

Comprehensive Annual Financial Report



FOR THE FISCAL YEAR ENDED JUNE 30, 2020

City of Goodyear, Arizona
Finance Department



CITY OF GOODYEAR
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Year Ended June 30, 2020

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INTRODUCTORY SECTION

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





November 30, 2020

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

State law requires that a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards (GAAS) by a firm of licensed certified public accountants be published annually by cities after the close of each fiscal year. Pursuant to that requirement, we hereby issue the Comprehensive Annual Financial Report (CAFR) to the City of Goodyear, Arizona (City) for the fiscal year ended June 30, 2020.

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

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

The accounting firm of HintonBurdick, PLLC, Certified Public Accountants, an independent public accounting firm, performed the city's annual financial statement audit. The auditors have issued an unmodified ("clean") opinion of the City of Goodyear's financial statements for the fiscal year ended June 30, 2020. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report on pages 15-25 and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

CITY OF GOODYEAR PROFILE

The City of Goodyear, incorporated in 1946 and chartered in 1988, started as a small town cultivating cotton for the production of rubber tires during World War I. Located approximately 17 miles west of the downtown Phoenix business district, Goodyear has sustained continued growth and currently encompasses approximately 191 square miles in the western portion of Maricopa County. The city's growth is attributable to excellent transportation corridors, convenient access

to the central valley, a variety of housing options, a sense of community and outstanding school districts. The population of the city is estimated at 88,870.

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

In fiscal year 2020 a staff of 680.8 full-time equivalent authorized employees working within 15 different departments performed the various functions of Goodyear's city government. The city provides a full range of municipal services, including police, fire, residential sanitation, water, wastewater, streets, recreational programs, parks, cultural events, public transportation, planning and zoning, and general administrative services. Goodyear offers a wide range of community facilities including the Goodyear Ballpark, library, community center, swimming pool, and 17 parks encompassing 223 acres. The city is community-driven and includes hundreds of volunteers that serve in various areas of the city. Through their efforts, the city saved more than \$479,680 in fiscal year 2020 alone. In addition, Goodyear continues to attract major employers with its location along Interstate 10 and State Route 303, availability of land, access to the entire region, and available commercial space.

FINANCIAL CONTROLS

Internal Controls

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

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

Budgetary Controls

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

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

LOCAL ECONOMIC CONDITION AND OUTLOOK

Construction activity within the City has led to significant growth in local revenue sources. During fiscal year 2020, a total of 1,490 single-family residential permits were issued an increase of 260 permits, or 21%, from the prior fiscal year. In addition to residential growth, Goodyear continues to expand its non-residential base with new commercial construction permits. This activity has led to increased property tax valuation and an increased sales tax base. The resulting population expansion also increases the percentage of state shared revenues received by the City.

The impact on the local economy resulting from efforts to curb the spread of the coronavirus are not fully known at this time. As a result, the City continues to budget conservatively and monitors the local, regional, and national economies in order to be ready to adapt to any changes, while still positioning ourselves for future growth.

Sales Tax

Goodyear, like all Arizona cities, places significant reliance on city sales tax revenues. Fueled by local growth, sales tax revenues continue to increase year over year. Sales tax revenues for fiscal year 2020 increased by 38.2% over fiscal year 2019 levels. In April, a stay at home order was enacted within Arizona to curb the spread of the coronavirus. The negative impacts within specific categories of sales tax were soon apparent. However, decreases in hospitality related categories were not as severe as anticipated and were wholly offset by unexpected increases in retail and other categories. While the stay at home order expired in May, sales tax collections will be closely monitored in light of continuing coronavirus related restrictions.

State Shared Revenues

The city receives revenue allocations from the State. These state shared revenues include allocations of the state income tax, sales tax, fuel tax, and motor vehicle license taxes. A significant portion of this revenue is placed in the city's general fund where it is used to support day-to-day activities. The city's state shared revenues represented 14.9% of the general fund

revenue for fiscal year 2020. Similar to local sales tax collections, the coronavirus pandemic had varied impacts on state shared revenues which in total did not negatively impact total distributions to the City.

Property Tax

In fiscal year 2020, the city's combined (primary and secondary) property tax rate decreased slightly from \$1.7350 to \$1.7332 per \$100 of assessed valuation. Although the tax rate remained virtually unchanged, increased assessed valuation resulted in a property tax levy increase of \$1,718,113. The maintained stabilization in the tax rate ensures the city's ability to service outstanding debt and maintain basic infrastructure.

For the fiscal year 2021 budget, the Mayor and Council have adopted a total combined property tax rate of \$1.7335 per \$100 of assessed valuation, which is nearly the same as fiscal year 2020. In accordance with its budget policies, the city is below the targeted combined property tax rate of \$1.74 per \$100 of assessed valuation or less.

LONG-TERM FINANCIAL PLANNING

In 2013, the Council began a process of redefining the long-term strategic priorities of the city. This strategic plan is discussed yearly with City Council to review progress and determine priorities for the annual plan update. Any new funding requests are evaluated in the context of their relationship to the strategic focus areas. The City of Goodyear's mission is as follows:

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

Four focus priorities are identified within the Strategic Action Plan:

1. Fiscal and Resource Management: Maintaining a long-term view, we manage our fiscal, human, and physical resources in an efficient and effective manner. This effort is aligned across the organization with an emphasis on transparency. The city's business practices will be efficient, business friendly, and ensure exceptional customer service to all stakeholders and citizens.
2. Economic Vitality: We will continue to ensure the prosperity of our community by increasing the growth of our economy through diversity of industry, business investment, quality job creation, education, and tourism. To support this growing economy, we will invest in transportation and infrastructure and seek high quality retail and entertainment opportunities.
3. Sense of Community: The city will cultivate a sense of pride through programs, gathering places, and events where the community can come together to participate in opportunities of learning and recreation. We will continue to make Goodyear residents feel connected to their city government through community engagement, outstanding customer service, and clear, accessible communication.

4. **Quality of Life:** We will continue to make Goodyear a place to live, work, and play that provides diverse activities and amenities in a safe and well-maintained environment, while supporting the arts and promoting the health and wellness of our community.

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

MAJOR INITIATIVES

Goodyear is an award-winning community that provides a high quality of life with its master-planned communities, excellent schools, health care, trail systems and entertainment options, including major league sports venues.

- Goodyear was ranked by the U.S. Census Bureau as being among the fastest growing cities in the country.
- Money magazine and 24/7 Wall St. both rated Goodyear one of the "Best Places to Live."
- Movoto ranked Goodyear in its top 10 for "Best Places Near Phoenix for Young Professionals" and "Best Phoenix Suburb for Young Couples."
- A NerdWallet study ranked Goodyear as one of the best cities in the nation for veterans, based on the level of economic opportunity for veterans.
- The 2018 Citizen Satisfaction Survey which revealed that 96% of residents feel safe in their neighborhood, with 95% of residents saying Goodyear is an excellent or good place to live.

During fiscal year 2020, the city began the construction of a recreational campus that includes a 30-acre park, recreation center and an aquatics facility. These facilities are funded using voter authorized G.O. Bonds and impact fees. Other projects of significance funded in FY2020 include improvements to the Goodyear Water Reclamation Facility, a new surface water treatment facility, two fire stations and several streets projects.

AWARDS AND ACKNOWLEDGEMENTS

Certificates of Achievement

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Goodyear, Arizona, for its comprehensive annual financial report for the fiscal year ended June 30, 2019. The City has achieved this prestigious award every year since 2007. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

In addition, the city also received the GFOA's Distinguished Budget Presentation Award, the highest form of recognition in governmental budgeting, for its annual budget document for the fiscal year beginning July 1, 2019. The City has received this award every year since 1994.

Acknowledgement

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

Sincerely,

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

Doug Sandstrom
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Goodyear
Arizona**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morrill

