	<u>\$ 20,697</u>

City of Glendale, Arizona

Combining Statement of Revenues, Expenses, and Changes in Net Position

Non-Major Proprietary Fund-Business Type Activities

For the Year Ended June 30, 2025

(amounts expressed in thousands)

	Solid Waste	Housing	Total Non-Major Enterprise Funds
Operating Revenues			
Intergovernmental	\$ -	\$ 17,869	\$ 17,869
Container service	6,438	-	6,438
Curb service	21,910	-	21,910
Miscellaneous	-	2	2
Other fees	2	978	980
Total operating revenues	<u>28,350</u>	<u>18,849</u>	<u>47,199</u>
Operating Expenses			
Housing	-	20,442	20,442
Solid Waste	22,247	-	22,247
Administrative and general	124	-	124
Amortization and depreciation	2,390	256	2,646
Total operating expenses	<u>24,761</u>	<u>20,698</u>	<u>45,459</u>
Operating income (loss)	<u>3,589</u>	<u>(1,849)</u>	<u>1,740</u>
Nonoperating Revenues (Expenses)			
Investment income	88	1	89
Interest expense	(15)	-	(15)
Gain/(loss) on disposal of assets	263	-	263
Total nonoperating revenues (expenses)	<u>336</u>	<u>1</u>	<u>337</u>
Income (loss) before contributions and transfers	3,925	(1,848)	2,077
Capital contributions	-	484	484
Transfer in	206	1,049	1,255
Change in net position	<u>4,131</u>	<u>(315)</u>	<u>3,816</u>
Total net position - beginning	10,918	5,963	16,881
Total net position - ending	<u>\$ 15,049</u>	<u>\$ 5,648</u>	<u>\$ 20,697</u>

City of Glendale, Arizona
Combining Statement of Cash Flows
Non-Major Proprietary Funds - Business-Type Activities
For the Year June 30, 2025
(amounts expressed in thousands)

	Solid Waste	Housing	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	\$ 28,007	\$ 19,416	\$ 47,423
Cash received from federal operating grants	-	-	-
Cash paid to internal city departments	(13,347)	-	(13,347)
Cash paid to external vendors	(737)	(20,489)	(21,226)
Cash paid to employees for services	(7,858)	55	(7,803)
Net cash provided (used) by operating activities	<u>6,065</u>	<u>(1,018)</u>	<u>5,047</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers in	206	1,049	1,255
Advances to/due from other funds	-	(4)	(4)
Net cash provided (used) by noncapital financing activities	<u>206</u>	<u>1,045</u>	<u>1,251</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Interest payments on obligations	(15)	56	41
Acquisition of capital assets and rights	(3,339)	41	(3,298)
Net cash provided (used) by capital and related financing activities	<u>(3,354)</u>	<u>97</u>	<u>(3,257)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received from investments	88	1	89
Net cash provided (used) by investing activities	<u>88</u>	<u>1</u>	<u>89</u>
Net increase (decrease) in cash and cash equivalents	<u>3,005</u>	<u>125</u>	<u>3,130</u>
Balances - beginning of year	<u>1,968</u>	<u>2,869</u>	<u>4,837</u>
Balances - end of year	<u>\$ 4,973</u>	<u>\$ 2,994</u>	<u>\$ 7,967</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating Income (Loss)	\$ 3,589	\$ (1,849)	\$ 1,740
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Amortization and depreciation	2,390	256	2,646
Changes in assets and liabilities:			
Accounts receivable	(342)	25	(317)
Intergovernmental receivable	-	514	514
Net OPEB asset	(29)	(8)	(37)
Net pension and OPEB liability	64	19	83
Deferred outflows related to pensions and OPEB	(320)	(92)	(412)
Deferred inflows related to pensions and OPEB	133	36	169
Inventories and prepaid items	-	(24)	(24)
Vouchers and accounts payable	469	15	484
Intergovernmental payable	5	-	5
Deposits	-	2	2
Compensated absences	106	62	168
Unearned revenue	-	26	26
Net cash provided (used) by operating activities	<u>\$ 6,065</u>	<u>\$ (1,018)</u>	<u>\$ 5,047</u>
Noncash investing, capital and financing activities			
Change in subscription based information technology arrangements payable	\$ 213	\$ 46	\$ 259
Capital contributions	\$ -	\$ 484	\$ 484

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City of Glendale, Arizona
Budgetary Comparison Schedule
Water and Sewer Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Metered water sales	\$ 68,088	\$ 68,088	\$ 69,428	\$ 1,340
Sewer service charges	45,673	45,673	45,818	145
Charges for services	82	82	82	-
Miscellaneous	6,373	6,373	2,348	(4,025)
Other fees	2,874	2,874	7,123	4,249
Long term debt issued	36,000	36,000	46,785	10,785
Premium on long term debit issued	-	-	3,658	3,658
Amounts available for appropriation	<u>159,090</u>	<u>159,090</u>	<u>175,242</u>	<u>16,152</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Contingency	2,000	2,000	-	2,000
Water	55,665	55,590	48,409	7,181
Sewer	26,395	26,527	23,791	2,736
Administrative and general	15,065	14,989	13,373	1,616
Total charges to appropriations	<u>99,125</u>	<u>99,106</u>	<u>85,573</u>	<u>13,533</u>
NONOPERATING REVENUES (EXPENSE)				
Impact fees	3,239	3,239	4,350	1,111
Investment income	400	400	2,903	2,503
Principal	(19,870)	(19,870)	(19,870)	-
Interest expense	(8,216)	(8,216)	(7,126)	1,090
Gain/(loss) on disposal of assets	-	-	3,652	3,652
Capital Outlay	(57,534)	(62,553)	(41,198)	21,355
Total nonoperating revenues (expenses)	<u>(81,981)</u>	<u>(87,000)</u>	<u>(57,289)</u>	<u>29,711</u>
Transfer in	28,960	28,960	850	(28,110)
Transfer out	(28,417)	(28,417)	(327)	28,090
Budgetary fund balance, July 1	55,743	55,743	53,898	(1,845)
Budgetary fund balances, June 30	<u>\$ 34,270</u>	<u>\$ 29,270</u>	<u>\$ 86,801</u>	<u>\$ 57,531</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Water and Sewer Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenses				
Sources/inflows of resources:				
Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.			\$ 240,568	
Differences - budget to GAAP:				
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.			(53,898)	
Capital contributed.			1,613	
Proceeds from equipment disposals.			(36)	
Gain on Joint Venture.			552	
Long term debt issued.			(46,785)	
Premium on long term debt issued.			(3,658)	
Internal staff and administrative charges reported as revenue only on budgetary basis.			(82)	
Lease income.			13	
Less: Transfers in.			(850)	
Add: Transfers out.			327	
Total revenues as reported in the combining statement of revenues, expenses, and changes in fund net position.			<u>\$ 137,764</u>	
Uses/outflows of resources:				
Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.			\$ 153,767	
Capital outlay expenditure.			(41,198)	
Other non-capital expenditure.			188	
Accrued payroll expense.			451	
Amortization and depreciation expense.			35,096	
Subscription based internet technology arrangement.			(169)	
Principal payments on long-term obligations.			(19,870)	
Pension expense.			(424)	
OPEB expense.			(141)	
Interest expense.			(2,552)	
Indirect cost allocation.			(82)	
Total expenses as reported in the combining statement of revenues, expenses, and changes in fund net position.			<u>\$ 125,066</u>	

City of Glendale, Arizona
Budgetary Comparison Schedule
Landfill Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Landfill user fees	\$ 14,094	\$ 14,094	\$ 15,968	\$ 1,874
Charges for services	453	453	431	(22)
Miscellaneous	2,086	2,086	30	(2,056)
Recycling sales	1	1	8	7
Amounts available for appropriation	<u>16,634</u>	<u>16,634</u>	<u>16,437</u>	<u>(197)</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Contingency	500	500	-	500
Landfill	13,017	13,017	11,180	1,837
Closure/post-closure care adjustment	-	-	1	(1)
Administrative and general	43	43	-	43
Total charges to appropriations	<u>13,560</u>	<u>13,560</u>	<u>11,181</u>	<u>2,379</u>
NONOPERATING REVENUES (EXPENSE)				
Investment income	29	29	433	404
Interest expense	(418)	(418)	(418)	-
Gain/(loss) on disposal of assets	-	-	1,188	1,188
Capital Outlay	(6,716)	(7,716)	(4,732)	2,984
Total nonoperating revenues (expenses)	<u>(7,105)</u>	<u>(8,105)</u>	<u>(3,529)</u>	<u>4,576</u>
Capital contributions	-	-	500	500
Transfer in	1,159	1,159	1,159	-
Transfer out	(34)	(34)	(43)	(9)
Budgetary fund balance, July 1	<u>4,925</u>	<u>4,925</u>	<u>9,092</u>	<u>4,167</u>
Budgetary fund balances, June 30	<u>\$ 2,019</u>	<u>\$ 1,019</u>	<u>\$ 12,435</u>	<u>\$ 11,416</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Landfill Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenses				
Sources/inflows of resources:				
Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.			\$ 28,766	
Differences - budget to GAAP:				
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.			(9,092)	
Proceeds from equipment disposals.			(57)	
Internal staff and administrative charges reported as revenue only on budgetary basis.			(432)	
Less: Transfers in.			(1,159)	
Add: Transfers out.			43	
Total revenues as reported in the combining statement of revenues, expenses, and changes in fund net position.			<u>\$ 18,069</u>	
Uses/outflows of resources:				
Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.			\$ 16,331	
Capital outlay expenditure.			(4,732)	
Other non-capital expenditure.			77	
Accrued payroll expense.			178	
Landfill post-closure expense.			1,091	
Amortization and depreciation expense.			3,293	
Subscription based internet technology arrangement.			(80)	
Principal payments on long-term obligations.			(295)	
Pension expense.			(66)	
OPEB expense.			(22)	
Interest expense.			(155)	
Indirect cost allocation.			(431)	
Total expenses as reported in the combining statement of revenues, expenses, and changes in fund net position.			<u>\$ 15,189</u>	

City of Glendale, Arizona
Budgetary Comparison Schedule
Solid Waste Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Container service	\$ 7,068	\$ 7,068	\$ 6,438	\$ (630)
Curb service	20,024	20,024	21,910	1,886
Miscellaneous	39	39	-	(39)
Other fees	-	-	2	2
Amounts available for appropriation	<u>27,131</u>	<u>27,131</u>	<u>28,350</u>	<u>1,219</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Contingency	200	200	-	200
Solid Waste	24,324	24,324	22,523	1,801
Administrative and general	104	104	124	(20)
Total charges to appropriations	<u>24,628</u>	<u>24,628</u>	<u>22,647</u>	<u>1,981</u>
NONOPERATING REVENUES (EXPENSE)				
Investment income	10	10	88	78
Gain/(loss) on disposal of assets	6	6	277	271
Capital Outlay	(5,688)	(5,688)	(3,403)	2,285
Total nonoperating revenues (expenses)	<u>(5,672)</u>	<u>(5,672)</u>	<u>(3,038)</u>	<u>2,634</u>
Transfer in	206	206	206	-
Budgetary fund balance, July 1	2,964	2,964	4,960	1,996
Budgetary fund balances, June 30	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ 7,831</u>	<u>\$ 7,830</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenses

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 33,881
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(4,960)
Proceeds from equipment disposals.	(14)
Less: Transfers in.	<u>(206)</u>
Total revenues as reported in the combining statement of revenues, expenses, and changes in fund net position.	<u>\$ 28,701</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 26,050
Capital outlay expenditure.	(3,403)
Accrued payroll expense.	105
Amortization and depreciation expense.	2,390
Subscription based internet technology arrangement.	(213)
Pension expense.	(114)
OPEB expense.	<u>(39)</u>
Total expenses as reported in the combining statement of revenues, expenses, and changes in fund net position.	<u>\$ 24,776</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Housing Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Intergovernmental	\$ -	\$ -	\$ 17,869	\$ 17,869
Miscellaneous	-	-	2	2
Other fees	-	-	978	978
Amounts available for appropriation	-	-	18,849	18,849
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Housing	636	636	20,487	(19,851)
Total charges to appropriations	636	636	20,487	(19,851)
NONOPERATING REVENUES (EXPENSE)				
Investment income	-	-	1	1
Capital Outlay	(499)	(499)	-	499
Total nonoperating revenues (expenses)	(499)	(499)	1	500
Capital contributions	-	-	484	484
Transfer in	1,135	1,135	1,049	(86)
Budgetary fund balance, July 1	-	-	8,164	8,164
Budgetary fund balances, June 30	\$ -	\$ -	\$ 8,060	\$ 8,060

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenses

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 28,547
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(8,164)
Less: Transfers in.	(1,049)
Total revenues as reported in the combining statement of revenues, expenses, and changes in fund net position.	<u>\$ 19,334</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 20,487
Amortization and depreciation expense.	256
Pension expense.	(33)
OPEB expense.	(12)
Total expenses as reported in the combining statement of revenues, expenses, and changes in fund net position.	<u>\$ 20,698</u>

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City of Glendale, Arizona

ANNUAL COMPREHENSIVE FINANCIAL REPORT

**INTERNAL
SERVICE
FUNDS**

_____ FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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INTERNAL SERVICE FUNDS

Risk Management Fund

This fund accounts for potential torts, and loss and destruction of assets. The City's risk management fund purchases excess and commercial insurance.