Executive Director/CEO



LIST OF PRINCIPAL OFFICIALS

MAYOR

Georgia Lord

VICE MAYOR

William Stipp

COUNCIL MEMBERS

Joe Pizzillo

Sheri Lauritano

Wally Campbell

Brannon Hampton

Laura Kaino

SENIOR MANAGEMENT STAFF

Julie Arendall
City Manager

Mayra Galindo
Presiding Judge

Roric Massey
City Attorney

Dan Cotterman
Deputy City Manager

Wynette Reed
Deputy City Manager

Darcie McCracken
City Clerk

Lyman Locket
Human Resources Director

Paul Luizzi
Fire Chief

Doug Sandstrom
Finance Director

Santiago Rodriguez
Police Chief

Christopher Baker
Development Services Director

Justin Fair
Information Technology Director

Sumeet Mohan
Engineering Director

Nathan Torres
Park & Recreation Director

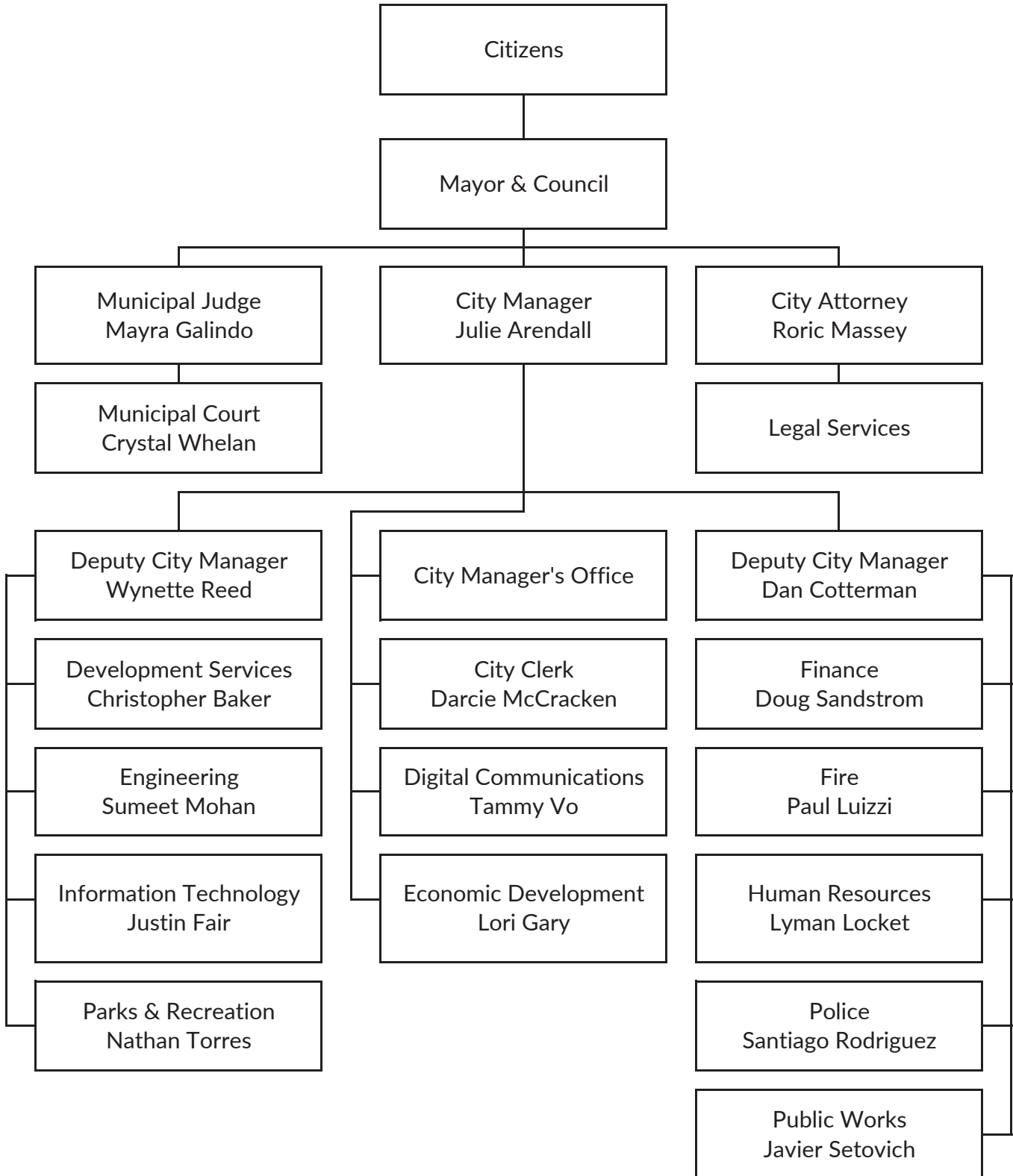
Lori Gary
Economic Development Director

Javier Setovich
Public Works Director

Tammy Vo
Communications Director

**Organizational Chart
Departments⁽¹⁵⁾**

Effective: May 29, 2020





FINANCIAL SECTION

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





Independent Auditors' Report

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

Report on the Financial Statements

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 Goodyear, Arizona, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Goodyear, Arizona, as of June 30, 2020, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and the pension and OPEB schedules as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Goodyear, Arizona's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and the statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.



Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2020, on our consideration of the City of Goodyear, Arizona's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and results of that testing, and not to provide an opinion on the 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 of Goodyear, Arizona's internal control over financial reporting and compliance.



HintonBurdick, PLLC
Gilbert, Arizona
November 30, 2020



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MANAGEMENT'S DISCUSSION AND ANALYSIS For The Year Ended June 30, 2020

As management of the City of Goodyear, Arizona (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2020. This discussion and analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the City's financial activity, (3) identify changes in the City's financial position, (4) identify any material deviations from the financial plan (the approved annual budget), and (5) identify individual fund issues or concerns.

The management's discussion and analysis (MD&A) has different focus and purpose than the letter of transmittal and is designed to be read in conjunction with the transmittal letter as well as the financial statements and the accompanying notes to the financial statements.

FINANCIAL HIGHLIGHTS

- ◆ The City's government-wide assets and deferred outflows exceeded its liabilities and deferred inflows by \$889,364,469 (*net position*) at the close of fiscal year 2020. Of this amount, \$144,672,832 represents unrestricted net position, which may be used to meet the City's ongoing obligations to citizens and creditors.
- ◆ The \$93.7 million increase in net position of the City is the result of an increase in sales tax revenues and grants as well as charges for water and wastewater services.
- ◆ As of the close of fiscal year 2020, the City's governmental funds reported combined ending fund balances of \$227.0 million, an increase of \$41.5 million (22.4 percent) in comparison with the prior year fund balance of \$185.5 million. Approximately 7.8 percent of this amount (\$17.7 million) is available for spending at the government's discretion (unassigned fund balance).
- ◆ At June 30, 2020, total unassigned fund balance for the general fund is \$18.0 million, an increase of \$1.5 million (9.1 percent) from the prior fiscal year.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

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

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

- **Governmental activities** – Most of the City's basic services are included here, such as general government (administration), public safety (police, fire and court), highways and streets, public works, culture and recreation, and development services. These activities are generally supported by taxes and general revenues.
- **Business-type activities** – The services provided by the City included here are water, wastewater, and sanitation services. These activities are primarily supported through user charges or fees.

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

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

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

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

The City maintains 10 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Non-Utility Development Impact Fees – Capital Projects, GO Bond – Capital Projects, McDowell Road Commercial Corridor Improvement District – Debt Service, and Community Facilities Districts – Debt Service, all of which are considered to be major funds. Data from the other five 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 three proprietary funds. Proprietary funds (enterprise and internal service) utilize full accrual accounting, the same method used by private sector business. The City uses separate enterprise funds to account for its water and wastewater services, and sanitation services. These funds are considered to be major funds of the City. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The City has one internal service fund, the Self-Insurance Trust. The Self-Insurance Trust Fund reports activities related to self-insurance for employee health benefits. The internal service fund activities are reported as governmental activities on the government-wide statements.

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

Notes to the Financial Statements. The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's budget to actual comparison and progress in funding its obligation to provide pension and OPEB benefits to its employees.

The combining statements referred to earlier in connection with non-major governmental funds is presented immediately following the notes to the required supplementary information on pensions.

Budget to actual comparison schedules for the enterprise funds are presented in the other supplementary information section.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following tables, graphs and analysis discuss the financial position and changes to the financial position of the City as a whole as of the year ended June 30, 2020 with comparative information for the previous year.

Net Position

The following table was derived from the current and prior year Statement of Net Position:

Table 1 Net Position

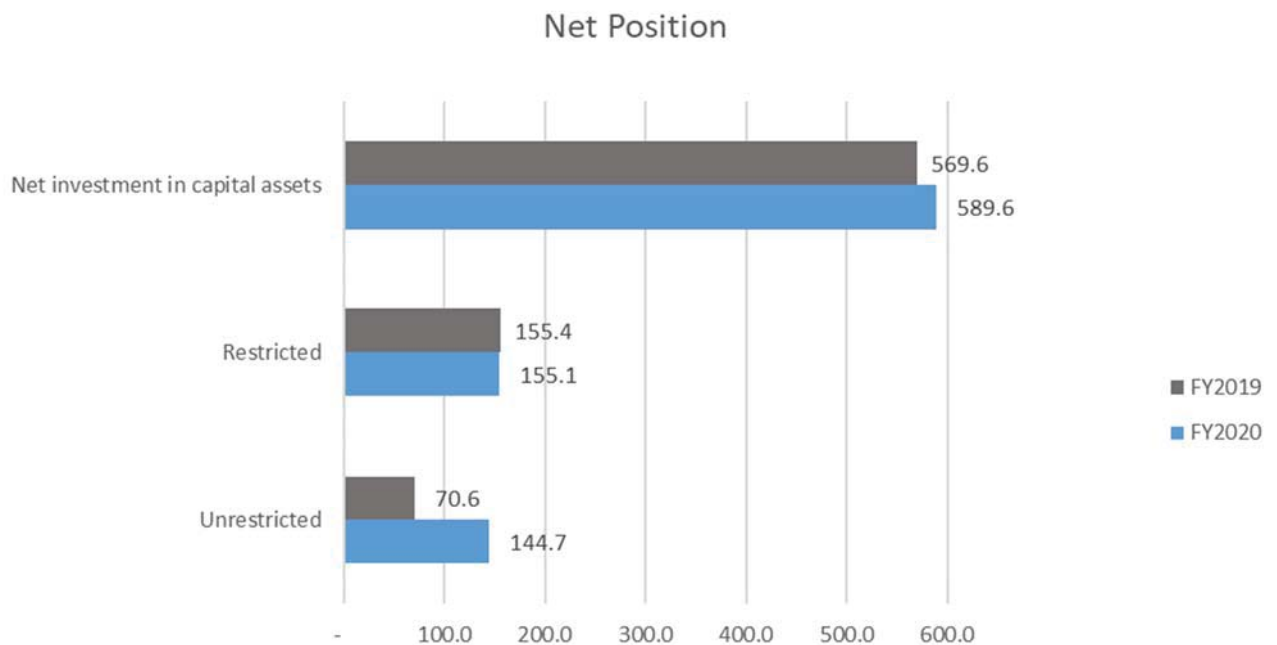
	Governmental Activities		Business-type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
Current and other assets	\$ 323,192,933	\$ 271,996,832	\$ 136,030,637	\$ 48,066,718	\$ 459,223,570	\$ 320,063,550
Capital assets, net	645,902,095	633,814,533	373,953,026	318,716,810	1,019,855,121	952,531,343
Total assets	969,095,028	905,811,365	509,983,663	366,783,528	1,479,078,691	1,272,594,893
Deferred outflows	29,877,799	31,414,209	4,079,607	3,125,500	33,957,406	34,539,709
Current and other liabilities	38,859,152	26,112,482	15,699,644	9,163,126	54,558,796	35,275,608
Long-term liabilities	350,407,106	370,709,069	211,283,936	99,725,632	561,691,042	470,434,701
Total liabilities	389,266,258	396,821,551	226,983,580	108,888,758	616,249,838	505,710,309
Deferred inflows	6,861,891	5,072,806	570,954	709,714	7,432,845	5,782,520
Net position:						
Net investment in capital assets	334,972,021	342,610,234	254,623,951	227,004,152	589,595,972	569,614,386
Restricted for:						
Charter mandates	4,813,576	4,582,213	-	-	4,813,576	4,582,213
Capital projects	40,471,387	43,953,339	-	3,636,777	40,471,387	47,590,116
Community facilities	9,978,487	10,164,456	-	-	9,978,487	10,164,456
Debt service	54,900,772	58,788,876	-	2,709,427	54,900,772	61,498,303
Other purposes	44,931,443	31,588,627	-	-	44,931,443	31,588,627
Unrestricted	112,776,992	43,643,472	31,895,840	26,960,200	144,672,832	70,603,672
Total net position	\$ 602,844,678	\$ 535,331,217	\$ 286,519,791	\$ 260,310,556	\$ 889,364,469	\$ 795,641,773

The City's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$889.4 million at the close of fiscal year 2020 and by \$795.6 million in 2019, providing an overall increase in the City's net position of \$93.7 million. Current and other assets increased by \$139.2 million. This increase is primarily due to the issuance of revenue bonds during the fiscal year. Current and other liabilities increased by \$19.3 million as a result of an increase in accrued interest payable.

The largest portion of the City's net position totaling \$589.6 million (66.3 percent of total net position) reflects its net investment in capital assets (e.g., land and improvements, buildings, furniture, equipment, vehicles, artwork, and infrastructure), less any related outstanding debt that was used to acquire those assets. The City uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources to repay this debt must be provided from other resources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position totaling \$155.1 million (17.4 percent of total net position) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$144.7 million (16.3 percent of total net position) is unrestricted and may be used to meet the City's ongoing obligations to its citizens and creditors.

At the end of fiscal year 2020, the City reported positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.



Governmental Activities

During the current fiscal year, the net position for governmental activities increased \$67.5 million from the prior fiscal year for an ending balance of \$602.9 million. The City's sales tax revenue increased \$24.8 million due to increased construction activity and population growth. Charges for services increased by \$3.7 million as a result of the continued increase in commercial and residential development within the City.

Business-type Activities

The City business-type activities reported an increase of \$26.2 million in net position bringing the total net position to \$286.5 million. Charges for services revenue increased by \$18.0 million due to an increase in water and wastewater usage and construction related development impact fees.

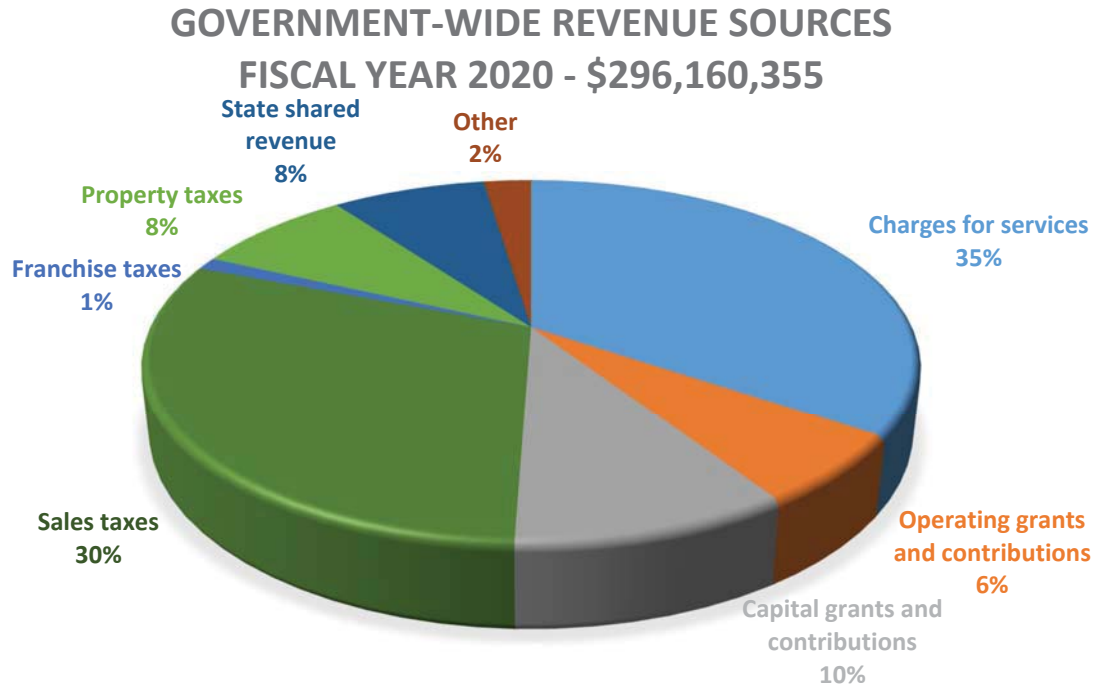
Changes in Net Position

The following table compares the revenues and expenses for the current and previous fiscal year:

Table 2 **Changes in Net Position**

	Governmental Activities		Business-type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
Revenues:						
Program revenues:						
Charges for services	\$ 33,458,896	\$ 29,742,658	\$ 68,712,257	\$ 50,717,046	\$ 102,171,153	\$ 80,459,704
Operating grants and contributions	18,571,098	9,809,818	-	-	18,571,098	9,809,818
Capital grants and contributions	23,253,699	21,231,123	5,765,107	12,962,807	29,018,806	34,193,930
General revenues:						
Sales taxes	89,722,744	64,940,363	-	-	89,722,744	64,940,363
Franchise taxes	3,207,164	3,274,113	-	-	3,207,164	3,274,113
Property taxes	23,673,696	22,099,698	-	-	23,673,696	22,099,698
State shared revenue	22,785,856	21,244,412	-	-	22,785,856	21,244,412
Investment earnings	4,412,256	4,661,685	1,800,177	1,595,877	6,212,433	6,257,562
Miscellaneous	797,405	934,949	-	40,902	797,405	975,851
Total revenues	<u>219,882,814</u>	<u>177,938,819</u>	<u>76,277,541</u>	<u>65,316,632</u>	<u>296,160,355</u>	<u>243,255,451</u>
Expenses:						
General government	26,604,672	23,478,993	-	-	26,604,672	23,478,993
Public safety	59,271,160	52,241,594	-	-	59,271,160	52,241,594
Highways and streets	21,599,888	21,330,274	-	-	21,599,888	21,330,274
Public works	10,177,808	7,972,935	-	-	10,177,808	7,972,935
Culture and recreation	18,739,373	19,083,232	-	-	18,739,373	19,083,232
Development services	10,466,142	8,380,985	-	-	10,466,142	8,380,985
Interest on long-term debt	9,009,554	8,797,275	-	-	9,009,554	8,797,275
Water and wastewater	-	-	40,540,282	31,493,180	40,540,282	31,493,180
Sanitation	-	-	6,028,780	6,681,134	6,028,780	6,681,134
Total expenses	<u>155,868,597</u>	<u>141,285,288</u>	<u>46,569,062</u>	<u>38,174,314</u>	<u>202,437,659</u>	<u>179,459,602</u>
Changes in net position before Transfers	<u>64,014,217</u>	<u>36,653,531</u>	<u>29,708,479</u>	<u>27,142,318</u>	<u>93,722,696</u>	<u>63,795,849</u>
Transfers	<u>3,499,244</u>	<u>3,700,000</u>	<u>(3,499,244)</u>	<u>(3,700,000)</u>	<u>-</u>	<u>-</u>
Changes in net position	<u>67,513,461</u>	<u>40,353,531</u>	<u>26,209,235</u>	<u>23,442,318</u>	<u>93,722,696</u>	<u>63,795,849</u>
Net position, beginning	535,331,217	498,890,455	260,310,556	236,868,238	795,641,773	735,758,693
Net effect of prior period adjustments	-	(3,912,769)	-	-	-	(3,912,769)
Net position, beginning restated	<u>535,331,217</u>	<u>494,977,686</u>	<u>260,310,556</u>	<u>236,868,238</u>	<u>795,641,773</u>	<u>731,845,924</u>
Net position, ending	<u>\$ 602,844,678</u>	<u>\$ 535,331,217</u>	<u>\$ 286,519,791</u>	<u>\$ 260,310,556</u>	<u>\$ 889,364,469</u>	<u>\$ 795,641,773</u>

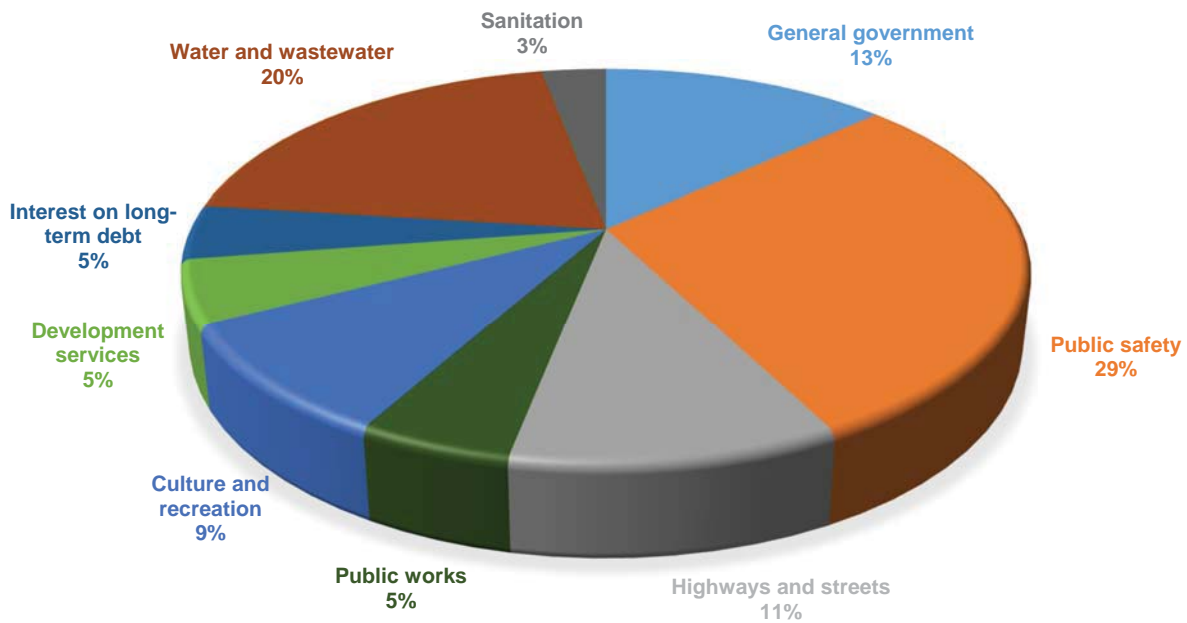
The pie chart below is a depiction of government-wide revenue sources. Governmental activities accounts for 74 percent of total revenues, while business activities account for 26 percent of total revenues. Charges for services are the largest source of City revenue at 35 percent which is a 27 percent increase from the previous fiscal year due to increased water and wastewater rates and an increase in the usage of those service and fees related to development. The second largest source of City revenue are sales taxes at 30 percent of total revenue, which increased 38 percent over the previous fiscal year due to an increase in taxable sales as a result of population growth and local construction activity.



The reported expenses for fiscal year 2020 increased by \$23.0 million (12.8% percent) over the prior year. As seen in the following pie chart for government-wide functional expenses, governmental activities account for 77 percent of total functional expenses, while business-type activities account for 23 percent of total functional expenses. The line items that experienced notable changes were:

- Water and wastewater expenses account for 20 percent of the total government-wide expenses, an increase of \$9.0 million, 28.7 percent above the prior year. The increase is primarily due to increased capital expenditures including the purchase of land associated with a new surface water treatment plant.
- Public safety expenses account for 29 percent of the total government-wide expenses, an increase of \$7.0 million, a 13.5 percent increase from the prior year. The increase is primarily due to the construction of two new fire stations.
- Development services expenses account for 5 percent of the total government-wide expenses, an increase of \$2.1 million or 24.9% from the prior year. The increase is attributed to that additional staffing costs needed to keep pace with construction activity.

GOVERNMENT-WIDE FUNCTIONAL EXPENSES FISCAL YEAR 2020 - \$202,437,659



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City maintains fund accounting to demonstrate compliance with budgetary and legal requirements. The following is a brief discussion of financial highlights from the fund financial statements.

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. All major governmental funds are discreetly presented on these financial statements, while non-major funds are combined into a single column.

At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$227.0 million, an increase of 22.4 percent from the previous year. The increase in fund balance is due to sales tax and development impact fee collections. Revenues increased by \$46.8 million and expenditures increased by \$24.9 million. Approximately 7.7 percent of the fund balance (\$17.5 million) constitutes unassigned fund balance, which is available for spending at the City's discretion. The remainder of the fund balance is either non-spendable, restricted, committed or assigned to indicate that it is 1) not in spendable form (\$2.8 million), 2) restricted for particular purposes (\$106.1 million), 3) committed for particular purposes (\$3.0 million) or 4) assigned for particular purposes (\$97.4 million).