Workers' Compensation Fund

This fund accounts for work-related injuries to employees. The workers' compensation fund provides statutory coverage for each injured workers' compensation claim.

Employee Benefits Trust Fund

This fund accounts for reserves to meet future cost increases for health-related insurance.

Fleet Services Fund

This fund is used to track income and expenses of the internal services provided to city departments. The fund specifically covers vehicle maintenance needs and fuel purchased for city vehicles.

Technology Fund

This fund accounts for the support all the city's computers and hardware and software needs, including both the everyday operations and the replacement of equipment.

City of Glendale, Arizona
Combining Statement of Net Position
Non-Major Internal Service Funds
June 30, 2025
(amounts expressed in thousands)

	Risk Management	Workers' Compensation	Employee Benefits	Fleet Services	Technology	Total Non- Major Internal Service Funds
ASSETS						
Current assets:						
Equity in pooled cash and investments	\$ 29,102	\$ 36,452	\$ 36,822	\$ 2,083	\$ 17,430	\$ 121,889
Receivables:						
Accounts receivable	-	-	47	-	-	47
Intergovernmental	-	-	-	14	-	14
Inventories and prepaid items	13	-	-	78	23	114
Total current assets	<u>29,115</u>	<u>36,452</u>	<u>36,869</u>	<u>2,175</u>	<u>17,453</u>	<u>122,064</u>
Noncurrent assets:						
Restricted deposits	-	150	1,425	-	-	1,575
OPEB assets	11	9	2	107	163	292
Capital assets:						
Capital assets	616	-	-	491	22,747	23,854
Accumulated depreciation	(369)	-	-	(464)	(11,504)	(12,337)
Capital assets, net	<u>247</u>	<u>-</u>	<u>-</u>	<u>27</u>	<u>11,243</u>	<u>11,517</u>
Total noncurrent assets	<u>258</u>	<u>159</u>	<u>1,427</u>	<u>134</u>	<u>11,406</u>	<u>13,384</u>
Total assets	<u>29,373</u>	<u>36,611</u>	<u>38,296</u>	<u>2,309</u>	<u>28,859</u>	<u>135,448</u>
DEFERRED OUTFLOWS OF RESOURCES						
Amounts related to pensions and OPEB	68	30	25	1,035	982	2,140
Total deferred outflows of resources	<u>68</u>	<u>30</u>	<u>25</u>	<u>1,035</u>	<u>982</u>	<u>2,140</u>
LIABILITIES						
Current liabilities:						
Vouchers payable	73	106	2,180	938	438	3,735
Compensated absences	11	45	34	244	465	799
Estimated claims payable	4,672	13,868	5,784	-	-	24,324
Interest payable	6	-	-	-	57	63
Subscription - due within one year	123	-	-	-	1,962	2,085
Total current liabilities	<u>4,885</u>	<u>14,019</u>	<u>7,998</u>	<u>1,182</u>	<u>2,922</u>	<u>31,006</u>
Noncurrent liabilities:						
Compensated absences	13	80	53	403	638	1,187
Net pension & OPEB liabilities	83	58	5	3,050	1,007	4,203
Other long term debt	129	-	-	-	2,431	2,560
Total noncurrent liabilities	<u>225</u>	<u>138</u>	<u>58</u>	<u>3,453</u>	<u>4,076</u>	<u>7,950</u>
Total liabilities	<u>5,110</u>	<u>14,157</u>	<u>8,056</u>	<u>4,635</u>	<u>6,998</u>	<u>38,956</u>
DEFERRED INFLOWS OF RESOURCES						
Amounts related to pensions and OPEB	10	(25)	9	755	200	949
Total deferred inflows of resources	<u>10</u>	<u>(25)</u>	<u>9</u>	<u>755</u>	<u>200</u>	<u>949</u>
NET POSITION						
Net investment in capital assets	-	-	-	27	6,850	6,877
Restricted for:						
OPEB benefits	11	9	2	107	163	292
Unrestricted	24,310	22,500	30,254	(2,180)	15,630	90,514
Total net position	<u>\$ 24,321</u>	<u>\$ 22,509</u>	<u>\$ 30,256</u>	<u>\$ (2,046)</u>	<u>\$ 22,643</u>	<u>\$ 97,683</u>

City of Glendale, Arizona
Combining Statement of Revenues, Expenses, and Changes in Net Position
Non-Major Internal Service Funds
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Risk Management	Workers' Compensation	Employee Benefits	Fleet Services	Technology	Total Internal Service Funds
OPERATING REVENUES						
Self insurance premium	\$ 12,152	\$ 10,602	\$ 35,035	\$ -	\$ -	\$ 57,789
Charges for services	-	-	-	15,369	21,244	36,613
Miscellaneous	582	13	45	1	6	647
Other fees	-	-	-	-	18	18
Total operating revenues	<u>12,734</u>	<u>10,615</u>	<u>35,080</u>	<u>15,370</u>	<u>21,268</u>	<u>95,067</u>
OPERATING EXPENSES						
Administrative and general	5,585	1,329	1,163	14,336	18,281	40,694
Insurance claims and premiums	(473)	3,153	35,086	-	-	37,766
Amortization and depreciation	123	-	-	66	3,786	3,975
Total operating expenses	<u>5,235</u>	<u>4,482</u>	<u>36,249</u>	<u>14,402</u>	<u>22,067</u>	<u>82,435</u>
Operating income (loss)	<u>7,499</u>	<u>6,133</u>	<u>(1,169)</u>	<u>968</u>	<u>(799)</u>	<u>12,632</u>
NONOPERATING REVENUES (EXPENSES)						
Investment income	1,620	2,011	2,343	-	512	6,486
Interest expense	(6)	-	-	-	(69)	(75)
Gain/(loss) on disposal of assets	-	-	-	(20)	-	(20)
Total nonoperating revenues (expenses)	<u>1,614</u>	<u>2,011</u>	<u>2,343</u>	<u>(20)</u>	<u>443</u>	<u>6,391</u>
Change in net position	9,113	8,144	1,174	948	(356)	19,023
Total net position - beginning	<u>15,208</u>	<u>14,365</u>	<u>29,082</u>	<u>(2,994)</u>	<u>22,999</u>	<u>78,660</u>
Total net position - ending	<u>\$ 24,321</u>	<u>\$ 22,509</u>	<u>\$ 30,256</u>	<u>\$ (2,046)</u>	<u>\$ 22,643</u>	<u>\$ 97,683</u>

City of Glendale, Arizona
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Risk Management	Workers' Compensation	Employee Benefits	Fleet Services	Technology	Total
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash received from customers	\$ 12,733	\$ 10,616	\$ 35,050	\$ 15,371	\$ 21,268	\$ 95,038
Cash paid to internal city departments	(4)	(9)	(35)	(683)	(682)	(1,413)
Cash paid to external vendors	(5,176)	(838)	(585)	(9,410)	(11,639)	(27,648)
Cash paid for insurance and in settlement of claims	(2,196)	(4,149)	(35,171)	-	-	(41,516)
Cash paid to employees for services	(337)	(434)	(594)	(3,806)	(6,724)	(11,895)
Net cash provided (used) by operating activities	<u>5,020</u>	<u>5,186</u>	<u>(1,335)</u>	<u>1,472</u>	<u>2,223</u>	<u>12,566</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition of capital assets and rights	(119)	-	-	(83)	(2,628)	(2,830)
Interest payments on obligations	(8)	-	-	-	(48)	(56)
Net cash provided (used) by capital and related financing activities	<u>(127)</u>	<u>-</u>	<u>-</u>	<u>(83)</u>	<u>(2,676)</u>	<u>(2,886)</u>
CASH FLOWS FROM INVESTING ACTIVITIES						
Interest received from investments	1,620	2,011	2,343	-	512	6,486
Net cash provided (used) by investing activities	<u>1,620</u>	<u>2,011</u>	<u>2,343</u>	<u>-</u>	<u>512</u>	<u>6,486</u>
Net increase (decrease) in cash and cash equivalents	<u>6,513</u>	<u>7,197</u>	<u>1,008</u>	<u>1,389</u>	<u>59</u>	<u>16,166</u>
Balances - beginning of year	22,589	29,255	35,814	694	17,371	105,723
Balances - end of year	<u>\$ 29,102</u>	<u>\$ 36,452</u>	<u>\$ 36,822</u>	<u>\$ 2,083</u>	<u>\$ 17,430</u>	<u>\$ 121,889</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating Income (Loss)	\$ 7,499	\$ 6,133	\$ (1,169)	\$ 968	\$ (799)	\$ 12,632
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Amortization and depreciation	123	-	-	66	3,786	3,975
Changes in assets and liabilities:						
Accounts receivable	-	-	14	-	-	14
Intergovernmental receivable	-	-	-	1	-	1
Net OPEB asset	(2)	(1)	(2)	(14)	(25)	(44)
Net pension and OPEB liability	3	3	5	32	55	98
Deferred outflows related to pensions and OPEB	(15)	(17)	(25)	(158)	(287)	(502)
Deferred inflows related to pensions and OPEB	6	8	9	65	124	212
Inventories and prepaid items	31	-	-	(23)	(23)	(15)
Vouchers and accounts payable	29	68	(88)	456	(712)	(247)
Compensated absences	15	(12)	6	79	104	192
Claims payable	(2,669)	(996)	(85)	-	-	(3,750)
Net cash provided (used) by operating activities	<u>\$ 5,020</u>	<u>\$ 5,186</u>	<u>\$ (1,335)</u>	<u>\$ 1,472</u>	<u>\$ 2,223</u>	<u>\$ 12,566</u>
Noncash investing, capital and financing activities						
Change in subscription based information technology arrangements payable	\$ 119	\$ -	\$ -	\$ 56	\$ 1,873	\$ 2,048

City of Glendale, Arizona
Budgetary Comparison Schedule
Risk Management Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Self insurance premium	\$ 14,152	\$ 14,152	\$ 12,152	\$ (2,000)
Miscellaneous	-	-	582	582
Amounts available for appropriation	<u>14,152</u>	<u>14,152</u>	<u>12,734</u>	<u>(1,418)</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Contingency	1,000	1,000	-	1,000
Administrative and general	5,625	5,625	5,672	(47)
Insurance claims and premiums	8,560	8,560	2,196	6,364
Total charges to appropriations	<u>15,185</u>	<u>15,185</u>	<u>7,868</u>	<u>7,317</u>
NONOPERATING REVENUES (EXPENSE)				
Investment income	-	-	1,620	1,620
Total nonoperating revenues (expenses)	<u>-</u>	<u>-</u>	<u>1,620</u>	<u>1,620</u>
Budgetary fund balance, July 1	19,867	19,867	22,546	2,679
Budgetary fund balances, June 30	<u>\$ 18,834</u>	<u>\$ 18,834</u>	<u>\$ 29,032</u>	<u>\$ 10,198</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenses

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 36,900
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(22,546)
Total revenues as reported in the combining statement of revenues, expenses, and changes in fund net position.	<u>\$ 14,354</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 7,868
Differences - budget to GAAP:	
Change in estimated claims payable and prepaids.	32
Insurance and claims recorded GAAP basis only.	(2,669)
Accrued payroll expense.	16
Amortization and depreciation expense.	123
Subscription based internet technology arrangement.	(122)
Pension expense.	(5)
OPEB expense.	(2)
Total expenses as reported in the combining statement of revenues, expenses, and changes in fund net position.	<u>\$ 5,241</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Workers' Compensation Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Self insurance premium	\$ 12,952	\$ 12,952	\$ 10,602	\$ (2,350)
Miscellaneous	-	-	13	13
Amounts available for appropriation	<u>12,952</u>	<u>12,952</u>	<u>10,615</u>	<u>(2,337)</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Contingency	1,000	1,000	-	1,000
Administrative and general	1,964	1,964	1,349	615
Insurance claims and premiums	11,062	11,062	4,148	6,914
Total charges to appropriations	<u>14,026</u>	<u>14,026</u>	<u>5,497</u>	<u>8,529</u>
NONOPERATING REVENUES (EXPENSE)				
Investment income	26	26	2,011	1,985
Total nonoperating revenues (expenses)	<u>26</u>	<u>26</u>	<u>2,011</u>	<u>1,985</u>
Budgetary fund balance, July 1	28,481	28,481	29,367	886
Budgetary fund balances, June 30	<u>\$ 27,433</u>	<u>\$ 27,433</u>	<u>\$ 36,496</u>	<u>\$ 9,063</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenses

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule. \$ 41,993

Differences - budget to GAAP:

The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes. (29,367)

Total revenues as reported in the combining statement of revenues, expenses, and changes in fund net position. \$ 12,626

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule. \$ 5,497

Insurance and claims recorded GAAP basis only. (995)

Accrued payroll expense. (12)

Pension expense. (6)