Revenues for governmental functions overall totaled \$209.9 million in the fiscal year ended June 30, 2020, which represents an increase of \$46.8 million (29 percent) from the prior fiscal year. The most significant reasons for this change is due to an increase in sales tax revenues, building permits, and intergovernmental revenues as a result of the Coronavirus Aid, Relief, and Economic Security (CARES) act funding.

The expenditures for governmental functions totaled \$172.7 million, an increase of \$24.9 million (16.8 percent) from the prior year. The increase can be attributed to the capital outlay expenses that increased by \$23.5 million over the prior year amount. Debt service related expenses decreased by \$4.1 million due to recent debt refunding and completion of payments.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$18.0 million, while total fund balance increased to \$124.6 million. As a measure of the general funds solvency, it may be useful to compare both unassigned fund balance and total fund balance to general fund expenditures. The unassigned fund balance represents approximately 16.6 percent of general fund expenditures, while total fund balance represents approximately 114.8 percent of general fund expenditures.

The fund balance of the City's general fund increased by \$31.8 million in the current fiscal year due primarily to growth in sales tax, intergovernmental, and construction related permits and fees.

The fund balance of the non-utility development impact fee capital projects fund increased by \$13.4 million due to the increased construction activity throughout the city.

The fund balance of the general obligation capital projects fund decreased by \$3.5 million due the expenditure of funds on two fire stations and recreation campus.

The fund balances of the McDowell road commercial corridor ID debt service fund and Community Facilities Districts Debt Service remained consistent with the prior fiscal year.

Proprietary Funds

The proprietary fund financial statements are prepared on the same accounting basis and measurement focus as the government-wide financial statements, but provide additional detail since each major enterprise fund is shown discretely.

The proprietary funds net position totals \$286.5 million, resulting from an increase of \$26.2 million from the previous fiscal year. The water and wastewater fund had an increase in net position of \$24.8 million, which is due to an increase in charges for services for construction related development impact fees. The sanitation fund had an increase in net position of \$1.4 million due to a change in vendor for contracted services that resulted in a decrease in expenditures.

BUDGETARY HIGHLIGHTS

The City's annual budget is the legally adopted expenditure control document of the City. The schedules filed with the Auditor General's office list the original budget adopted for the prior year, estimated expenditures through the end of the fiscal year and the adopted current year's budget. Budgetary comparison schedules are required for the General Fund, all major funds, non-major funds and enterprise funds. The General Fund budgetary comparison schedule can be found in the Required Supplementary Information section. The other budgetary comparison schedules can be found in the Other Supplementary Information section.

During fiscal year 2020, the development services budget was increased by \$1.3 million due to the increase in construction activity within the city. This was offset by an increase in building permits and other construction related revenues. During the fiscal year there were two General Fund categories that came in significantly below budget as shown below. Both are related to capital projects that are underway and will continue into next fiscal year.

	Budgeted Expenditures	Actual Expenditures	Difference
Capital outlay	\$ 39,732,500	\$ 19,506,028	\$ 20,226,472
Transfers out	18,438,100	16,650,993	1,787,107

General Fund actual inflows (revenues and other financing sources) of \$156.7 million, was more than budgeted inflows of \$115.2 million due to construction sales tax and development related revenues, while expenditures and other financing uses of \$124.9 million was 68 percent of final budgeted outflows of \$184.8 million as a result of unspent capital outlay, budgeted transfers out that were not necessary and \$21.6 million in budgeted contingency that remained untouched throughout the fiscal year.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets (net of accumulated depreciation) for its governmental and business-type activities as of June 30, 2020 amounts to \$1,019.9 million. Capital assets include land and improvements, artwork, construction in progress, right of way, water rights, streetscape, infrastructure, buildings and improvements and vehicles, furniture and equipment. In total, there was an increase of \$67.3 million from the prior year.

Table 4 Capital Assets

	Governmental Activities		Business-type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
Land and improvements	\$ 32,444,037	\$ 32,820,279	\$ 8,155,895	\$ 7,770,072	\$ 40,599,932	\$ 40,590,351
Artwork	307,115	276,115	146,978	146,978	454,093	423,093
Construction in progress	29,258,931	4,940,832	90,170,997	34,981,208	119,429,928	39,922,040
Right of way	90,844,947	90,844,947	-	-	90,844,947	90,844,947
Water rights	-	-	18,688,396	18,272,804	18,688,396	18,272,804
Streetscape	9,061,008	9,061,008	-	-	9,061,008	9,061,008
Infrastructure	265,336,176	270,718,263	164,315,489	162,770,700	429,651,665	433,488,963
Building and improvements	198,166,701	206,659,262	85,580,682	88,602,052	283,747,383	295,261,314
Vehicles, furniture and equipment	20,483,180	18,493,827	6,894,589	6,172,996	27,377,769	24,666,823
Total	\$ 645,902,095	\$ 633,814,533	\$ 373,953,026	\$ 318,716,810	\$ 1,019,855,121	\$ 952,531,343

The change in governmental capital assets is due to an increase in accumulated depreciation which was offset by construction in progress of two fire stations and a recreation campus. The change in business-type capital assets is the result of the increase in various water and wastewater capital projects including a new surface water treatment plant.

Additional information on the City's capital assets can be found in Note 4.

Debt Administration

At the end of the current fiscal year, the City had total long-term debt outstanding of \$448.9 million. Of this amount \$102.6 million is general obligation bonds backed by the full faith and credit of the City, \$82.5 million is Community Facilities Districts bonds which are paid by the property owners within those districts, \$261.1 million of revenue bonds which are payable from user fees, assessments, and general fund revenues and \$2.8 million loan payable to Water Infrastructure Finance Authority of Arizona (WIFA) which is payable from user fees. The following schedule shows the outstanding debt obligation as of June 30, 2020 and 2019:

	Governmental Activities		Business-type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
General obligation bonds	\$ 59,297,867	\$ 64,022,751	\$ 43,307,133	\$ 48,957,246	\$ 102,605,000	\$ 112,979,997
Community facilities districts bonds	82,488,000	87,655,298	-	-	82,488,000	87,655,298
Loan payable	-	-	2,772,195	3,050,815	2,772,195	3,050,815
Revenue bonds	119,833,776	129,286,526	141,220,000	37,175,000	261,053,776	166,461,526
Total	\$ 261,619,643	\$ 280,964,575	\$ 187,299,328	\$ 89,183,061	\$ 448,918,971	\$ 370,147,636

The State constitution limits the amount of general obligation debt a city may issue to six percent of its total assessed valuation. The current six percent debt limitation for the City is \$71.0 million. In addition, the State constitution limit allows a city to issue an additional 20 percent of its total assessed valuation for water, wastewater, lights, transportation, public safety, open space preserves, parks, playgrounds and recreational facilities. The current 20 percent debt limitation for the City is \$236.7 million. The City has \$102.6 million of outstanding general obligation debt of which all is subject to the 20 percent limit.

During the year, the City maintained the following bond ratings:

Bonded Debt Ratings
As of June 30, 2020

Type of Debt	Moody's Investors Service	Standard & Poor's
General Obligation	Aa1	AA
Water & Wastewater (Revenue)	Aa3	A+
Public Improvement Corporation	Aa2	A
Improvement District Bonds	Aa2	AA-

Additional information on the City's long-term debt can be found in Notes 5 through 9.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The two key economic factors for the City of Goodyear are local growth in the form construction activity and the impacts of the coronavirus and the efforts to contain its spread. Fiscal year 2020 saw a 38% increase in city sales taxes and a 27% increase in charges for services from the prior year. Much of this was fueled by increased construction sales tax and development impact fee collections attributable to construction activity within the City. In April, a stay at home order was enacted within Arizona to curb the spread of the coronavirus. Impacts within specific categories of sales tax were soon apparent. The long term effects on the economy, though, are not fully known at this point.

The unemployment rate for Goodyear for June 2020 was 9.3 percent, which is lower than the state rate of 10.0 percent and the national rate of 11.1 percent. This spike in unemployment rates in Goodyear, the state of Arizona, and the United States as a whole are attributed to the coronavirus outbreak and the limits imposed by municipal, state, and federal governments. Arizona cities remain dependent on sales taxes and other economically sensitive tax revenues and are susceptible to slowdowns in the economy. While unemployment is not a leading economic indicator, the state of the economy will likely coincide with current unemployment rates.

As the fiscal year 2021 budget was prepared, there was little information on the real impacts to local sales taxes and state-shared sales, gas, and vehicle taxes that are driven by consumer and business spending and miles driven. Revenue projections that support the budget were prepared with no local data on the impacts of the state's stay at home order or federal stimulus efforts. City revenues are projected to drop in the areas of sales taxes and state-shared revenues significantly for the first two months and then begin a slow climb throughout fiscal year 2021. The sharpest declines are anticipated in the areas of sales tax collections from restaurants and bars, amusement, and hotels and moderate declines are expected in retail sales tax. However, given the housing projects underway, population growth, and economic development related activity, a slowdown in development activity is not anticipated. Capital improvements will continue based on water and wastewater revenue bonds issued in the spring of 2020 and continued growth within the City resulting in strong construction related sales tax and development impact fee collections. The budget was adopted with a higher level of contingencies that could be utilized, with City Council approval, if the economy performs better than expected.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the resources it receives. A copy of the City's Comprehensive Annual Financial Report is available on-line at www.goodyearaz.gov/cafr. If you have questions about this report or need additional information, contact the City of Goodyear, 190 N. Litchfield Road, by mail at P.O. Box 5100, Goodyear, Arizona 85338 or by email at gyfinance@goodyearaz.gov.