OPEB expense. (2)

Total expenses as reported in the combining statement of revenues, expenses, and changes in fund net position. \$ 4,482

City of Glendale, Arizona
Budgetary Comparison Schedule
Employee Benefits
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Self insurance premium	\$ 38,731	\$ 38,731	\$ 35,035	\$ (3,696)
Miscellaneous	-	-	45	45
Amounts available for appropriation	<u>38,731</u>	<u>38,731</u>	<u>35,080</u>	<u>(3,651)</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Administrative and general	1,277	1,421	1,170	251
Insurance claims and premiums	<u>38,153</u>	<u>38,153</u>	<u>35,171</u>	<u>2,982</u>
Total charges to appropriations	<u>39,430</u>	<u>39,574</u>	<u>36,341</u>	<u>3,233</u>
NONOPERATING REVENUES (EXPENSE)				
Investment income	-	-	2,343	2,343
Total nonoperating revenues (expenses)	<u>-</u>	<u>-</u>	<u>2,343</u>	<u>2,343</u>
Budgetary fund balance, July 1	24,986	24,986	35,034	10,048
Budgetary fund balances, June 30	<u>\$ 24,287</u>	<u>\$ 24,143</u>	<u>\$ 36,116</u>	<u>\$ 11,973</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenses

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 72,457
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	<u>(35,034)</u>
Total revenues as reported in the combining statement of revenues, expenses, and changes in fund net position.	<u>\$ 37,423</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 36,341
Insurance and claims recorded GAAP basis only.	(85)
Accrued payroll expense.	6
Pension expense.	(9)
OPEB expense.	<u>(4)</u>
Total expenses as reported in the combining statement of revenues, expenses, and changes in fund net position.	<u>\$ 36,249</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Fleet Services Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Charges for services	\$ 16,323	\$ 16,323	\$ 15,369	\$ (954)
Miscellaneous	475	475	1	(474)
Amounts available for appropriation	<u>16,798</u>	<u>16,798</u>	<u>15,370</u>	<u>(1,428)</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Administrative and general	15,867	15,867	14,389	1,478
Total charges to appropriations	<u>15,867</u>	<u>15,867</u>	<u>14,389</u>	<u>1,478</u>
NONOPERATING REVENUES (EXPENSE)				
Capital Outlay	(455)	(455)	(27)	428
Total nonoperating revenues (expenses)	<u>(455)</u>	<u>(455)</u>	<u>(27)</u>	<u>428</u>
Budgetary fund balance, July 1	-	-	246	246
Budgetary fund balances, June 30	<u>\$ 476</u>	<u>\$ 476</u>	<u>\$ 1,200</u>	<u>\$ 724</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenses

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 15,616
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	(246)
Total revenues as reported in the combining statement of revenues, expenses, and changes in fund net position.	<u>\$ 15,370</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 14,416
Accrued payroll expense.	78
Capital outlay expenditure.	(27)
Proceeds from equipment disposals.	20
Amortization and depreciation expense.	66
Subscription based internet technology arrangement.	(56)
Pension expense.	(56)
OPEB expense.	(19)
Total expenses as reported in the combining statement of revenues, expenses, and changes in fund net position.	<u>\$ 14,422</u>

City of Glendale, Arizona
Budgetary Comparison Schedule
Technology Fund
For the Year Ended June 30, 2025
(amounts expressed in thousands)

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
RESOURCES (INFLOWS):				
Charges for services	\$ 20,739	\$ 20,739	\$ 21,244	\$ 505
Miscellaneous	-	-	6	6
Other fees	-	-	18	18
Amounts available for appropriation	<u>20,739</u>	<u>20,739</u>	<u>21,268</u>	<u>529</u>
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Administrative and general	<u>31,589</u>	<u>31,589</u>	<u>20,741</u>	<u>10,848</u>
Total charges to appropriations	<u>31,589</u>	<u>31,589</u>	<u>20,741</u>	<u>10,848</u>
NONOPERATING REVENUES (EXPENSE)				
Investment income	-	-	512	512
Capital Outlay	<u>(1,974)</u>	<u>(1,974)</u>	<u>(270)</u>	<u>1,704</u>
Total nonoperating revenues (expenses)	<u>(1,974)</u>	<u>(1,974)</u>	<u>242</u>	<u>2,216</u>
TRANSFERS				
Transfer in	2,761	2,761	-	(2,761)
Transfer out	<u>(2,761)</u>	<u>(2,761)</u>	<u>-</u>	<u>2,761</u>
TOTAL TRANSFERS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Budgetary fund balance, July 1	14,900	14,900	16,201	1,301
Budgetary fund balances, June 30	<u>\$ 2,076</u>	<u>\$ 2,076</u>	<u>\$ 16,970</u>	<u>\$ 14,894</u>

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenses

Sources/inflows of resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.	\$ 37,981
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes.	<u>(16,201)</u>
Total revenues as reported in the combining statement of revenues, expenses, and changes in fund net position.	<u>\$ 21,780</u>

Uses/outflows of resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.	\$ 21,011
Accrued payroll expense.	104
Capital outlay expenditure.	(270)
Amortization and depreciation expense.	3,786
Other non-capital expenditure.	(420)
Subscription based internet technology arrangement.	(1,941)
Pension expense.	(102)
OPEB expense.	<u>(32)</u>
Total expenses as reported in the combining statement of revenues, expenses, and changes in fund net position.	<u>\$ 22,136</u>

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City of Glendale, Arizona

ANNUAL COMPREHENSIVE FINANCIAL REPORT

SUPPLEMENTARY INFORMATION

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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Federal Financial Data Schedule (PHA: AZ003)

For the Fiscal Year Ended June 30, 2025

(rounded to nearest dollar)

The following is the schedule of Federal Financial Data as required by the United States Department of Housing and Urban Development under the Uniform Financial Reporting Standards Rule implementing requirements of 24 CFR, Part 5, Subpart H.

Balance Sheet

Line Item No.	Account Description	Project Total	Housing Choice Vouchers	Resident Opportunity and Supportive Services	EHV Emergency Housing Voucher	Eliminations	Total
ASSETS:							
Current assets:							
Cash:							
111	Cash - unrestricted	\$ 1,862,640	\$ 801,897	\$ -	\$ 6,286	\$ -	\$ 2,670,823
112	Cash - restricted - modernization and development	-	-	-	-	-	-
113	Cash - other restricted	-	135,209	-	9,331	-	144,540
114	Cash - tenant security deposits	57,424	-	-	-	-	57,424
115	Cash- restricted for payment of current liability	-	-	-	-	-	-
100	Total cash	<u>1,920,064</u>	<u>937,106</u>	<u>-</u>	<u>15,617</u>	<u>-</u>	<u>2,872,787</u>
Accounts receivables:							
121	Accounts receivable - PHA projects	-	87,226	-	-	-	87,226
122	Accounts receivable - HUD other projects	28,278	-	-	-	-	28,278
124	Accounts receivable - other government	-	-	-	-	-	-
125	Accounts receivable - miscellaneous	6,330	-	-	-	-	6,330
126	Accounts receivable - tenants	4,342	1,155	-	-	-	5,497
126.1	Allowance for doubtful accounts - tenants	(434)	(1,155)	-	-	-	(1,589)
126.2	Allowance for doubtful accounts - other	-	-	-	-	-	-
127	Notes, loans, & mortgages receivable - current	-	-	-	-	-	-
128	Fraud recovery	2,673	-	-	-	-	2,673
128.1	Allowance for doubtful accounts - fraud	(2,673)	-	-	-	-	(2,673)
129	Accrued interest receivable	-	-	-	-	-	-
120	Total receivables, net of allowances for doubtful accounts	<u>38,516</u>	<u>87,226</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>125,742</u>
Current investments:							
131	Investments - unrestricted	-	-	-	-	-	-
132	Investments - restricted	-	-	-	-	-	-
135	Investments - restricted for payment of current liability	-	-	-	-	-	-
142	Prepaid expenses and other assets	12,022	12,022	-	-	-	24,044
143	Inventories	15,171	-	-	-	-	15,171
143.1	Allowance for obsolete inventories	(759)	-	-	-	-	(759)
144	Inter program - due from	11,894	-	-	-	-	11,894
145	Assets held for sale	-	-	-	-	-	-
150	Total current assets	<u>1,996,908</u>	<u>1,036,354</u>	<u>-</u>	<u>15,617</u>	<u>-</u>	<u>3,048,879</u>

(continued)

Balance Sheet

Line Item No.	Account Description	Project Total	Housing Choice Vouchers	Resident Opportunity and Supportive Services	EHV Emergency Housing Voucher	Eliminations	Total
Non-current assets:							
Capital assets:							
161	Land	135,533	-	-	-	-	135,533
162	Buildings	11,580,740	149,998	-	-	-	11,730,738
163	Furniture, equipment & machinery - dwellings	620,331	-	-	-	-	620,331
164	Furniture, equipment & machinery -administration	203,309	102,908	-	-	-	306,217
165	Leasehold improvements	2,503,177	-	-	-	-	2,503,177
166	Accumulated depreciation	(12,249,765)	(209,658)	-	-	-	(12,459,423)
167	Construction in progress	2,174,808	-	-	-	-	2,174,808
168	Infrastructure	-	-	-	-	-	-
160	Total capital assets, net of accumulated depreciation	4,968,133	43,248	-	-	-	5,011,381
171	Notes, loans, & mortgages receivable - non-current	-	-	-	-	-	-
172	Notes, loans, & mortgages receivable - non-current - past due	-	-	-	-	-	-
173	Grants receivable - non-current	-	-	-	-	-	-
174	Other assets	24,724	39,454	-	1,578	-	65,756
176	Investment in joint venture	-	-	-	-	-	-
180	Total non-current assets	4,992,857	82,702	-	1,578	-	5,077,137
190	Total assets	6,989,765	1,119,056	-	17,195	-	8,126,016
200	Deferred outflow of resources	142,726	227,755	-	9,110	-	379,591
290	Total assets and deferred outflow of resources	\$ 7,132,491	\$ 1,346,811	\$ -	\$ 26,305	\$ -	\$ 8,505,607
LIABILITIES AND EQUITY-NET ASSETS/POSITION:							
LIABILITIES							
Current liabilities:							
311	Bank Overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
312	Accounts payable <=90 days	69,841	18,384	-	-	-	88,225
313	Accounts payable >90 days past due	-	-	-	-	-	-
321	Accrued wage/payroll taxes payable	-	-	-	-	-	-
322	Accrued compensated absences - current portion	45,506	97,176	-	6,857	-	149,539
324	Accrued contingency liability	-	-	-	-	-	-
325	Accrued interest payable	34,230	21,898	-	-	-	56,128
331	Accounts payable - HUD PHA Programs	-	-	-	-	-	-
332	Accounts payable - PHA projects	-	-	-	-	-	-
333	Accounts payable - other government	-	-	-	-	-	-
341	Tenant security deposits	57,424	-	-	-	-	57,424
342	Unearned revenues	21,931	10,000	-	-	-	31,931
343	Total current portion of L/T debt - capital projects/mortgage revenue	-	-	-	-	-	-
344	Current portion of L/T debt - operating borrowings	-	-	-	-	-	-
345	Other current liabilities	-	-	-	-	-	-
346	Accrued liabilities - other	-	-	-	-	-	-
347	Inter program - due to	-	-	-	-	-	-
348	Loan liability - current	-	-	-	-	-	-
310	Total current liabilities	228,932	147,458	-	6,857	-	383,247

(continued)

Balance Sheet

Line Item No.	Account Description	Project Total	Housing Choice Vouchers	Resident Opportunity and Supportive Services	EHV Emergency Housing Voucher	Eliminations	Total
	Noncurrent liabilities						
351	Long-term debt, net of current - capital projects/mortgage revenue	-	-	-	-	-	-
352	Long-term debt, net of current - operating borrowings	-	-	-	-	-	-
353	Noncurrent liabilities - other	-	135,209	-	-	-	135,209
354	Accrued compensated absences- non current	52,658	112,450	-	7,935	-	173,043
355	Loan liability - noncurrent	-	-	-	-	-	-
356	FASB 5 liabilities	-	-	-	-	-	-
357	Accrued pension and OPEB liabilities	744,481	1,188,002	-	47,520	-	1,980,003
350	Total noncurrent liabilities	<u>797,139</u>	<u>1,435,661</u>	-	<u>55,455</u>	-	<u>2,288,255</u>
300	Total liabilities	<u>1,026,071</u>	<u>1,583,119</u>	-	<u>62,312</u>	-	<u>2,671,502</u>
400	Deferred inflow of resources	70,257	112,112	-	4,484	-	186,853
	EQUITY - NET ASSETS/POSITION:						
508.4	Net investment in capital assets	4,968,133	43,248	-	-	-	5,011,381
511.4	Restricted net position	-	-	-	9,331	-	9,331
512.4	Unrestricted net position	1,068,030	(391,668)	-	(49,822)	-	626,540
513	Total equity - net assets/position	<u>6,036,163</u>	<u>(348,420)</u>	-	<u>(40,491)</u>	-	<u>5,647,252</u>
600	Total liabilities, deferred inflow of resources and equity - net assets/position	<u>\$ 7,132,491</u>	<u>\$ 1,346,811</u>	<u>\$ -</u>	<u>\$ 26,305</u>	<u>\$ -</u>	<u>\$ 8,505,607</u>

(continued)

Income Statement

Line Item No.	Account Description	Project Total	Housing Choice Vouchers	Resident Opportunity and Supportive Services	EHV Emergency Housing Voucher	Eliminations	Total
REVENUE:							
70300	Net tenant rental revenue	\$ 572,076	\$ -	\$ -	\$ -	\$ -	\$ 572,076
70400	Tenant revenue - other	9,290	-	-	-	-	9,290
70500	Total tenant revenue	581,366	-	-	-	-	581,366
70600	HUD PHA operating revenue	875,551	15,773,420	185,420	979,956	-	17,814,347
70610	Capital grants	484,360	-	-	-	-	484,360
70710	Management fee	-	-	-	-	-	-
70720	Asset management fee	-	-	-	-	-	-
70730	Bookkeeping fee	-	-	-	-	-	-
70740	Front line service fee	-	-	-	-	-	-
70750	Other fees	-	-	-	-	-	-
70700	Total fee revenue	-	-	-	-	-	-
70800	Other government grants	-	-	-	-	-	-
71100	Investment income - unrestricted	500	500	-	-	-	1,000
71200	Mortgage interest income	-	-	-	-	-	-
71300	Proceeds from disposition of assets held for sale	-	-	-	-	-	-
71310	Cost of sale of assets	-	-	-	-	-	-
71400	Fraud recovery	-	2,874	-	-	-	2,874
71500	Other revenue	5,969	387,302	-	-	-	393,271
71600	Gain or loss on sale of capital assets	-	-	-	-	-	-
72000	Investment income - restricted	-	-	-	-	-	-
70000	Total revenue	\$ 1,947,746	\$ 16,164,096	\$ 185,420	\$ 979,956	\$ -	\$ 19,277,218

(continued)

Income Statement

Line Item No.	Account Description	Project Total	Housing Choice Vouchers	Resident Opportunity and Supportive Services	EHV Emergency Housing Voucher	Eliminations	Total
EXPENSES:							
91100	Administrative salaries	\$ 309,111	\$ 1,017,669	\$ -	\$ 14,414	\$ -	\$ 1,341,194
91200	Auditing fees	-	-	-	-	-	-
91300	Management fee	-	-	-	-	-	-
91310	Bookkeeping fee	-	-	-	-	-	-
91400	Advertising and Marketing	2,453	-	-	-	-	2,453
91500	Employee benefit contributions - administrative	125,095	375,142	-	9,604	-	509,841
91600	Office expenses	12,915	33,168	-	-	-	46,083
91700	Legal expense	142	700	-	-	-	842
91800	Travel	223	401	-	-	-	624
91810	Allocated overhead	-	-	-	-	-	-
91900	Other	150,377	204,998	-	15,834	-	371,209
91000	Total operating - administrative	600,316	1,632,078	-	39,852	-	2,272,246
92000	Asset management fee	-	-	-	-	-	-
92100	Tenant services - salaries	-	-	146,400	-	-	146,400
92200	Relocation costs	-	-	-	-	-	-
92300	Employee benefit contributions - tenant services	-	-	39,020	-	-	39,020
92400	Tenant services - other	-	-	-	-	-	-
92500	Total Tenant services	-	-	185,420	-	-	185,420
93100	Water	143,306	-	-	-	-	143,306
93200	Electricity	20,612	-	-	-	-	20,612
93300	Gas	1,486	-	-	-	-	1,486
93400	Fuel	-	-	-	-	-	-
93500	Labor	-	-	-	-	-	-
93600	Sewer	54,093	-	-	-	-	54,093
93700	Employee benefit contributions - utilities	-	-	-	-	-	-
93800	Other utilities expense	-	-	-	-	-	-
93000	Total utilities	219,497	-	-	-	-	219,497
94100	Ordinary maintenance and operations - labor	264,704	-	-	-	-	264,704
94200	Ordinary maintenance and operations - materials & other	141,350	857	-	-	-	142,207
94300	Ordinary maintenance and operations - contract costs	182,033	2,040	-	-	-	184,073
94500	Employee benefit contributions - ordinary maintenance	81,737	-	-	-	-	81,737
94000	Total maintenance	\$ 669,824	\$ 2,897	\$ -	\$ -	\$ -	\$ 672,721

(continued)

Income Statement

Line Item No.	Account Description	Project Total	Housing Choice Vouchers	Resident Opportunity and Supportive Services	EHV Emergency Housing Voucher	Eliminations	Total
95100	Protective services - labor	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
95200	Protective services - other contract costs	-	-	-	-	-	-
95300	Protective services - other	-	-	-	-	-	-
95500	Employee benefit contributions - protective services	-	-	-	-	-	-
95000	Total protective services	-	-	-	-	-	-
96110	Property insurance	87,841	-	-	-	-	87,841
96120	Liability insurance	-	58,561	-	-	-	58,561
96130	Workmen's compensation	21,879	14,586	-	-	-	36,465
96140	All other insurance	-	-	-	-	-	-
96100	Total insurance premiums	109,720	73,147	-	-	-	182,867
96200	Other general expenses	-	19,077	-	-	-	19,077
96210	Compensated absences	-	-	-	-	-	-
96300	Payments in lieu of taxes	-	-	-	-	-	-
96400	Bad debt - tenant rents	5,934	1,364	-	-	-	7,298
96500	Bad debt - mortgages	-	-	-	-	-	-
96600	Bad debt - other	-	-	-	-	-	-
96800	Severance expense	-	-	-	-	-	-
96000	Total other general expenses	5,934	20,441	-	-	-	26,375
96710	Interest on mortgage (or bonds) payable	-	-	-	-	-	-
96720	Interest on notes payable (short and long term)	-	-	-	-	-	-
96730	Amortization of bond issue costs	-	-	-	-	-	-
96700	Total Interest expense and amortization cost	-	-	-	-	-	-
96900	Total operating expenses	1,605,291	1,728,563	185,420	39,852	-	3,559,126
97000	Excess of operating revenue over operating expenses	342,455	14,435,533	-	940,104	-	15,718,092
97100	Extraordinary maintenance	-	-	-	-	-	-
97200	Casualty losses - non-capitalized	-	-	-	-	-	-
97300	Housing assistance payments	-	15,538,119	-	950,444	-	16,488,563
97350	HAP Portability-in	-	338,611	-	-	-	338,611
97400	Depreciation expense	252,898	2,814	-	-	-	255,712
97500	Fraud losses	-	-	-	-	-	-
97600	Capital outlays - governmental funds	-	-	-	-	-	-
97700	Debt principal payment - governmental funds	-	-	-	-	-	-
97800	Dwelling units rent expense	-	-	-	-	-	-
90000	Total expenses	\$ 1,858,189	\$ 17,608,107	\$ 185,420	\$ 990,296	\$ -	\$ 20,642,012

(continued)

Income Statement

Line Item No.	Account Description	Project Total	Housing Choice Vouchers	Resident Opportunity and Supportive Services	EHV Emergency Housing Voucher	Eliminations	Total
OTHER FINANCING SOURCES (USES)							
10010	Operating transfers in	\$ 11,817	\$ -	\$ -	\$ -	\$ (11,817)	\$ -
10020	Operating transfers out	(11,817)	-	-	-	11,817	-
10030	Operating transfers from/to primary government	242,476	727,862	-	79,103	-	1,049,441
10040	Operating transfers from/to component unit	-	-	-	-	-	-
10050	Proceeds from notes, loans, and bonds	-	-	-	-	-	-
10060	Proceeds from property sales	-	-	-	-	-	-
10070	Extraordinary items, net gain/loss	-	-	-	-	-	-
10080	Special items, net gain/loss	-	-	-	-	-	-
10091	Inter project excess cash transfer in	-	-	-	-	-	-
10092	Inter project excess cash transfer out	-	-	-	-	-	-
10093	Transfers between program and project - in	-	-	-	-	-	-
10094	Transfers between program and project - out	-	-	-	-	-	-
10100	Total other financing sources (uses)	242,476	727,862	-	79,103	-	1,049,441
10000	Excess (deficiency) of total revenues over (under) total expenses	\$ 332,033	\$ (716,149)	\$ -	\$ 68,763	\$ -	\$ (315,353)
MEMO ACCOUNT INFORMATION							
11020	Required annual debt principal payments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
11030	Beginning equity	5,839,130	232,729	-	(109,254)	-	5,962,605
11040	Prior period adjustments, equity transfers & correction of errors	(135,000)	135,000	-	-	-	-
11050	Changes in compensated absence balance	-	-	-	-	-	-
11060	Changes in contingent liability balance	-	-	-	-	-	-
11070	Changes in unrecognized pension transition liability	-	-	-	-	-	-
11080	Changes in special term/severance benefits liability	-	-	-	-	-	-
11090	Changes in allowance for doubtful accounts - dwelling rents	-	-	-	-	-	-
11100	Changes in allowance for doubtful accounts - other	-	-	-	-	-	-
11170	Administrative fee equity	-	(722,905)	-	-	-	(722,905)
11180	Housing assistance payments equity	-	-	-	-	-	-
11190	Unit months available	1,452	12,296	-	707	-	14,455
11210	Unit months leased	1,445	12,197	-	707	-	14,349
11270	Excess cash	1,647,335	-	-	-	-	1,647,335
11610	Land purchases	-	-	-	-	-	-
11620	Building purchases	484,360	-	-	-	-	484,360
11630	Furniture & equipment - dwelling purchases	-	-	-	-	-	-
11640	Furniture & equipment - administrative purchases	-	-	-	-	-	-
11650	Leasehold improvements purchases	-	-	-	-	-	-
11660	Infrastructure purchases	-	-	-	-	-	-
13510	CFFP debt service payments	-	-	-	-	-	-
13901	Replacement housing factor funds	-	-	-	-	-	-

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City of Glendale, Arizona

ANNUAL COMPREHENSIVE FINANCIAL REPORT

STATISTICAL SECTION

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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STATISTICAL SECTION

This part of the City of Glendale’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City’s overall financial health.

Contents

	<u>Pages</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.	194-201
Revenue Capacity	
These schedules contain information to help the reader assess the City’s local revenue source, the property tax and sales tax.	202-206
Debt Capacity	
These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	208-215
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.	216-218
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.	219-223

City of Glendale, Arizona
Net Position by Component
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Schedule 1

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Government activities					
Net investment in capital assets	\$ 711,172	\$ 649,466	\$ 584,359	\$ 488,913	\$ 471,198
Restricted	381,251	399,683	334,618	296,434	200,500
Unrestricted	<u>28,823</u>	<u>(48,162)</u>	<u>(112,674)</u>	<u>(136,260)</u>	<u>(162,270)</u>
Total governmental activities net position	<u>1,121,246</u>	<u>1,000,987</u>	<u>806,303</u>	<u>649,087</u>	<u>509,428</u>
Business-type activities					
Net investment in capital assets	507,167	489,894	485,518	439,039	397,187
Restricted	51,800	46,632	47,567	45,051	37,992
Unrestricted	<u>30,863</u>	<u>26,622</u>	<u>2,912</u>	<u>30,022</u>	<u>39,451</u>
Total business-type activities net position	<u>589,830</u>	<u>563,148</u>	<u>535,997</u>	<u>514,112</u>	<u>474,630</u>
Primary government					
Net investment in capital assets	1,218,339	1,139,360	1,069,877	927,952	868,385
Restricted	433,051	446,315	382,185	341,485	238,492
Unrestricted	<u>59,686</u>	<u>(21,540)</u>	<u>(109,762)</u>	<u>(106,238)</u>	<u>(122,819)</u>
Total primary government net position	<u>\$ 1,711,076</u>	<u>\$ 1,564,135</u>	<u>\$ 1,342,300</u>	<u>\$ 1,163,199</u>	<u>\$ 984,058</u>

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ 465,366	\$ 416,078	\$ 451,826	\$ 471,979	\$ 456,001
170,205	184,654	185,396	157,251	163,592
<u>(193,716)</u>	<u>(215,449)</u>	<u>(246,697)</u>	<u>(278,767)</u>	<u>(239,670)</u>
<u>441,855</u>	<u>385,283</u>	<u>390,525</u>	<u>350,463</u>	<u>379,923</u>
362,679	313,704	280,920	267,111	256,488
33,896	32,943	27,550	22,897	21,576
<u>32,618</u>	<u>53,699</u>	<u>78,272</u>	<u>83,920</u>	<u>96,300</u>
<u>429,193</u>	<u>400,346</u>	<u>386,742</u>	<u>373,928</u>	<u>374,364</u>
828,045	729,782	732,746	739,090	712,489
204,101	217,597	212,946	180,148	185,168
<u>(161,098)</u>	<u>(161,750)</u>	<u>(168,425)</u>	<u>(194,847)</u>	<u>(143,370)</u>
<u>\$ 871,048</u>	<u>\$ 785,629</u>	<u>\$ 777,267</u>	<u>\$ 724,391</u>	<u>\$ 754,287</u>