BASIC FINANCIAL STATEMENTS



GOVERNMENT-WIDE FINANCIAL STATEMENTS



CITY OF GOODYEAR, ARIZONA
Statement of Net Position
June 30, 2020

	Governmental Activities	Business-type Activities	Total
Assets			
Cash and cash equivalents	\$ 148,379,541	\$ 39,107,969	\$ 187,487,510
Investments	96,651,514	3,012,729	99,664,243
Receivables (net of allowance)	62,905,347	10,967,777	73,873,124
Inventory	708,128	462,144	1,170,272
Prepaid items/deposits	2,210,668	-	2,210,668
Net pension/OPEB asset	296,882	11,055	307,937
Temporarily restricted assets:			
Cash and cash equivalents	10,365,603	82,480,018	92,845,621
Notes receivable	1,675,250	-	1,675,250
Capital assets (net of accumulated depreciation):			
Land	30,197,312	8,155,895	38,353,207
Artwork	307,115	146,978	454,093
Right of way	90,844,947	-	90,844,947
Streetscape	9,061,008	-	9,061,008
Construction in progress	29,258,931	90,170,997	119,429,928
Buildings	198,166,701	85,580,682	283,747,383
Infrastructure	265,336,176	164,315,489	429,651,665
Land improvements	2,246,725	-	2,246,725
Vehicles, furniture, and equipment	20,483,180	6,894,589	27,377,769
Water rights	-	18,688,396	18,688,396
Total assets	<u>969,095,028</u>	<u>509,994,718</u>	<u>1,479,089,746</u>
Deferred Outflows of Resources			
Deferred outflows related to pensions/OPEB	23,698,579	902,601	24,601,180
Deferred charge on refunding	6,179,220	3,177,006	9,356,226
Total deferred outflows	<u>29,877,799</u>	<u>4,079,607</u>	<u>33,957,406</u>
Liabilities			
Accounts payable and other current liabilities	20,596,739	14,047,101	34,643,840
Interest payable	1,188,451	-	1,188,451
Deposits	16,430,089	1,652,543	18,082,632
Unearned revenues	643,873	-	643,873
Noncurrent liabilities:			
Due within one year	22,374,837	5,502,054	27,876,891
Due in more than one year	260,613,155	200,064,767	460,677,922
Net pension and OPEB liability	67,419,114	5,717,115	73,136,229
Total liabilities	<u>389,266,258</u>	<u>226,983,580</u>	<u>616,249,838</u>
Deferred Inflows of Resources			
Deferred inflows related to pensions/OPEB	6,861,891	570,395	7,432,286
Unavailable revenue - other	-	559	559
Total deferred inflows	<u>6,861,891</u>	<u>570,954</u>	<u>7,432,845</u>
Net Position			
Net investment in capital assets	334,972,021	254,623,951	589,595,972
Restricted for:			
Charter mandates	4,813,576	-	4,813,576
Capital projects	40,471,387	-	40,471,387
Community facilities	9,978,487	-	9,978,487
Debt service	54,900,772	-	54,900,772
Other purposes	44,931,443	-	44,931,443
Unrestricted	112,776,992	31,895,840	144,672,832
Total net position	<u>\$ 602,844,678</u>	<u>\$ 286,519,791</u>	<u>\$ 889,364,469</u>

The accompanying notes are an integral part of the financial statements.

CITY OF GOODYEAR, ARIZONA
Statement of Activities
For the Year Ended June 30, 2020

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions
Governmental activities:				
General government	\$ 26,604,672	\$ 3,509,152	\$ 1,376,578	\$ 1,069,464
Public safety	59,271,160	7,243,340	9,513,182	8,767,107
Highways and streets	21,599,888	440,190	5,957,240	2,490,221
Public works	10,177,808	583,405	-	52,560
Culture and recreation	18,739,373	2,916,950	-	3,298,714
Development services	10,466,142	18,765,859	-	7,575,633
Interest on long-term debt	9,009,554	-	1,724,098	-
Total governmental activities	<u>155,868,597</u>	<u>33,458,896</u>	<u>18,571,098</u>	<u>23,253,699</u>
Business-type activities:				
Water and wastewater	40,540,282	60,392,907	-	5,765,107
Sanitation	6,028,780	8,319,350	-	-
Total business-type activities	<u>46,569,062</u>	<u>68,712,257</u>	<u>-</u>	<u>5,765,107</u>
Total primary government	<u>\$ 202,437,659</u>	<u>\$ 102,171,153</u>	<u>\$ 18,571,098</u>	<u>\$ 29,018,806</u>

General Revenues:
Taxes:
 City sales tax
 Franchise tax
 Property tax
Auto lieu tax (unrestricted)
State sales tax (unrestricted)
Urban revenue sharing (unrestricted)
Unrestricted investment earnings
Other
Transfers
 Total general revenues & transfers
Change in net position
Net position - beginning
Net position - ending

The accompanying notes are an integral part of the financial statements.

Net (Expense) Revenue and Changes in Net Position

Governmental Activities	Business-type Activities	Total
\$ (20,649,478)	\$ -	\$ (20,649,478)
(33,747,531)	-	(33,747,531)
(12,712,237)	-	(12,712,237)
(9,541,843)	-	(9,541,843)
(12,523,709)	-	(12,523,709)
15,875,350	-	15,875,350
(7,285,456)	-	(7,285,456)
<u>(80,584,904)</u>	<u>-</u>	<u>(80,584,904)</u>
-	25,617,732	25,617,732
-	<u>2,290,570</u>	<u>2,290,570</u>
-	<u>27,908,302</u>	<u>27,908,302</u>
89,722,744	-	89,722,744
3,207,164	-	3,207,164
23,673,696	-	23,673,696
3,515,873	-	3,515,873
8,558,218	-	8,558,218
10,711,765	-	10,711,765
4,412,256	1,800,177	6,212,433
797,405	-	797,405
<u>3,499,244</u>	<u>(3,499,244)</u>	<u>-</u>
<u>148,098,365</u>	<u>(1,699,067)</u>	<u>146,399,298</u>
67,513,461	26,209,235	93,722,696
<u>535,331,217</u>	<u>260,310,556</u>	<u>795,641,773</u>
<u>\$ 602,844,678</u>	<u>\$ 286,519,791</u>	<u>\$ 889,364,469</u>

The accompanying notes are an integral part of the financial statements.



FUND FINANCIAL STATEMENTS

CITY OF GOODYEAR, ARIZONA
Balance Sheet
Governmental Funds
June 30, 2020

	General	Non-Utility Development Impact Fees Capital Projects	GO Bonds Capital Projects
ASSETS			
Cash and cash equivalents	\$ 58,298,837	\$ 36,895,610	\$ 36,159,760
Investments	76,858,999	7,020,621	10,474,539
Receivables:			
Taxes	10,888,385	-	-
Interest	91,245	110,376	92,542
Other	1,660,149	-	-
Assessments	-	-	-
Intergovernmental	-	-	-
Due from other funds	464,197	-	-
Inventories	210,154	-	-
Prepaid items	2,134,415	-	-
Notes receivable	1,675,250	-	-
Restricted cash and investments	-	-	-
Total assets	<u>\$ 152,281,631</u>	<u>\$ 44,026,607</u>	<u>\$ 46,726,841</u>
LIABILITIES			
Accounts payable	\$ 6,214,711	\$ 361,348	\$ 6,255,454
Accrued wages and benefits	2,305,404	-	-
Accrued interest payable	-	-	-
Accrued liabilities	173,393	-	-
Due to other governments	60,420	-	-
Deposits held	15,575,932	663,949	-
Due to other funds	-	-	-
Current bonds payable	-	-	-
Unearned revenue	22,135	-	-
Total liabilities	<u>24,351,995</u>	<u>1,025,297</u>	<u>6,255,454</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue-property taxes	129,245	-	-
Unavailable revenue-special assessments	-	-	-
Unavailable revenue-intergovernmental	-	-	-
Unavailable revenue-other	3,241,229	-	-
Total deferred inflows of resources	<u>3,370,474</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Nonspendable	2,344,569	-	-
Restricted	6,743,709	43,001,310	40,471,387
Committed	-	-	-
Assigned	97,440,832	-	-
Unassigned	18,030,052	-	-
Total fund balances	<u>124,559,162</u>	<u>43,001,310</u>	<u>40,471,387</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 152,281,631</u>	<u>\$ 44,026,607</u>	<u>\$ 46,726,841</u>

The accompanying notes are an integral part of the financial statements.

McDowell Road			
Commercial Corridor ID Debt Service	Community Facilities Districts Debt Service	Non-major Funds	Total Governmental Funds
\$ 229,320	\$ -	\$ 11,876,454	\$ 143,459,981
-	-	2,297,355	96,651,514
-	124,074	117,425	11,129,884
-	-	43,373	337,536
-	50,012	158,188	1,868,349
26,610,000	22,345,351	39,288	48,994,639
-	-	574,939	574,939
-	-	-	464,197
-	-	497,974	708,128
-	-	-	2,134,415
-	-	-	1,675,250
-	10,365,603	-	10,365,603
<u>\$ 26,839,320</u>	<u>\$ 32,885,040</u>	<u>\$ 15,604,996</u>	<u>\$ 318,364,435</u>
\$ -	\$ -	\$ 658,220	\$ 13,489,733
-	-	212,708	2,518,112
-	1,188,451	-	1,188,451
-	-	5,345	178,738
-	27,722	-	88,142
-	-	190,208	16,430,089
-	-	464,197	464,197
-	3,720,316	-	3,720,316
-	-	621,738	643,873
-	4,936,489	2,152,416	38,721,651
-	47,105	108,622	284,972
26,610,000	22,345,351	-	48,955,351
-	-	165,306	165,306
-	-	-	3,241,229
<u>26,610,000</u>	<u>22,392,456</u>	<u>273,928</u>	<u>52,646,858</u>
-	-	497,974	2,842,543
229,320	5,556,095	10,138,493	106,140,314
-	-	3,043,242	3,043,242
-	-	-	97,440,832
-	-	(501,057)	17,528,995
<u>229,320</u>	<u>5,556,095</u>	<u>13,178,652</u>	<u>226,995,926</u>
<u>\$ 26,839,320</u>	<u>\$ 32,885,040</u>	<u>\$ 15,604,996</u>	<u>\$ 318,364,435</u>



CITY OF GOODYEAR, ARIZONA
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2020

Total governmental fund balances	\$	226,995,926
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.</p>		
Governmental capital assets	\$	917,148,869
Less accumulated depreciation		<u>(271,246,774)</u>
		645,902,095
<p>Net OPEB asset is not an available resource and, therefore is not reported in the funds.</p>		
		296,882
<p>Some liabilities, including bonds payable and capital leases, are not due and payable in the current period and therefore are not reported in the funds.</p>		
Bonds payable	\$	(276,637,907)
Deferred charge on refunding		6,179,220
Net pension and OPEB liabilities		(67,419,114)
Compensated absences		<u>(6,350,085)</u>
		(344,227,886)
<p>Some receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.</p>		
Property taxes	\$	284,972
Special assessments		48,955,351
Intergovernmental		165,306
Other		<u>3,241,229</u>
		52,646,858
<p>Internal service funds are used by management to charge costs of certain activities to individual funds. This amount represents the assets and liabilities of the internal service funds reported as governmental activities</p>		
		4,394,115
<p>Deferred outflows and inflows of resources related to pensions and OPEB are applicable to future reporting periods and, therefore, are not reported in the funds.</p>		
Deferred outflows	\$	23,698,579
Deferred inflows		<u>(6,861,891)</u>
		16,836,688
Total net position of governmental activities	<u>\$</u>	<u>602,844,678</u>

The accompanying notes are an integral part of the financial statements.