City of Glendale, Arizona
Changes in Net Position
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Schedule 2

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Expenses										
Governmental activities:										
General government	\$ 72,955	\$ 63,881	\$ 67,766	\$ 26,904	\$ 47,850	\$ 45,972	\$ 56,530	\$ 42,915	\$ 61,373	\$ 64,228
Public safety	202,321	179,653	173,375	157,622	166,243	165,030	158,883	134,977	166,790	132,498
Public works	48,488	48,135	42,500	33,267	30,451	31,211	30,232	25,072	24,768	24,859
Community services	44,948	50,461	47,954	64,057	35,751	28,378	28,010	30,885	33,752	32,796
Community environment	-	-	-	-	-	-	-	3,290	3,930	4,262
Street maintenance	72,664	60,332	57,884	70,250	50,283	43,436	44,992	20,976	21,848	21,219
Interest on long-term debt	24,194	22,894	25,766	12,860	22,056	24,133	26,181	24,916	27,827	27,932
Total governmental activities expenses	<u>465,570</u>	<u>425,356</u>	<u>415,245</u>	<u>364,960</u>	<u>352,634</u>	<u>338,160</u>	<u>344,828</u>	<u>283,031</u>	<u>340,288</u>	<u>307,794</u>
Business-type activities:										
Water and sewer	123,028	118,709	106,533	92,854	90,604	87,212	83,603	81,911	83,500	80,375
Landfill	14,598	14,101	11,620	11,189	11,319	10,051	9,921	9,852	11,302	9,049
Solid Waste	22,310	22,046	21,200	20,702	19,310	18,351	17,242	15,150	15,698	15,016
Housing	20,519	18,511	16,646	15,135	14,182	13,663	12,910	12,498	12,644	12,730
Total business-type activities expenses	<u>180,455</u>	<u>173,367</u>	<u>155,999</u>	<u>139,880</u>	<u>135,415</u>	<u>129,277</u>	<u>123,676</u>	<u>119,411</u>	<u>123,144</u>	<u>117,170</u>
Total primary government expenses	<u>\$ 646,025</u>	<u>\$ 598,723</u>	<u>\$ 571,244</u>	<u>\$ 504,840</u>	<u>\$ 488,049</u>	<u>\$ 467,437</u>	<u>\$ 468,504</u>	<u>\$ 402,442</u>	<u>\$ 463,432</u>	<u>\$ 424,964</u>
Program revenues										
Governmental activities:										
Charges for services:										
General government	\$ 26,370	\$ 21,659	\$ 37,663	\$ 30,054	\$ 23,415	\$ 15,648	\$ 16,572	\$ 17,847	\$ 15,027	\$ 16,381
Public safety	6,044	6,169	4,730	5,201	3,860	3,803	4,126	2,295	5,445	6,148
Public works	3,883	4,759	4,315	4,411	3,969	4,478	3,883	651	536	650
Community services	5,542	4,168	6,181	3,187	1,909	2,995	4,318	10,890	13,490	9,649
Community environment	-	-	-	-	-	-	-	338	308	305
Street maintenance	2,627	1,404	1,736	95	33	124	207	662	357	193
Operating grants and contributions	73,208	76,570	68,923	78,929	57,903	50,999	30,906	26,523	27,519	26,225
Capital grants and contributions	10,415	43,369	33,139	34,752	18,112	33,570	12,728	12,382	6,669	6,603
Total governmental activities program revenues	<u>128,089</u>	<u>158,098</u>	<u>156,687</u>	<u>156,629</u>	<u>109,201</u>	<u>111,617</u>	<u>72,740</u>	<u>71,588</u>	<u>69,351</u>	<u>66,154</u>

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Business-type activities:										
Charges for services:										
Water and sewer	127,637	119,778	111,703	106,476	103,533	89,208	86,004	86,288	80,219	81,829
Landfill	18,294	15,209	13,266	12,815	12,238	10,383	9,670	9,444	9,451	9,858
Solid Waste	29,335	26,939	25,510	21,050	19,854	19,048	18,080	16,048	14,856	15,181
Housing	978	913	2,998	2,730	3,123	2,984	3,527	3,355	2,876	2,980
Operating grants and contributions	17,915	16,922	13,268	11,140	11,462	10,866	9,397	9,682	10,230	9,809
Capital grants and contributions	2,597	7,198	4,067	10,864	3,211	5,816	3,940	2,054	2,815	815
Total business-type activities program revenues	196,756	186,959	170,812	165,075	153,421	138,305	130,618	126,871	120,447	120,472
Total primary government program revenues	324,845	345,057	327,499	321,704	262,622	249,922	203,358	198,459	189,798	186,626
Net (expense)/revenue										
Governmental activities	(337,481)	(267,258)	(258,558)	(208,331)	(243,433)	(226,543)	(272,088)	(211,443)	(270,937)	(241,640)
Business-type activities	16,301	13,592	14,813	25,195	18,006	9,028	6,942	7,460	(2,697)	3,302
Total primary government net expense	<u>\$ (321,180)</u>	<u>\$ (253,666)</u>	<u>\$ (243,745)</u>	<u>\$ (183,136)</u>	<u>\$ (225,427)</u>	<u>\$ (217,515)</u>	<u>\$ (265,146)</u>	<u>\$ (203,983)</u>	<u>\$ (273,634)</u>	<u>\$ (238,338)</u>
General revenues and other changes in net position										
Governmental activities:										
Taxes:										
Property taxes	\$ 29,843	\$ 28,756	\$ 28,170	\$ 26,885	\$ 26,473	\$ 25,718	\$ 25,877	\$ 25,519	\$ 24,955	\$ 24,531
Sales taxes	286,337	286,269	279,831	249,451	205,325	180,842	171,821	162,299	155,779	150,201
Unrestricted state shared sales tax	41,385	35,704	36,901	35,086	29,941	25,910	24,849	23,627	22,024	21,482
Unrestricted urban revenue sharing (state shared income tax)	54,002	66,814	47,355	32,780	36,069	32,419	29,876	30,456	29,378	27,297
Auto in-lieu taxes	13,551	12,944	12,384	11,815	11,976	10,643	10,647	10,166	9,458	9,351
Investment earnings	33,308	32,088	11,427	(8,777)	(464)	5,931	1,919	(694)	(253)	1,225
Gain (losses) on disposal of capital assets	-	-	-	-	-	-	-	-	-	-
Miscellaneous	2,208	2,346	2,018	4,195	3,023	2,978	3,177	1,490	1,400	3,417
Transfers	(2,894)	(2,979)	(2,312)	(3,445)	(1,337)	(1,326)	(1,320)	(1,358)	(1,264)	(803)
Total governmental activities	457,740	461,942	415,774	347,990	311,006	283,115	266,846	251,505	241,477	236,701
Business-type activities:										
Investment earnings	3,463	3,701	3,087	285	227	1,277	1,628	1,368	883	614
Gain (losses) on disposal of capital assets	-	-	-	-	-	-	-	-	-	-
Loss on joint venture	-	-	-	-	-	-	-	-	-	-
Miscellaneous	4,024	6,879	1,673	10,557	25,867	17,216	3,714	2,628	114	63
Transfers	2,894	2,979	2,312	3,445	1,337	1,326	1,320	1,358	1,264	803
Total business-type activities	10,381	13,559	7,072	14,287	27,431	19,819	6,662	5,354	2,261	1,480
Total primary government	<u>\$ 468,121</u>	<u>\$ 475,501</u>	<u>\$ 422,846</u>	<u>\$ 362,277</u>	<u>\$ 338,437</u>	<u>\$ 302,934</u>	<u>\$ 273,508</u>	<u>\$ 256,859</u>	<u>\$ 243,738</u>	<u>\$ 238,181</u>
Changes in net position										
Governmental activities	\$ 120,259	\$ 194,684	\$ 157,216	\$ 139,659	\$ 67,573	\$ 56,572	\$ (5,242)	\$ 40,062	\$ (29,460)	\$ (4,939)
Business-type activities	26,682	27,151	21,885	39,482	45,437	28,847	13,604	12,814	(436)	4,782
Total primary government	<u>\$ 146,941</u>	<u>\$ 221,835</u>	<u>\$ 179,101</u>	<u>\$ 179,141</u>	<u>\$ 113,010</u>	<u>\$ 85,419</u>	<u>\$ 8,362</u>	<u>\$ 52,876</u>	<u>\$ (29,896)</u>	<u>\$ (157)</u>

City of Glendale, Arizona
Fund Balances - Governmental Funds
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Schedule 3

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General fund										
Nonspendable	\$ 1,165	\$ 1,563	\$ 962	\$ 394	\$ 6,143	\$ 5,621	\$ 2,933	\$ 2,919	\$ 2,934	\$ 2,940
Restricted	16,525	21,785	23,477	19,795	10,047	5,374	5,604	6,274	7,443	8,495
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	209,071	178,404	150,801	123,769	66,822	34,322	5,685	12,678	10,647	12,483
Unassigned	106,221	86,386	96,886	54,905	54,511	49,648	43,523	43,474	40,559	35,226
Total general fund	<u>\$ 332,982</u>	<u>\$ 288,138</u>	<u>\$ 272,126</u>	<u>\$ 198,863</u>	<u>\$ 137,523</u>	<u>\$ 94,965</u>	<u>\$ 57,745</u>	<u>\$ 65,345</u>	<u>\$ 61,583</u>	<u>\$ 59,144</u>
All other governmental funds										
Nonspendable	\$ 7,450	\$ 7,078	\$ 6,572	\$ 6,332	\$ 6,244	\$ 6,171	\$ 6,020	\$ 5,810	\$ 5,861	\$ 5,818
Restricted	358,538	372,649	227,123	199,999	137,087	107,088	119,994	118,991	91,908	97,170
Committed	3,125	2,350	2,068	2,142	1,974	1,734	1,571	2,548	2,295	1,273
Assigned	2,690	3,358	2,388	1,705	959	569	737	430	170	319
Unassigned	(5,095)	(8,942)	-	-	-	(502)	-	(653)	(3,770)	-
Total all other governmental funds	<u>\$ 366,708</u>	<u>\$ 376,493</u>	<u>\$ 238,151</u>	<u>\$ 210,178</u>	<u>\$ 146,264</u>	<u>\$ 115,060</u>	<u>\$ 128,322</u>	<u>\$ 127,126</u>	<u>\$ 96,464</u>	<u>\$ 104,580</u>

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City of Glendale, Arizona
Changes in Fund Balances - Governmental Funds
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Schedule 4

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Revenues										
Taxes and special assessments	\$ 316,532	\$ 315,269	\$ 308,251	\$ 276,843	\$ 232,032	\$ 206,815	\$ 198,012	\$ 188,553	\$ 181,576	\$ 176,489
Licenses and permits	34,461	37,962	41,450	43,276	35,656	19,182	16,350	12,534	12,403	11,951
Intergovernmental	184,315	184,942	159,392	152,120	124,611	129,329	95,573	94,191	89,684	86,273
Local revenues	446	983	111	191	184	173	177	58	300	17
Charges for services	18,789	18,219	36,858	11,754	7,504	8,514	10,744	10,250	13,486	12,613
Fines and forfeitures	3,333	2,474	2,327	2,654	2,782	2,426	2,982	3,337	3,699	3,857
Investment income (loss)	32,865	30,292	10,260	(8,731)	(380)	6,063	3,276	129	276	1,517
Miscellaneous	2,312	3,755	3,079	3,755	4,323	3,647	4,375	6,490	5,079	6,850
Total revenues	593,053	593,896	561,728	481,862	406,712	376,149	331,489	315,542	306,503	299,567
Expenditures										
General government	51,514	49,256	50,400	36,424	29,294	30,174	43,615	30,961	29,531	34,671
Public safety	197,277	175,992	171,448	402,258	151,271	146,573	146,166	139,287	131,576	126,498
Public works	32,596	33,837	26,991	15,529	15,298	16,164	15,674	11,400	9,484	9,429
Community services	38,979	45,770	43,502	54,825	30,512	23,514	23,772	31,954	30,659	28,461
Community environment	-	-	-	-	-	-	-	3,621	3,979	4,285
Street maintenance	61,188	49,485	46,737	38,604	38,389	31,772	34,053	10,861	11,195	10,260
Miscellaneous	-	-	-	-	-	-	-	-	-	27
Capital outlay	125,418	61,996	49,886	29,332	28,068	23,525	24,663	42,652	39,053	59,189
Debt service:										
Principal	76,667	110,932	40,005	38,795	36,020	61,450	39,706	29,359	46,456	35,650
Interest	28,483	27,263	29,613	30,019	25,604	27,681	29,654	28,300	30,704	30,382
Total expenditures	612,122	554,531	458,582	645,786	354,456	360,853	357,303	328,395	332,637	338,852
Excess of revenues over (under) expenditures	(19,069)	39,365	103,146	(163,924)	52,256	15,296	(25,814)	(12,853)	(26,134)	(39,285)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Other financing sources (uses)										
Long-term debt issued	43,075	106,760	-	284,175	13,700	-	15,385	-	-	27,285
Refunding debt issued	-	128,705	-	32,225	-	-	-	91,940	19,330	33,830
Premium on long-term debt issued	5,835	24,019	-	5,316	2,277	-	1,983	15,686	-	4,948
Proceeds from bond defeasance	-	(2,917)	-	-	-	-	-	-	-	-
Proceeds from equipment disposal	446	487	402	602	366	295	238	2,910	2,391	329
Proceeds from land sale	5,490	481	-	1,938	6,500	9,693	3,125	-	-	-
Leases	352	383	-	364	-	-	-	-	-	-
Lease proceeds	-	-	-	-	-	-	-	-	-	6,615
Subscription-based IT arrangements	1,880	555	-	-	-	-	-	-	-	-
Proceeds from loans	-	-	-	-	-	-	-	15,240	-	7,353
Payment to redeem/refunded bonds escrow agent	(56)	(140,180)	-	(31,996)	-	-	-	(77,139)	-	(30,470)
Transfers in	125,617	113,067	80,135	58,860	54,047	50,009	56,739	61,927	48,450	84,460
Transfers out	(128,511)	(116,371)	(82,447)	(62,306)	(55,384)	(51,335)	(58,060)	(63,287)	(49,714)	(85,263)
Total other financing sources (uses)	<u>54,128</u>	<u>114,989</u>	<u>(1,910)</u>	<u>289,178</u>	<u>21,506</u>	<u>8,662</u>	<u>19,410</u>	<u>47,277</u>	<u>20,457</u>	<u>49,087</u>
Net change in fund balances	<u>\$ 35,059</u>	<u>\$ 154,354</u>	<u>\$ 101,236</u>	<u>\$ 125,254</u>	<u>\$ 73,762</u>	<u>\$ 23,958</u>	<u>\$ (6,404)</u>	<u>\$ 34,424</u>	<u>\$ (5,677)</u>	<u>\$ 9,802</u>
Debt service as a percentage of noncapital expenditures	21.60%	28.06%	17.03%	11.16%	18.88%	26.42%	20.85%	20.18%	26.28%	23.61%

Note: The debt service percentage of noncapital expenditures does not include other financing sources/uses. The percentage equals the total principal and interest expenditures divided by the total expenditures less capital outlay.

City of Glendale, Arizona
Assessed and Estimated Actual Value of Taxable Property
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Schedule 5

Fiscal Year	Major Components					Less: Tax Exempt Property	Net Assessed Value ¹	Total Direct Tax Rate	Estimated Actual Value ¹	Assessed Value as a Percentage of Actual Value ²
	Real Estate	Improvements	Personal ³	Utilities Rails and Wires						
2015-16	\$ 403,055	\$ 1,546,186	\$ 40,431	\$ 59,918	\$ 529,361	1,520,229	2.20	\$ 13,046,428	15.708%	
2016-17	499,308	1,635,370	37,350	60,892	579,745	1,653,175	2.14	13,617,839	16.397	
2017-18	535,252	1,771,647	49,605	60,918	596,446	1,820,976	2.07	19,526,518	12.380	
2018-19	565,975	1,924,149	48,588	59,594	590,661	2,007,645	1.98	21,072,143	12.331	
2019-20	645,653	2,100,805	47,258	60,722	673,484	2,180,954	1.86	23,159,054	12.325	
2020-21	722,615	2,271,767	55,014	64,004	718,396	2,395,004	1.80	25,276,448	12.317	
2021-22	781,897	2,463,822	60,382	64,327	749,713	2,620,715	1.73	27,872,355	12.092	
2022-23	1,027,022	3,122,956	80,028	69,568	843,629	3,455,945	1.67	35,738,019	12.031	
2023-24	1,301,958	4,064,657	55,165	71,972	987,305	4,506,447	1.56	46,087,707	11.920	
2024-25	1,295,032	4,070,965	53,869	72,597	1,010,061	4,482,402	1.49	45,959,189	11.951	

Source: Maricopa County Assessor's Office and Maricopa County's Department of Finance

Notes: ¹ Assessed values are established each year by the County. The tax rate is \$100 per assessed value (reference note I. L).

² The assessed value as a percentage of actual value does not include tax exempt property.

City of Glendale, Arizona
Direct and Overlapping Governments Property Tax Rates
 Last Ten Fiscal Years
 Per \$100 Assessed Valuation

Schedule 6

Fiscal Year	Basic Rate	General Obligation Debt Service	City of Glendale	Overlapping Rates*		
				Glendale Elementary and High School Districts	Peoria Unified School Districts	Deer Valley Unified School Districts
2015-16	0.49	1.71	2.20	22.54	20.66	18.86
2016-17	0.48	1.67	2.15	23.29	20.82	19.16
2017-18	0.46	1.61	2.07	23.61	20.02	19.10
2018-19	0.44	1.54	1.98	22.17	18.96	18.63
2019-20	0.42	1.44	1.86	22.13	18.47	18.17
2020-21	0.40	1.40	1.80	21.20	17.91	17.56
2021-22	0.39	1.34	1.73	20.47	17.13	17.06
2022-23	0.37	1.30	1.67	19.08	15.16	15.22
2023-24	0.35	1.21	1.56	18.36	14.60	14.83
2024-25	0.33	1.16	1.49	18.23	13.78	14.26

Source: Maricopa County 2024 Tax Rates

Note: The City rounds the rates to two digits from the four presented by the county.

* Overlapping rates are those of local and county governments that apply to property owners within the City of Glendale. Not all overlapping rates apply to all City of Glendale property owners (e.g., the rates for special districts apply only to the proportion of the government's property owners whose property is located within the geographic boundaries of the special district).

City of Glendale, Arizona
Principal Property Taxpayers
 Current Year and Nine Years Ago
 June 30, 2025
 (amounts expressed in thousands)

Schedule 7

Taxpayer	Tax Year 2025				Tax Year 2016			
	Rank	Assessed Valuation	Percentage of Total City Taxable Assessed Value		Rank	Assessed Valuation	Percentage of Total City Taxable Assessed Value	
Arizona Public Service	1	\$ 49,510	1.10	%	1	\$ 17,464	1.15	%
Yam Westgate LLC	2	33,106	0.74					
303-NP Venture LLC	3	30,657	0.68					
303 Glendale VF Owner LLC	4	28,928	0.65					
Vai Resorts LLC	5	28,414	0.63					
Comref Glendale LLC	6	20,496	0.46					
JLLX West Phoenix Distribution Center	7	20,460	0.46					
BDPF Park 303 LLC	8	20,121	0.45					
Exeter 6390 Sarival L P	9	20,057	0.45					
RRB Beverage Operations Inc	10	18,216	0.41					
New Westgate LLC					2	16,546	1.09	
VHS of Arrowhead Inc					3	12,966	0.85	
Arrowhead Towne Center LLC					4	10,492	0.69	
Wal-Mart Stores, Inc.					5	8,434	0.55	
American Furniture Warehouse					6	7,738	0.51	
Outlets at Westgate LLC					7	7,261	0.48	
Centurylink (Quest Corporation)					8	6,405	0.42	
JQH-Glendale Az Development LLC					9	5,220	0.34	
Lexington Glendale LLC					10	5,109	0.34	
Total principal taxpayers		<u>\$ 269,965</u>	<u>6.03</u>	<u>%</u>		<u>\$ 97,635</u>	<u>6.42</u>	<u>%</u>

Source: Maricopa County Treasurer's Office

Notes: The Salt River Project Agriculture Improvement and Power District assessed valuation is not reflected in the total assessed valuation of the City of Glendale. The Project is subject to "voluntary contribution" in lieu of ad valorem taxation. The percentage of Total City Taxable Assessed Value is based on the Net Assessed Value. Information obtained through Maricopa County Treasurers Office. Taxpayer information is grouped by owners name by land deed.

City of Glendale, Arizona
Property Tax Levies and Collections
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Schedule 8

Fiscal Year	Total Tax Levy(1)	Collected within the Fiscal Year of Levy		Collections in Subsequent Years(2)	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2015-16	\$ 24,850	\$ 24,255	97.61 %	\$ 174	\$ 24,429	98.31 %
2016-17	25,253	24,638	97.56	292	24,930	98.72
2017-18	25,592	25,202	98.48	166	25,368	99.12
2018-19	25,953	25,521	98.34	(20)	25,501	98.26
2019-20	25,831	25,300	97.94	169	25,469	98.60
2020-21	26,619	26,039	97.82	30	26,069	97.93
2021-22	27,126	26,639	98.20	(37)	26,602	98.07
2022-23	28,365	27,825	98.10	(158)	27,667	97.54
2023-24	29,246	28,474	97.36	102	28,576	97.71
2024-25	31,214	30,641	98.16	-	30,641	98.16

Source: Maricopa County Treasurer's Office

(1) Total levy includes only secured property.

(2) Includes collections and resolutions.

City of Glendale, Arizona
City Transaction Privilege Taxes (Sales Tax) by Category
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Schedule 9

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Retail sales	\$ 143,508	\$ 141,451	\$ 143,428	\$ 136,147	\$ 118,580	\$ 100,561	\$ 95,042	\$ 89,762	\$ 88,804	\$ 84,710
Contracting	36,651	39,805	32,149	27,575	17,047	13,988	7,212	6,684	5,559	4,810
Rentals	34,379	34,614	31,889	26,519	22,064	21,407	20,598	18,629	17,394	16,581
Utilities	14,226	11,113	10,176	9,412	9,271	8,629	8,898	8,995	8,775	8,544
Telecom/cable TV	2,033	2,364	2,070	2,119	2,364	3,029	3,006	3,486	3,523	4,244
Restaurant/bar	33,063	33,797	32,417	29,383	23,184	20,883	22,280	20,498	20,070	18,767
Amusement	6,733	7,765	12,827	5,537	2,975	2,893	5,023	4,920	3,615	4,176
Other	<u>15,743</u>	<u>15,370</u>	<u>14,868</u>	<u>12,734</u>	<u>9,827</u>	<u>9,364</u>	<u>9,519</u>	<u>8,574</u>	<u>7,347</u>	<u>8,802</u>
Total	<u>\$ 286,336</u>	<u>\$ 286,279</u>	<u>\$ 279,824</u>	<u>\$ 249,426</u>	<u>\$ 205,312</u>	<u>\$ 180,754</u>	<u>\$ 171,578</u>	<u>\$ 161,548</u>	<u>\$ 155,087</u>	<u>\$ 150,634</u>
% Growth by year										
Retail sales	1.5 %	(1.4)%	5.3 %	14.8 %	17.9 %	5.8 %	5.9 %	1.1 %	4.8 %	7.1 %
Contracting	(7.9)	23.8	16.6	61.8	21.9	94.0	7.9	20.2	15.6	(25.5)
Rentals	(0.7)	8.5	20.2	20.2	3.1	3.9	10.6	7.1	4.9	2.7
Utilities	28.0	9.2	8.1	1.5	7.4	(3.0)	(1.1)	2.5	2.7	(1.5)
Telecom/cable TV	(14.0)	14.2	(2.3)	(10.4)	(22.0)	0.8	(13.8)	(1.1)	(17.0)	(11.1)
Restaurant/bar	(2.2)	4.3	10.3	26.7	11.0	(6.3)	8.7	2.1	6.9	6.3
Amusement	(13.3)	(39.5)	131.7	86.1	2.8	(42.4)	2.1	36.1	(13.4)	(26.4)
Other	<u>2.4</u>	<u>3.4</u>	<u>16.8</u>	<u>29.6</u>	<u>4.9</u>	<u>(1.6)</u>	<u>11.0</u>	<u>16.7</u>	<u>(16.5)</u>	<u>31.6</u>
Total	<u>- %</u>	<u>2.3 %</u>	<u>12.2 %</u>	<u>21.5 %</u>	<u>13.6 %</u>	<u>5.3 %</u>	<u>6.2 %</u>	<u>4.2 %</u>	<u>3.0 %</u>	<u>3.8 %</u>

Note: The tax rate for City activities is 2.9% except for telecommunications which is 6.1%, restaurant/bars 3.9%, hotel/motel 7.9%, retail sales food for home consumptions 2.5%, and retail sales of individual items over \$5,000 2.2%.
 The amounts represent sales tax dollars collected for the fiscal year presented.