CITY OF GOODYEAR, ARIZONA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2020

REVENUES	<u>General</u>	<u>Non-Utility Development Impact Fees Capital Projects</u>	<u>GO Bonds Capital Projects</u>
Taxes	\$ 93,451,324	\$ 9,094,240	\$ -
Licenses, permits and fees	18,061,371	-	-
Intergovernmental revenue	33,164,885	-	-
Charges for services	2,144,323	13,629,270	-
Fines and forfeitures	869,101	-	-
Investment income	1,638,715	1,039,636	1,074,076
Special assessments	-	-	-
Contributions	2,049,872	-	2,750,000
Other revenues	1,472,070	-	-
Total revenues	<u>152,851,661</u>	<u>23,763,146</u>	<u>3,824,076</u>
EXPENDITURES			
Current:			
General government	21,008,620	-	-
Public safety	45,278,846	-	-
Highways and streets	139,316	-	-
Public works	4,044,509	-	-
Culture and recreation	8,220,940	-	-
Development services	8,916,314	-	-
Capital outlay	19,508,636	2,475,047	15,785,165
Debt service			
Principal	1,287,750	-	-
Interest and fiscal charges	120,371	-	-
Total expenditures	<u>108,525,302</u>	<u>2,475,047</u>	<u>15,785,165</u>
Excess (deficiency) of revenues over (under) expenditures	<u>44,326,359</u>	<u>21,288,099</u>	<u>(11,961,089)</u>
OTHER FINANCING SOURCES (USES)			
Premium on debt issuance	-	-	-
Sale of assets	291,817	-	-
Transfers out	(16,650,993)	(7,920,390)	(330,356)
Transfers in	3,805,100	-	8,809,493
Total other financing sources (uses)	<u>(12,554,076)</u>	<u>(7,920,390)</u>	<u>8,479,137</u>
Net change in fund balances	31,772,283	13,367,709	(3,481,952)
Fund balances, beginning of year	92,786,879	29,633,601	43,953,339
Fund balances, end of year	<u>\$ 124,559,162</u>	<u>\$ 43,001,310</u>	<u>\$ 40,471,387</u>

The accompanying notes are an integral part of the financial statements.

McDowell Road Commercial Corridor ID Debt Service	Community Facilities Districts Debt Service	Non-major Funds	Total Governmental Funds
\$ -	\$ 6,338,690	\$ 7,505,861	\$ 116,390,115
-	-	-	18,061,371
-	-	6,451,209	39,616,094
-	-	1,577,524	17,351,117
-	-	-	869,101
2,716	87,014	509,758	4,351,915
3,078,079	2,431,229	-	5,509,308
-	67,841	1,379,504	6,247,217
728	-	31,595	1,504,393
<u>3,081,523</u>	<u>8,924,774</u>	<u>17,455,451</u>	<u>209,900,631</u>
-	-	1,819,551	22,828,171
-	-	362,543	45,641,389
-	-	7,260,346	7,399,662
-	-	-	4,044,509
-	-	4,821,713	13,042,653
-	-	-	8,916,314
-	-	2,796,382	40,565,230
2,300,000	5,288,000	10,589,907	19,465,657
<u>844,748</u>	<u>3,482,696</u>	<u>6,370,979</u>	<u>10,818,794</u>
<u>3,144,748</u>	<u>8,770,696</u>	<u>34,021,421</u>	<u>172,722,379</u>
<u>(63,225)</u>	<u>154,078</u>	<u>(16,565,970)</u>	<u>37,178,252</u>
-	-	529,285	529,285
-	-	-	291,817
-	-	-	(24,901,739)
-	-	15,786,390	28,400,983
-	-	16,315,675	4,320,346
<u>(63,225)</u>	<u>154,078</u>	<u>(250,295)</u>	<u>41,498,598</u>
<u>292,545</u>	<u>5,402,017</u>	<u>13,428,947</u>	<u>185,497,328</u>
<u>\$ 229,320</u>	<u>\$ 5,556,095</u>	<u>\$ 13,178,652</u>	<u>\$ 226,995,926</u>



CITY OF GOODYEAR, ARIZONA
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balance of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2020

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

Net change in fund balances - total governmental funds		\$ 41,498,598
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the difference between capital outlay and depreciation in the current period.</p>		
Capital outlay	\$ 32,403,277	
Depreciation expense	<u>(22,838,389)</u>	9,564,888
<p>Disposals and transfers of capital assets are not reported in the governmental funds. The net effect of these transactions decreased net position.</p>		
		32,453
<p>Governmental funds do not report contributions of capital assets as revenue, unless the assets will be held for sale. However, in the statement of activities, the donation of capital assets is reported as revenue.</p>		
		2,490,221
<p>Some revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
Property taxes	\$ 140,212	
Special assessments	(3,919,753)	
Intergovernmental	28,794	
Other	<u>(46,553)</u>	(3,797,300)
<p>The issuance of long-term debt (e.g., bonds, leases) provides current financial resources in the governmental funds but increases long-term liabilities in the statement of net position.</p>		
		(529,285)
<p>Repayment of long-term debt (e.g., bonds, leases) principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.</p>		
Bond principal retirement	\$ 19,465,657	
Amortization of deferred charges	(630,038)	
Amortization of premiums and discounts	<u>2,439,278</u>	21,274,897
<p>Pension and OPEB contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the net pension and OPEB liability is measured a year before the City's report date. Pension and OPEB expense, which is the change in the net pension and OPEB liability adjusted for changes in deferred outflows and inflows of resources related to pensions and OPEB, is reported in the Statement of Activities.</p>		
Pension and OPEB contributions	\$ 8,510,162	
Pension and OPEB expense	<u>(11,794,473)</u>	(3,284,311)
<p>Compensated absences are reported in the statement of activities and do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>		
		(310,537)
<p>The net revenues of certain activities of the internal service fund is reported with governmental activities.</p>		
		<u>573,837</u>
Change in net position of governmental activities		<u>\$ 67,513,461</u>

The accompanying notes are an integral part of the financial statements.

CITY OF GOODYEAR, ARIZONA
Statement of Net Position
Proprietary Funds
June 30, 2020

	Business-type Activities - Enterprise Funds			Governmental
	Water & Wastewater	Sanitation	Totals	Self-Insurance Trust Internal Service Fund
ASSETS				
Current Assets:				
Cash	\$ 35,365,435	\$ 3,742,534	\$ 39,107,969	\$ 4,919,560
Investments	2,232,865	779,864	3,012,729	-
Receivables (net of allowance)	9,738,150	1,008,932	10,747,082	-
Interest receivable	216,327	4,368	220,695	-
Inventories	462,144	-	462,144	-
Prepaid items	-	-	-	76,253
Total current assets	48,014,921	5,535,698	53,550,619	4,995,813
Noncurrent Assets:				
Restricted cash and investments	82,480,018	-	82,480,018	-
Net pension/OPEB asset	9,500	1,555	11,055	-
Land	8,155,895	-	8,155,895	-
Artwork	146,978	-	146,978	-
Construction in progress	90,170,997	-	90,170,997	-
Buildings	115,441,989	150,522	115,592,511	-
Infrastructure	224,561,643	-	224,561,643	-
Vehicles, furniture, and equipment	16,106,635	2,078,262	18,184,897	-
Water rights	21,088,078	-	21,088,078	-
Accumulated depreciation	(102,880,867)	(1,067,106)	(103,947,973)	-
Total noncurrent assets	455,280,866	1,163,233	456,444,099	-
Total Assets	503,295,787	6,698,931	509,994,718	4,995,813
DEFERRED OUTFLOWS OF RESOURCES				
Loss on refunding	3,177,006	-	3,177,006	-
Deferred outflows related to pensions/OPEB	775,617	126,984	902,601	-
Total deferred outflows of resources	3,952,623	126,984	4,079,607	-
LIABILITIES				
Current liabilities:				
Accounts payable	13,407,087	376,125	13,783,212	32,995
Accrued wages and benefits	223,758	40,131	263,889	-
Claims payable	-	-	-	568,703
Customer deposits	1,652,543	-	1,652,543	-
Compensated absences - current portion	206,437	29,738	236,175	-
Loans payable - current portion	284,193	-	284,193	-
Bonds payable - current portion	4,981,686	-	4,981,686	-
Total current liabilities	20,755,704	445,994	21,201,698	601,698
Noncurrent liabilities:				
Compensated absences	286,529	58,018	344,547	-
Net pension/OPEB liability	4,912,826	804,289	5,717,115	-
Loans payable, net of current portion	2,488,001	-	2,488,001	-
Bonds payable, net of current portion	197,232,219	-	197,232,219	-
Total noncurrent liabilities	204,919,575	862,307	205,781,882	-
Total liabilities	225,675,279	1,308,301	226,983,580	601,698
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pensions/OPEB	490,239	80,156	570,395	-
Unavailable revenue-other	559	-	559	-
Total deferred inflows of resources	490,798	80,156	570,954	-
NET POSITION				
Net investment in capital assets	253,462,273	1,161,678	254,623,951	-
Unrestricted	27,620,060	4,275,780	31,895,840	4,394,115
Total net position	\$ 281,082,333	\$ 5,437,458	\$ 286,519,791	\$ 4,394,115

The accompanying notes are an integral part of the financial statements.

CITY OF GOODYEAR, ARIZONA
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2020

	Business-type Activities - Enterprise Funds			Governmental Activities
	Water & Wastewater	Sanitation	Totals	Self-Insurance Trust Internal Service Fund
Operating Revenues				
Charges for services	\$ 60,108,947	\$ 8,316,320	\$ 68,425,267	\$ -
Self insurance premiums	-	-	-	10,702,632
Contributions	200,000	-	200,000	-
Other revenues	83,960	3,030	86,990	202,019
Total operating revenues	<u>60,392,907</u>	<u>8,319,350</u>	<u>68,712,257</u>	<u>10,904,651</u>
Operating Expenses				
Salaries, wages and benefits	5,812,187	1,103,726	6,915,913	-
Cost of sales and services	20,740,600	4,723,161	25,463,761	1,520,405
Claims expense	-	-	-	8,870,750
Depreciation	8,134,195	201,893	8,336,088	-
Total operating expenses	<u>34,686,982</u>	<u>6,028,780</u>	<u>40,715,762</u>	<u>10,391,155</u>
Operating income (loss)	<u>25,705,925</u>	<u>2,290,570</u>	<u>27,996,495</u>	<u>513,496</u>
Non-operating Revenues (Expenses)				
Investment income	1,734,042	66,135	1,800,177	60,341
Interest expense and fiscal charges	(5,853,300)	-	(5,853,300)	-
Total non-operating revenue (expense)	<u>(4,119,258)</u>	<u>66,135</u>	<u>(4,053,123)</u>	<u>60,341</u>
Income (loss) before contributions and transfers	21,586,667	2,356,705	23,943,372	573,837
Capital contributions	5,765,107	-	5,765,107	-
Transfers out	(2,898,100)	(931,500)	(3,829,600)	-
Transfers in	330,356	-	330,356	-
Change in net position	24,784,030	1,425,205	26,209,235	573,837
Total net position, beginning of year	<u>256,298,303</u>	<u>4,012,253</u>	<u>260,310,556</u>	<u>3,820,278</u>
Total net position, end of year	<u>\$ 281,082,333</u>	<u>\$ 5,437,458</u>	<u>\$ 286,519,791</u>	<u>\$ 4,394,115</u>

The accompanying notes are an integral part of the financial statements.