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City of Glendale, Arizona
Ratio of Outstanding Debt by Type⁽¹⁾
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Schedule 10

Fiscal Year	Government Activities							
	General Obligation Bonds(4)(5)	Excise Tax Revenue Bonds (4)(5)	Transportation Bonds (4)(5)	Certificates of Participation (4)	Developer Payable Obligations	Subscription Based IT Arrangements	Leases	Notes Payable
2015-16	\$ 141,553	\$ 475,918	\$ 87,031	\$ -	\$ 3,639	\$ -	\$ 6,620	\$ 5,515
2016-17	125,384	468,431	83,119	-	3,898	-	4,484	3,677
2017-18	154,834	455,495	78,590	-	4,126	-	2,278	1,839
2018-19	152,066	439,912	73,952	-	4,376	-	-	-
2019-20	107,678	422,679	69,209	-	4,693	-	-	-
2020-21	106,367	403,550	64,691	-	4,893	-	-	-
2021-22	126,548	383,719	59,977	252,800	5,160	-	261	-
2022-23	105,672	353,314	52,642	252,800	5,473	16,321	157	-
2023-24	145,424	331,735	47,450	239,735	5,860	11,109	325	-
2024-25	180,357	310,694	15,895	225,895	6,262	11,533	441	-

Fiscal Year	Business Activities				Total Primary Government (5)	Total Debt per Capita(3)	Percentage of Personal Income(2)
	Landfill G.O. Bonds (4)(5)	Water Sewer Revenue Bonds (4)(5)	Subscription Based IT Arrangements				
2015-16	\$ -	\$ 249,302	\$ -	\$ 969,578	\$ 4,824	10.84%	
2016-17	-	237,247	-	926,240	4,268	9.18	
2017-18	-	222,217	-	919,379	4,463	9.19	
2018-19	-	203,917	-	874,223	4,143	8.11	
2019-20	-	185,231	-	789,490	3,605	6.52	
2020-21	-	197,234	-	776,735	3,362	6.08	
2021-22	10,962	210,401	-	1,049,828	4,564	7.66	
2022-23	10,363	171,002	1,525	969,269	3,757	5.96	
2023-24	9,917	183,678	1,199	976,432	3,859	6.14	
2024-25	9,467	210,616	917	972,077	3,724	5.68	

(1) Does not include other long-term obligations such as compensated absences, claims/judgments, arbitrage, post-closure costs, etc.

(2) Calculate by dividing Glendale population with Maricopa County population and multiplying by total personal income to arrive at Glendale personal income (data from Schedule 15). Then divide total primary government amount by Glendale personal income to arrive at percentage of personal income.

(3) Numbers not expressed in thousands.

(4) Amounts outstanding less July 1.

(5) Includes unamortized premiums of debt issuance and discount on debt issuance.

Ratios of Net General Bonded Debt Outstanding

Last Ten Fiscal Years

(amounts expressed in thousands)

<u>Fiscal Year</u>	<u>General Obligation Bonds(3)</u>	<u>Less: Amounts Available in Debt Service Funds(1)</u>	<u>Total</u>	<u>Limited Property Value</u>	<u>Percentage of Net Assessed Value of Property(4)(5)</u>	<u>Per Capita(2)</u>
2015-16	\$ 135,130	\$ 4,511	\$ 130,619	\$ 1,173,091	11.12%	\$ 556.38
2016-17	120,000	3,657	116,343	1,227,220	7.04	488.84
2017-18	146,985	31,750	115,235	1,306,946	8.82	480.43
2018-19	143,460	28,593	114,867	1,413,253	8.13	458.18 ⁽⁶⁾
2019-20	100,445	1,545	98,900	1,478,280	6.69	389.24 ⁽⁶⁾
2020-21	98,230	2,269	95,961	1,582,239	6.19	381.74 ⁽⁶⁾
2021-22	125,320 ⁽⁷⁾	1,820	123,500	1,682,808	7.34	487.53 ⁽⁶⁾
2022-23	107,180 ⁽⁷⁾	1,565	105,615	1,880,898	5.62	408.96 ⁽⁸⁾
2023-24	144,305 ⁽⁷⁾	(8,047)	152,352	2,106,043	7.23	603.00 ⁽⁸⁾
2024-25	174,720 ⁽⁷⁾	(5,095)	179,815	2,244,293	8.01	689.27 ⁽⁸⁾

Sources: Maricopa County - Abstract by tax authority and class
ADOA Office of Employment and Population Statistics - Population estimates

Notes:

- (1) Includes the general obligation debt service fund balance at June 30.
- (2) Per capita is in actual dollars. Population estimates per ADOA.
- (3) Amount outstanding less the July 1 payment.
- (4) In accordance with Proposition 117, The Arizona Property Tax Assessed Valuation Amendment, property taxes are calculated based on limited assessed value.
- (5) Calculation uses the February State Abstract.
- (6) Calculation uses projected population figure from City of Glendale Annual Budget Book
- (7) Includes general obligation landfill bonds.
- (8) Calculation uses population figure provided by the City of Glendale's Economic Development Department.

City of Glendale, Arizona
Net Direct and Overlapping Governmental Activities Debt
June 30, 2025
(amounts expressed in thousands)

Schedule 12

Jurisdiction	Net Debt Outstanding	Percentage Applicable to Glendale	Amount Applicable to Glendale (2)
Peoria Unified School District No. 11	\$ 133,955	24.2472 %	\$ 32,480
Glendale Elementary School District No. 40	43,965	99.2480	43,634
Deer Valley Unified School District No. 97	176,740	16.7735	29,645
Alhambra Elementary School District No. 68	34,270	20.8733	7,153
Glendale Union High School District No. 205	151,480	25.2456	38,242
Maricopa County	-	4.0687	-
Maricopa County Community College District	87,320	4.0687	3,553
Phoenix Union High School District No. 210	364,285	1.4991	5,461
Pendergast Elementary School District No. 92	65,215	26.7365	17,436
Tolleson Union High School District No. 214	258,395	7.9740	20,604
Washington Elementary School District No. 6	92,260	3.1833	2,937
Dysart Unified School District No. 89	54,410	4.2458	2,310
Agua Fria Union High School District No. 216	238,675	7.7040	18,388
Litchfield Elementary School District No. 79	50,875	11.5231	5,862
Cartwright Elementary School District No. 83	<u>67,560</u>	-	<u>-</u>
Total Overlapping Debt	1,819,405		227,705
City of Glendale Debt(1)	<u>751,076</u>		<u>751,077</u>
Total	<u>\$ 2,570,481</u>		<u>\$ 978,782</u>

Source: Maricopa County - Abstract by tax authority and class, Abstract by tax area code and Annual Report of Bonded Indebtedness.

- (1) The City of Glendale debt includes total General Obligation (GO) and governmental revenue bonds debt outstanding, lease, Certificates of Participation, developer payable obligation, bond premiums, and subscription-based information technology arrangements.
- (2) Calculation based on Net Debt Outstanding multiplied by Percentage Applicable to Glendale, which is determined by dividing the tax area code net secondary assessed value by the tax authority net secondary assessed value.
- (3) The Net Debt Outstanding source is Arizona's Open Book Report of Outstanding Indebtedness for the most recent fiscal year available.

City of Glendale, Arizona
Legal Debt Margin Information
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Schedule 13
Legal Debt Margin Calculation for Fiscal Year 2025

6% Type Bonds					Assessed value						\$ 4,482,402
					Debt limit (6% of assessed value)						268,944
					Debt applicable to limit: General obligation bonds						20,387
					Less: Amount set aside for repayment of general obligation debt						(489)
					Total net debt applicable to limit						<u>19,898</u>
					Legal debt margin						<u>\$ 249,046</u>
	2016	2017(1)	2018(1)	2019(1)	2020(1)	2021(1)	2022(1)	2023(1)	2024(1)(2)	2025(1)	
Debt limit	\$ 70,496	\$ 73,633	\$ 78,417	\$ 84,795	\$ 88,697	\$ 143,700	\$ 157,243	\$ 207,357	\$ 270,387	\$ 268,944	
Total net debt applicable to limit	<u>10,580</u>	<u>10,580</u>	<u>7,978</u>	<u>8,802</u>	<u>9,039</u>	<u>8,514</u>	<u>19,450</u>	<u>16,922</u>	<u>17,219</u>	<u>19,898</u>	
Legal debt margin	<u>\$ 59,916</u>	<u>\$ 63,053</u>	<u>\$ 70,439</u>	<u>\$ 75,993</u>	<u>\$ 79,658</u>	<u>\$ 135,186</u>	<u>\$ 137,793</u>	<u>\$ 190,435</u>	<u>\$ 253,168</u>	<u>\$ 249,046</u>	
Total net debt applicable to the limit as a percentage of debt limit	15.01%	14.37%	10.17%	10.38%	10.19%	5.92%	12.37%	8.16%	6.37%	7.40%	

20% Type Bonds					Assessed value						\$ 4,482,402
					Debt limit (20% of assessed value)						896,480
					Debt applicable to limit: General obligation bonds						169,437
					Less: Amount set aside for repayment of general obligation debt						(4,606)
					Total net debt applicable to limit						<u>164,831</u>
					Legal debt margin						<u>\$ 731,649</u>
	2016	2017(1)	2018(1)	2019(1)	2020(1)	2021(1)	2022(1)	2023(1)	2024(1)(2)	2025(1)	
Debt limit	\$ 234,986	\$ 245,444	\$ 261,389	\$ 282,651	\$ 295,656	\$ 479,001	\$ 524,143	\$ 691,189	\$ 901,289	\$ 896,480	
Total net debt applicable to limit	<u>120,039</u>	<u>105,763</u>	<u>107,257</u>	<u>106,065</u>	<u>89,861</u>	<u>95,584</u>	<u>116,240</u>	<u>97,547</u>	<u>129,393</u>	<u>164,831</u>	
Legal debt margin	<u>\$ 114,947</u>	<u>\$ 139,681</u>	<u>\$ 154,132</u>	<u>\$ 176,586</u>	<u>\$ 205,795</u>	<u>\$ 383,417</u>	<u>\$ 407,903</u>	<u>\$ 593,642</u>	<u>\$ 771,896</u>	<u>\$ 731,649</u>	
Total net debt applicable to the limit as a percentage of debt limit	51.08%	43.09%	41.03%	37.53%	30.39%	19.95%	22.18%	14.11%	14.36%	18.39%	

Notes: Debt applicable to limit: General obligation bonds net of July 1 payment made prior to June 30.
 Assessed value for FY 2016-FY 2020, is based on limited assessed value. Starting in FY 2021, assessed value is based on full cash value.

- (1) Beginning in FY 2017, the assessed value is from Maricopa County Assessor's Office February State Abstract report.
- (2) Adjusted the FY 2024 "Amount set aside for repayment of general obligation debt".

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City of Glendale, Arizona
Pledged-Revenue Coverage
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Schedule 14

Fiscal Year	Water and Sewer Revenue Bonds						Coverage
	Utility Service Charges(1)	Less: Operating Expenses(2)	Net Available Revenue	Debt Service			
				Principal	Interest		
2015-16	\$ 83,088	\$ 45,431	\$ 37,657	\$ 9,415	\$ 10,719	1.87	
2016-17	83,442	49,005	34,437	9,805	10,321	1.71	
2017-18	90,844	50,962	39,882	12,780	9,860	1.76	
2018-19	96,012	52,151	43,861	16,050	9,398	1.72	
2019-20	111,854	55,576	56,278	16,435	8,646	2.24	
2020-21	130,218	58,792	71,426	16,585	7,550	2.96	
2021-22	118,609	63,693	54,916	17,520	7,203	2.22	
2022-23	114,015	72,134	41,881	18,595	7,495	1.61	
2023-24	128,749	84,717	44,032	19,190	6,900	1.69	
2024-25	131,984	85,390	46,594	47,420	7,126	0.85	

Fiscal Year	Transportation Bonds					Excise Tax Revenue Bonds				
	Transportation Sales Tax	Debt Service		Coverage	Excise Tax Revenue(3)	Debt Service		Coverage		
		Principal	Interest			Principal	Interest			
2015-16	\$ 25,566	\$ 3,380	\$ 3,763	3.58	\$ 156,210	\$ 10,025	\$ 20,984	5.04		
2016-17	26,362	3,550	3,594	3.69	160,534	5,075	21,033	6.15		
2017-18	27,571	3,925	3,114	3.92	170,484	6,580	19,542	6.53		
2018-19	29,231	4,035	2,999	4.16	169,868	12,645	20,104	5.19		
2019-20	30,989	4,140	2,893	4.41	179,289	14,295	19,556	5.30		
2020-21	35,329	3,915	2,785	5.27	206,532	16,190	18,946	5.88		
2021-22	42,654	4,110	2,589	6.37	235,926	16,985	18,149	6.72		
2022-23	47,814	4,310	2,384	7.14	267,157	17,825	17,311	7.60		
2023-24	48,902	4,530	2,169	7.30	293,802	203,455	13,160	1.36		
2024-25	48,602	29,810	690	1.59	289,476	17,360	16,094	8.65		

Source: City of Glendale Finance Department

Notes:

(1) Operating revenues and nonoperating revenues excluding non-cash contributions, gains and losses and OPEB income/(loss)/

(2) Excluding depreciation.

(3) Excise tax revenue amounts include state shared revenues.