CITY OF GOODYEAR, ARIZONA
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2020

	Water & Wastewater	Sanitation	Totals	Self-Insurance Trust Internal Service Fund
Cash Flows From Operating Activities:				
Cash received from customers	\$ 55,590,501	\$ 8,301,375	\$ 63,891,876	\$ -
Cash received from contributions	-	-	-	10,904,651
Cash paid to suppliers	(16,237,006)	(4,791,561)	(21,028,567)	(1,525,463)
Cash paid to employees	(6,603,489)	(931,899)	(7,535,388)	-
Cash paid for claims	-	-	-	(8,753,662)
Cash flows from operating activities	<u>32,750,006</u>	<u>2,577,915</u>	<u>35,327,921</u>	<u>625,526</u>
Cash Flows From Noncapital				
Financing Activities:				
Transfers	(2,567,744)	(931,500)	(3,499,244)	-
Cash flows from noncapital financing activities	<u>(2,567,744)</u>	<u>(931,500)</u>	<u>(3,499,244)</u>	<u>-</u>
Cash Flows From Capital and Related				
Financing Activities:				
Proceeds from long term debt	156,669,541	-	156,669,541	-
Purchase of capital assets	(54,107,948)	(367,196)	(54,475,144)	-
Proceeds from sale of capital assets	-	17,201	17,201	-
Principal paid on long term debt	(45,443,713)	-	(45,443,713)	-
Interest paid	(6,982,693)	-	(6,982,693)	-
Cash flows from capital and related financing activities	<u>50,135,187</u>	<u>(349,995)</u>	<u>49,785,192</u>	<u>-</u>
Cash Flows From Investing Activities:				
Sale (purchase) of investments	24,924,105	(21,579)	24,902,526	-
Investment income	1,115,389	55,554	1,170,943	60,341
Cash flows from investing activities	<u>26,039,494</u>	<u>33,975</u>	<u>26,073,469</u>	<u>60,341</u>
Net change in cash and cash equivalents	106,356,943	1,330,395	107,687,338	685,867
Cash and cash equivalents, including temporarily restricted cash, beginning of year	11,488,510	2,412,139	13,900,649	4,233,693
Cash and cash equivalents, including temporarily restricted cash, end of year	<u>\$ 117,845,453</u>	<u>\$ 3,742,534</u>	<u>\$ 121,587,987</u>	<u>\$ 4,919,560</u>
Reconciliation of operating income to net cash flows from operating activities:				
Net operating income (loss)	\$ 25,705,925	\$ 2,290,570	\$ 27,996,495	\$ 513,496
Adjustments to reconcile operating income (loss) to net cash flows from operating activities:				
Depreciation/amortization	8,134,195	201,893	8,336,088	-
Pension/OPEB expense	688,487	227,815	916,302	-
Employer pension/OPEB contributions	(458,648)	(75,086)	(533,734)	-
Changes in operating assets and liabilities:				
(Increase) decrease in receivables	(4,800,106)	(14,945)	(4,815,051)	-
(Increase) decrease in prepaid items & deposits	-	-	-	47,898
(Increase) decrease in inventory	250,497	-	250,497	-
Increase (decrease) in payables	4,253,097	(68,400)	4,184,697	64,132
Increase (decrease) in accrued liabilities & deposits	(1,021,141)	19,098	(1,002,043)	-
Increase (decrease) in unearned revenue	(2,300)	(3,030)	(5,330)	-
Net cash flows from operating activities	<u>\$ 32,750,006</u>	<u>\$ 2,577,915</u>	<u>\$ 35,327,921</u>	<u>\$ 625,526</u>
Supplemental Schedule of Non-cash				
Financing and Investing Activities:				
Contributed capital assets	\$ 5,765,107	\$ -	\$ 5,765,107	\$ -
Unrealized gains and losses on investments	\$ (618,653)	\$ (10,581)	\$ (629,234)	\$ -

The accompanying notes are an integral part of the financial statements.

CITY OF GOODYEAR, ARIZONA
Statement of Net Position
Fiduciary Funds
June 30, 2020

	Pension Trust	Agency
<u>Assets</u>		
Cash and cash equivalents	\$ 21,890	\$ 61,569
Mutual funds - equity	392,521	-
Mutual funds - income	121,863	-
Total assets	536,274	\$ 61,569
<u>Liabilities</u>		
Deposits held for others	-	\$ 61,569
Total liabilities	-	\$ 61,569
<u>Net Position</u>		
Net position restricted for pensions	\$ 536,274	

The accompanying notes are an integral part of the financial statements.

CITY OF GOODYEAR, ARIZONA
Statement of Changes in Net Position
Fiduciary Funds
For the Year Ended June 30, 2020

	<u>Pension Trust</u>
<u>Additions</u>	
Investment Income	\$ 36,006
Total assets	<u>36,006</u>
<u>Deductions</u>	
Benefits	<u>9,395</u>
Total liabilities	9,395
Changes in net position	<u>26,611</u>
Net position, beginning of year	509,663
Net position, end of year	<u><u>\$ 536,274</u></u>

The accompanying notes are an integral part of the financial statements.

Notes to the Financial Statements

The notes to the basic financial statements include a summary of significant accounting policies and other disclosures considered necessary for a clear understanding of the accompanying financial statements.

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NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Goodyear, Arizona (City) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. Reporting Entity

The City is a municipal entity governed by an elected mayor and six-member governing council (council). As required by accounting principles generally accepted in the United States of America, these financial statements present the City and its blended component units, entities for which the City is considered financially accountable. In accordance with GASB Statement No. 14, and as amended by GASB Statement No. 61, the component units discussed below have been included in the City's reporting entity because of the significance of their operational or financial relationship with the city.

The financial reporting entity consists of a primary government, and its component units. The City is a primary government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, component units are combined with the City for financial statement presentation purposes, and are not included in any other governmental reporting entity. Consequently, the City's financial statements include the funds of those organizational entities for which its elected governing body is financially accountable.

Blended Component Units - Community Facilities Districts were formed for the purpose of acquiring and improving public infrastructure in specified land areas. As special purpose districts and separate political subdivisions under the Arizona Constitution, the Districts can levy taxes and issue bonds independently of the City. Property owners in the designated areas are assessed for District taxes and thus for the cost of operating the Districts. The City Council serves as the Board of Directors; however, the City has no liability for the Districts' debt. Although it is legally separate from the City, the Districts are reported as if it is part of the primary government because the District's governing body is substantively the same as the governing body of the City and management of the City has operational responsibility for the Districts. The following are the community facilities districts currently operating in the City of Goodyear.

- Goodyear Community Facilities General District No. 1
- Goodyear Community Facilities Utilities District No. 1
- Wildflower Ranch Community Facilities District No. 1
- Wildflower Ranch Community Facilities District No. 2
- Estrella Mountain Ranch Community Facilities District
- Cottonflower Community Facilities District
- Centerra Community Facilities District
- Cortina Community Facilities District
- Palm Valley Community Facilities District No. 3
- King Ranch Community Facilities District

Complete financial statements of the individual component units may be obtained at the entities' administrative offices or online at www.goodyearaz.gov/cfd.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) present financial information about the City as a whole. Generally, the effect of interfund activity has been removed from the government-wide financial statements. Net interfund activity and balances between the governmental activities and the business-type activities are shown in the government-wide financial statements. The "doubling up" effect of internal service fund activity has been removed from the government-wide statements with the expenses shown in the various functions on the Statement of Activities. These statements are to distinguish between the governmental and business-type activities of the City. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes, state-shared revenues, investment income and other items not included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Fund Balances – Governmental Funds

As of June 30, 2020, fund balances of the governmental funds are classified as follows:

Nonspendable - amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted - amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed - amounts that can be used only for specific purposes determined by a formal action of City Council. City Council is the highest level of decision-making authority for the City. Commitments may be established, modified, or rescinded only through resolutions approved by City Council.

Assigned - amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the City's adopted policy, the City appropriates funding for information technology (IT) replacement, fleet replacement, risk management, police and fire equipment, parks and traffic signal asset management reserves. In addition, amounts encumbered related to projects that carry over into the next fiscal year are reported as assigned. The accumulated appropriations for these purposes which have not been spent are reflected as assigned fund balances. Only City Council or the City's Finance Director may assign amounts for specific purposes.

Unassigned - includes all spendable amounts not contained in the other classifications. The General Fund is the only fund that can report a positive unassigned fund balance. In other governmental funds, other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

The General Fund has Unassigned Funds consisting of a contingency reserve in the amount of \$15.8 million which includes the \$4.8 million of charter mandates. These charter mandates are Restricted Funds. The contingency reserve is used to set aside resources to cover unanticipated deficits or revenue reductions that may be caused by adverse economic conditions or public emergency. The amount of the contingency reserve is equal to or greater than 15 percent of fiscal year 2020 on-going revenues.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

When an expenditure is incurred for purposes for which both restricted and unassigned fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless City Council or the City's Finance Director has provided otherwise in its commitment or assignment actions.

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-wide Financial Statements - The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the grantor or provider have been met. As a general rule, the effect on internal activity has been eliminated from the government-wide financial statements.

Fund Financial Statements - Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures are generally recognized when the related fund liability is incurred, as under accrual accounting. However, debt services expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales taxes, franchise taxes, licenses and permits, charges for service, special assessments and investment income associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Grants and similar awards are recognized as revenues as soon as all eligibility requirements imposed by the grantor or provider have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

General Fund - This fund is the general operating fund of the City. It accounts for all financial resources of the City, except those either required to be accounted for in other funds or when the city determines there is an operational advantage to do so.

Non Utility Development Impact Fees Capital Projects - This fund accounts for the capital projects funded with development impact fees.

GO Bond Capital Projects Fund - This fund accounts for the capital projects financed by the GO bond debt.

McDowell Road Commercial Corridor Improvement District Debt Service Fund - This fund accounts for the debt portion of the McDowell Road Improvement District.

Community Facilities Districts - Debt Service Fund - This fund accounts for the debt portion of the City's Community Facilities Districts, which are component units that provide general infrastructure and capital assets for the property within each District's boundaries.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City reports the following major proprietary funds:

Water and Wastewater Fund - This fund accounts for the City's water and wastewater utility operations, including the utility development impact fees.

Sanitation Fund - This fund is used to account for the activities of the City's sanitation operations.

Internal Service Fund – This fund is used to account for self-insurance for employee benefits. The Internal service fund activities are reported as governmental activities on the government-wide statements.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds are charges to customers for water, wastewater, and sanitation services. Operating expenses for these funds include the administrative expenses, cost of sales and services, and depreciation. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Pension Trust Fund – This fund is used to account for the Goodyear Volunteer and Reserve Firefighter Retirement Trust Plan Fund, a defined contribution plan for which the assets are held by the City in a trustee capacity. The Pension Trust Fund is reported using the accrual basis of accounting.

Agency Funds – The City holds these assets as an agent for individuals, private organizations or others in a temporary custodial capacity. The City currently maintains four agency funds. The four funds account for monies donated by individuals for the GAIN, Fill-A-Need, Shop With A Cop, and Arizona in Action activities.

Fiduciary funds account for assets held by the City in a trustee or agency capacity on behalf of others. The reporting focus is upon net position and changes in net position and employs accounting principles similar to proprietary funds. Fiduciary funds are not included in the government-wide financial statements considering they are not assets of the City available to support City programs.