City of Glendale, Arizona
Demographic and Economical Statistics
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Schedule 15

Fiscal Year	City of Glendale Population(2)	Maricopa County Population(6)	Personal Income (1)	Per Capita Personal Income(1)(4)	Unemployment Rate (5)	
2015-16	227	4,153	\$ 185,111,698	\$ 44,573	5.6	%
2016-17	238	4,233	196,779,825	46,487	4.9	(8)
2017-18	240 (7)	4,316	209,719,687	48,591	4.3	(8)
2018-19	251 (9)	4,367	223,097,349	51,087	4.8	(8)
2019-20	254 (9)	4,437	245,077,753	55,235	10.2	(8)
2020-21	250 (10)	4,507	249,677,860	55,398	7.4	(8)
2021-22	252 (11)	4,507	268,713,717	59,621	3.5	(8)
2022-23	258	4,665	288,842,282	61,917	4.1	(8)
2023-24	253	4,758 (3)	312,350,417 (3)	65,647 (3)	3.6	(8)
2024-25	261	4,758 (3)	312,350,417 (3)	65,647 (3)	4.2	(8)

- Note: (1) Personal Income and Per Capita Income figures are for Maricopa County. City of Glendale is one of several Valley cities that comprise Maricopa County, including Pheonix, Mesa and Scottsdale.
 (2) Estimate provided by City of Glendale Planning Department.
 (3) The previous fiscal year Maricopa County ACFR provides the most current number.
 (4) Calculation based on personal income divided by Maricopa County population.
 (5) Estimate provided by Arizona Department of Administration, Office of Employment and Population Statistics website for the prior fiscal year.
 (6) Maricopa County population extracted from Maricopa County ACFR statistical section.
 (7) Estimate from the Arizona Office of Economic Opportunity website; Arizona population estimates, for the fiscal year as of July 1.
 (8) Unemployment rate from the Arizona Office of Economic Opportunity website, LAUS data.
 (9) Estimate from the City of Glendale Annual Budget Book for the following fiscal year.
 (10) US Census Bureau - American FactFinder - Annual Population Estimate as of July 1, 2021.
 (11) Projected population number provided by City of Glendale Budget Department.

City of Glendale, Arizona
Principal Employers
 Current Year and Nine Years Ago

Schedule 16

Employer	2025			2016		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Luke Air Force Base	9,130	1	6.76 %	5,100	1	4.35 %
Westgate	3,000	2	2.22			
Arrowhead Towne Center	2,770	3	2.05	2,650	3	2.26
Banner Thunderbird Medical Center	2,580	4	1.91	3,000	2	2.56
City of Glendale	1,928	5	1.43	1,633	7	1.39
Walmart	1,800	6	1.33	2,175	4	1.85
Glendale Community College	1,560	7	1.15	1,948	6	1.66
Peoria Unified School District	1,300	8	0.96			
Glendale Elementary School District	1,160	9	0.86	1,400	9	1.19
Deer Valley School District	1,140	10	0.84	1,594	8	1.36
Glendale Union High School District				1,974	5	1.68
Tanger Outlets				1,200	10	1.02
Total	26,368		19.51 %	22,674		19.32 %

Source: City of Glendale Economic Development Department
 Department of Economic Security, Research Administration
 Arizona Department of Administration, Office of Employment and Population Statistics

City of Glendale, Arizona
Full-Time Equivalent City Government Employees by Function/Program
 Last Ten Fiscal Years

Schedule 17

Function/Program	Full-Time Equivalent Employees as of June 30									
	2025	2024	2023	2022	2021 (1)	2020	2019	2018	2017	2016
General government										
Management services	36	33	35	31	31	26	22	27	29	28
Finance	69	62	64	57	62	61	56	57	55	53
Planning	16	11	12	9	12	11	10	12	14	13
Building	30	32	31	28	25	22	24	24	22	22
Legal	69	68	68	69	70	75	71	73	71	67
Other	79	65	62 (2)	67	69	71	72	70	68	68
Police	587	557	571	536	549	563	551	529	530	522
Fire	306	294	301	286	287	283	278	276	282	262
Community service	101	100	100 (2)	69	65	68	59	53	54	55
Parks and recreation	80	74	59	58	55	53	51	68	73	66
Library	40	37	34	32	36	36	37	35	35	34
Public works	173	170	169	157	164	168	156	188	183	184
Engineering	36	36	35	33	32	31	29	26	24	18
Transportation	104	101	97	88	80	85	77	60	59	57
Utilities	202	207	202	189	189	199	195	185	186	184
Total	1,928	1,847	1,840	1,709	1,726	1,752	1,688	1,683	1,685	1,633

Sources:

City of Glendale Human Resources Department and Munis HCM system

Note:

(1) Employee data obtained from the City of Glendale Human Resources Department and Munis HCM system as of September 1, 2022.

(2) Communications department was moved to Community Service from Other.

City of Glendale, Arizona
Operating Indicators by Function/Program
 Last Ten Fiscal Years

Schedule 18

Function/Program	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Police										
Calls for service	166,614	171,673	173,395	175,604	181,576	179,469	185,857	192,877	187,645	190,074
Bookings	9,569	9,645	8,440	6,907	4,753	6,310	10,056	11,037	9,030	8,445
Criminal offense reports / Case reports	38,179	43,005	44,836	30,660	28,856	29,306	35,867	30,146 (3)	30,146	32,732
Fire										
EMS calls	35,352	33,278	39,776	38,747	34,851	36,695	35,939	35,482	31,502	34,518
Fire calls	1,440	1,994	5,766	6,091	5,827	3,948	3,395	3,661	3,093	3,371
Other services (6)	2,916	4,450								
Water (4)										
Number of billed accounts	65,117	64,531	64,003	64,088	63,109	62,440	62,105	61,463	61,270	60,921
Water produced (million gallons)	13,944	13,474	12,266	13,569	14,787	13,398	12,826	13,755	13,672	13,864
Sewer (4)										
Number of billed accounts	60,600	60,048	59,557	59,314	58,710	58,114	57,804	57,206	57,037	56,700
Treated influent (million gallons)	5,982	6,060	6,100	6,300	5,983	6,295	6,025	6,045	6,289	6,229
Refuse collection (5)										
Residential curb service (tons per year)	60,148	63,391	60,058	56,965	53,563	52,903	49,479	46,338	48,346	48,971
Commercial container service (tons per year)	35,689	37,422	44,673	39,579	38,650	40,114	40,791	39,744	41,026	46,086
Airport										
Departures/arrivals (1)	133,783	123,557	113,950	90,721	83,452	90,953	89,614	86,187	75,561	78,977
General government										
Building permits	8,515	10,454	10,183	9,764	8,844	7,171	6,217	5,804	6,234	5,488
Library										
Volumes in collection (2)	459,225	469,796	435,343	517,174	504,461	499,106	494,325	498,092	514,197	568,653
Transit										
Dial-A-Ride passengers	56,113	48,246	42,508	38,270	43,670	47,273	66,174	69,934	71,912	74,256

Source: Various city departments and FAA ATADS report

Note: Water and sewer statistics are contained in Schedule 20 and 21.

- (1) Departures/arrivals are based on fiscal year.
- (2) Includes all formats: books, magazines, CD's, DVD's and electronic/downloadable collection.
- (3) FY2018 criminal offense reports figure same as FY2017 due to PD rebuilding data views.
- (4) Water and sewer numbers updated to exclude duplicate account number.
- (5) Refuse collection excludes bulk and Phoenix reciprocal trash.
- (6) Breakout other services in Fire calls

City of Glendale, Arizona
Capital Asset Statistics by Function/Program
 Last Ten Fiscal Years

Schedule 19

Function/Program	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Police										
Stations	3	3	3	3	3	3	3	3	3	3
Patrol vehicles	215	217	219	210	212	218	217	194	183	193
Fire stations	9	9	9	9	9	9	9	9	9	9
General government										
City square miles	68	68	68	62	62	62	60	60	60	60
Water										
Treatment capacity (millions gallons per day)	97.1	97.1	97.1	97.1	104.1	104.1	104.1	104.1	104.1	104.1
Storage capacity (millions gallons)	67	67	67	67	67	67	67	67	67	67
Miles of water mains	1,006	1,006	994	1,006	994	994	994	994	994	994
Sewer										
Treatment capacity (millions gallons per day)	29.2	29.2	29.2	29.2	29.2	29.2	29.2	29.2	29.2	29.2
Miles of sewer lines	728	728	708	707	707	707	707	707	707	707
Landfill										
Landfill capacity - south cell	22,161	24,431	24,615	24,607	24,607	24,638	24,215	24,234	24,215	24,215
Landfill capacity used - south cell	21,492	23,509	23,509	23,019	22,468	21,976	21,436	20,983	20,575	20,137
Other public works										
Streets (miles)	772	770	757	757	748	748	748	748	748	718
Parks and recreation										
Number of parks/retention basins/facilities	126	110	110	110	110	102	102	102	102	101
Acres of parks	2,188	2,189	2,189	2,189	2,189	2,192	2,192	2,192	2,192	2,192
Transit										
Dial-A-Ride minibuses	26	22	22	20	21	21	21	22	22	20

Source: Various city departments
 Note: Landfill capacity in thousands

WATER RATES PER METER SIZE		
Meter Size (inch)	Commercial and Residential Monthly Base Charge	
	Inside City	Outside City
5/8"	12.90	16.77
3/4"	16.80	21.84
1"	23.90	31.07
1 1/2"	44.60	57.98
2"	80.00	104.00
3"	137.00	178.10
4"	235.00	305.50
6"	466.00	605.80
8"	994.00	1,292.20
10"	1,475.00	1,917.50
12"	1,898.00	2,467.40

Gallons per Month	Residential Meter Size		Commercial 3/4 inch Meter Size and Greater (1)			
	All Year		All Year		Summer Excess Rate	
	Inside City	Outside City	Inside City	Outside City	Inside City	Outside City
0 - 6,000	\$ 3.35	\$ 4.36	\$ 3.43	\$ 4.46	\$ 4.43	\$ 5.76
6,001 - 15,000	4.20	5.46	3.43	4.46	4.43	5.76
15,001 - 30,000	5.87	7.64	3.43	4.46	4.43	5.76
over 30,000	7.69	10.00	3.43	4.46	4.43	5.76

SEWER SERVICE RATES		
Type of Service	Inside City	Outside City
Single Family Dwelling Unit	40.19	49.74
Office Building	65.18	2,549.78
Apartment - Average 5 units	101.41	78.95
Apartment - Average 10 units	755.39	139.36
Retail/Wholesale	93.08	N/A

(1) Per 1,000 gallons
 SOURCE: City of Glendale Water Department

HISTORICAL AVERAGE NUMBER OF WATER CONNECTIONS(1)

Fiscal Year Ending June 30	Residential	Multi-Family	Commercial	Sprinkler	Total
2016 (2)	54,266	1,800	4,492	1,885	62,443
2017 (2)	54,448	1,799	4,632	1,910	62,789
2018	54,686	1,790	4,390	1,863	62,729
2019	54,881	1,790	4,425	1,955	63,051
2020	55,161	1,790	4,450	1,974	63,375
2021	55,646	1,789	4,514	2,025	63,974
2022	56,807	1,789	4,593	2,076	65,265
2023	57,416	1,789	4,657	2,133	65,995
2024	57,737	1,789	4,718	2,179	66,423
2025	58,084	1,789	4,748	2,204	66,825

- (1) In comparison to the number of billed accounts, total connections includes inactive "vacant" properties.
 (2) As of October following the fiscal year ended.

Source: City of Glendale Water Services Department

WATER DELIVERIES

Acre Feet

Calendar Year	Residential (1)	Commercial	Other (2)	Sprinkler	Total
2015	26,595	8,704	2,092	2,327	39,718
2016	27,193	8,748	2,743	2,581	41,265
2017	27,150	8,834	2,365	2,564	40,913
2018	27,303	9,257	1,891	2,536	40,987
2019	26,251	8,793	1,691	2,405	39,140
2020	27,867	8,954	2,913	2,436	42,170
2021	26,149	8,965	2,835	2,237	40,186
2022	26,291	8,837	1,423	2,142	38,693
2023	25,641	8,881	835	2,121	37,478
2024	26,536	9,618	2,241	2,196	40,591

- (1) Residential includes both Single and Multi-family deliveries.
 (2) Other include unbilled water and recovered effluent groundwater.

Source: Annual report to Arizona Department of Water Resources

SEWERAGE CONNECTIONS BILLED AND SEWAGE TREATED

Fiscal Year Ending June 30	No. of Connections	91st Ave WWTP (2) (MGD) Actual	Arrowhead WRF (MGD)	West Area WRF (MGD)	Total Treated
2016	57,758	7.5	2.7	6.9	17.1
2017	57,953	7.4	2.7	7.2	17.3
2018	58,155	6.7	2.6	7.2	16.5
2019	58,454	7.0	2.7	7.0	16.7
2020	58,764	6.6	2.6	8.0	17.2
2021	59,305	9.0	2.6	4.8	16.4
2022	60,532	7.4	2.7	7.1	17.2
2023	61,201	7.6	2.6	6.2	16.4
2024	61,633	7.8	2.6	6.2	16.6
2025	61,142	7.1	2.6	6.7	16.4

- (1) In comparison to the number of billed accounts, total connections includes inactive "vacant" properties.
(2) The 91st Avenue Wastewater Treatment Plant is a regional plant servicing five cities. Previously listed as "Multi-City Plant" (SROG)

Source: City of Glendale Water Services Department

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