The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. The City's non-major funds are as follows:

Special Revenue Funds

Highway User Revenue Fund (HURF)

Community Facilities Districts

Grants Fund

Ballpark Fund

Debt Service Fund

Debt Service Fund

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

E. Cash and Cash Equivalents

Cash represents amounts in demand deposits and amounts held in trust by financial institutions. The funds held in trust are available to the City upon demand. The City considers short-term investments (including restricted assets) in the State of Arizona investment pool, mutual fund-money market, U.S. Treasury bills and notes with maturities of three months or less at acquisition date to be cash equivalents.

F. Investments

Goodyear maintains investment accounts for funds that are not legally required to be maintained separately. Each fund's equity in investments represents that fund's position in the consolidated accounts and determines that fund's allocation of interest earned. Arizona Revised Statutes regulate the investment of surplus cash. Goodyear limits its investments to U.S. government securities, certificates of deposit, bonds, repurchase agreements, corporate notes, commercial paper, and money market accounts. Investments are stated at fair value based on quoted market prices and cash equivalents are stated at amortized cost.

G. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of inter-fund loans) or "advances to/from other funds" (i.e., the non-current portion of the inter-fund loans).

All trade and property tax receivables are shown net of allowance for uncollectibles. Trade accounts receivable in excess of 180 days comprise the trade accounts receivables allowance for uncollectibles.

Property taxes are levied by the City and collected by the Maricopa County Treasurer. Property taxes are levied no later than the third Monday of August and are payable in two installments due October 1 of the current year and March 1 of the subsequent year. Taxes become delinquent after the first business day of November and May, respectively. Interest attaches on installments after the delinquent date. A lien attaches to the property on the first day of January preceding the assessment and levy of taxes. Delinquent amounts bear interest at the rate of 16 percent. Maricopa County, at no charge to the taxing entities, bills and collects all property taxes. Public auctions of properties which have delinquent real estate taxes are held in February.

H. Inventory

Inventories are valued at average cost using the first-in, first-out (FIFO) flow method. Inventory, which consists of expendable supplies and vehicle repair parts, is recorded as an expenditure at the time individual inventory items are consumed rather than when purchased.

I. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures when consumed rather than when purchased.

J. Restricted Assets

Certain proceeds of the City's bonds, as well as certain resources set aside for their repayment, are classified as restricted cash and cash equivalents on the government-wide Statement of Net Position, the Balance Sheet and Proprietary Statement of Net Position because their use is limited by applicable bond covenants

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

K. Capital Assets

Capital assets, which include land, land improvements, artwork, right of way, streetscape, buildings and improvements, vehicles, machinery, equipment, construction in progress, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of \$5,000 or more and an estimated useful life of more than one year. Capital assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Major outlays for capital assets and improvements are capitalized as projects as they are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Certain capital assets of the City are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Infrastructure	20-65
Land Improvements	15
Buildings and Improvements	7-50
Vehicles, Furniture and Equipment	3-20
Water Rights	100

The City has a collection of artwork presented both in buildings and public outdoor spaces. The true value of the art is expected to either be maintained at cost or appreciate over time, and thus, the art is not depreciated. If individual pieces are lost or destroyed, the loss is recorded.

L. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government only has two items that qualify for reporting in this category. It is the deferred loss on refunding 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 sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government only has two items that qualify for reporting in this category. It is unavailable revenue, which arises only under a modified accrual basis of accounting, and deferred inflow related to pensions and OPEB.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

M. Compensated Absences

The City's employee vacation and sick leave policies provide for granting vacation and sick leave with pay. Sick leave and vacation benefits vest at the employee's current rate of pay. The current and long-term liabilities for accumulated vacation and sick leave are reported on the government-wide financial statements and in the proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee leave, resignation and retirements. Resources from the General Fund are generally used to liquidate the governmental funds liabilities for compensated absences.

N. Long-term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities on the statement of net position. Bond premiums and discounts are amortized over the life of the bonds using the straight-line method. Deferred amounts on refunding result from the difference between the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

O. Inter-fund Activity

Flows of cash from one fund to another without a requirement for repayment are reported as inter-fund transfers. Inter-fund transfers between governmental funds are eliminated in the Statement of Activities. Inter-fund services provided and used are not eliminated in the process of consolidation. Inter-fund transfers in the fund statements are reported as other financing sources/uses in governmental funds and fall below the non-operating revenues/expenses in the proprietary funds.

P. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Q. Budgetary Data

According to the laws of the State of Arizona, all operating budgets must be approved by their governing board on or before the second Monday in August to allow sufficient time for legal announcements and hearings required for the adoption of the property tax levy on the third Monday in August.

In April, the proposed budget for the following fiscal year is presented by the City Manager to the City Council. The budget includes proposed expenditures and the means of financing them. A public meeting is held to obtain citizen comment.

Prior to June 30, the City Council legally enacts the budget, through the passage of an ordinance. The ordinance sets the limit for expenditures for the year, within the voter mandated state expenditure limitation. Additional expenditures may be authorized if directly necessitated by a natural or man-made disaster as prescribed in the state constitution. There were no supplemental appropriations made during fiscal year 2020.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The maximum legal expenditure permitted for the year is the total budget as adopted. All funds of the City have legally adopted budgets. The initial budget for the fiscal year may be amended during the year in a legally permissible manner. The City adopts the budget by major program area for the General Fund and by fund for all others.

In practice, the City Council approves all budget transfers that cross appropriation lines on a monthly basis. All unencumbered expenditure appropriations expire at the end of the fiscal year. Encumbered amounts are re-budgeted in the following year as deemed appropriate and necessary after review by the Budget Office. Budgetary carry forwards are approved by the City Council through the budgetary process.

The budgets are adopted on a basis differing from GAAP in that for budgetary purposes: (1) bond proceeds for enterprise funds are considered revenue; (2) capital outlays for enterprise funds are treated as expenses; (3) debt service principal payments are treated as expenses for enterprise funds; (4) accrued compensated absences are not recognized as expenses; (5) depreciation and amortization are not recognized as expenses; (6) contributions to pension plans are recognized as an expense for enterprise funds.

R. Pensions and Other Postemployment Benefits

For purposes of measuring the net pension and other postemployment benefit (OPEB) assets and liabilities, related deferred outflows of resources and deferred inflows of resources, and related expenses, information about the pension and OPEB plans' fiduciary net position and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 2 CASH AND INVESTMENTS

At June 30, 2020, cash and cash equivalents are presented as follows:

	Governmental Activities	Busines Activities	Fiduciary Funds	Total
Cash and cash equivalents	\$ 148,379,541	\$ 39,107,969	\$ 83,459	\$ 187,570,969
Restricted cash and cash equivalents	10,365,603	82,480,018	-	92,845,621
Total	<u>\$ 158,745,144</u>	<u>\$ 121,587,987</u>	<u>\$ 83,459</u>	<u>\$ 280,416,590</u>

The restricted cash and cash equivalents are proceeds from debt issuances that are held in trustee accounts for the purpose of major capital improvements as well as funds held in trustee accounts for the purpose of debt service payments. The City also restricts the cash and cash equivalents in the Community Facilities Districts Debt Service Fund.

Deposits

The City maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the government-wide Statement of Net Position, and on the fund financial statements, as "Cash and cash equivalents" and "Investments".

At June 30, 2020, the City had \$15,550 of cash on hand. The carrying amount of the City's deposits totaled \$126,182,389, and the bank balance was \$126,090,858. Of the bank balance, \$500,000 was covered by federal depository insurance, \$8,059,676 was covered by the Statewide Pooled Collateral Program, and \$117,913,388 were securities held by the pledging financial institution's trust department in the City's name.

NOTE 2 CASH AND INVESTMENTS

Cash Equivalents

The City invests in the Local Government Investment Pool 5 and Pool 7 (LGIP) investment pools managed by the State Treasurer's Office that allows governments within the State to pool their funds for investment purposes. The LGIP is not registered with the Securities Exchange Commission under the 1940 Investment Advisors Act. The State Board of Investment has oversight responsibilities of the investment pool in accordance with ARS 35-311. The pool's policy is to invest in fixed-rate securities with a final maturity less than 18 months from the settlement date of the purchase and variable-rate securities with final maturity less than 2 years. The weighted average to maturity shall not exceed 90 days. The net asset value per share of the pool at June 30, 2020 was \$1.00. The Arizona State Treasurer issues a publicly available financial report that includes financial statements and required supplementary information. Copies may be obtained by contacting the Arizona State Treasurer, 1700 West Washington, Phoenix, Arizona 85007 or www.aztreasury.gov.

Funds held in the State Treasurer's Local Government Investment Pool represent a proportionate interest in the pool's portfolio; however, the City's portion is not identified with specific investments and is not subject to custodial credit risk. At June 30, 2020, the City's funds invested with the State Treasurer totaled \$154,218,651.

The City's investment in the State of Arizona's local government investment pool is stated at fair value which also approximates the value of the investment upon withdrawal.

Investment Type	Total	Remaining Maturity (in Years) Less than 1
LGIP 5	\$ 2,323,510	\$ 2,323,510
LGIP 7	151,895,141	151,895,141
Total	<u>\$154,218,651</u>	<u>\$154,218,651</u>

Investment Type	Total	Rating as of Year End AAA
LGIP 5	\$ 2,323,510	\$ 2,323,510
LGIP 7	151,895,141	151,895,141
Total	<u>\$154,218,651</u>	<u>\$154,218,651</u>

Investments

The City's portfolio complies with Arizona Revised Statutes (ARS) and the City's investment policy. The Arizona Revised Statutes regulate the investment of surplus cash. Goodyear limits its investments to U.S. government securities, certificates of deposit, bonds, repurchase agreements, corporate notes, commercial paper, and money market accounts. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. U.S. Treasury securities and Money Market Accounts are valued using quoted market prices (Level 1 inputs); while Federal Agency Securities, Corporate Notes, Mutual Funds and Negotiable Certificates of Deposit are valued using a matrix pricing model (Level 2 inputs).

NOTE 2 CASH AND INVESTMENTS

At June 30, 2020 the City's investments included the following:

Investment Type	Total	Remaining Maturity (in Years)			Concentration of Credit Risk
		Less than 1	1 to 2	More than 2	
U.S. Treasuries	\$ 49,082,179		\$ 27,436,789	\$21,645,390	48%
Federal Agency Securities	19,206,202	\$ 560,708	4,880,060	13,765,434	19%
Corporate Notes	22,607,714	3,615,036	9,994,642	8,998,036	23%
Negotiable Certificates of Deposit	8,681,148	4,678,399	981,055	3,021,694	9%
Money Market Fund	87,000	87,000			0%
Mutual Funds	540,210	540,210			1%
Total	\$ 100,204,453	\$ 9,481,353	\$ 43,292,546	\$47,430,554	100%

Investment Rating	U.S. Treasuries	Corporate Notes	Federal Agency	Negotiable Certificates of Deposit	Mutual Funds	Money Market Fund	Total
A	\$ -	\$ 5,553,621	\$ -	\$ 981,055	\$ -	\$ -	\$6,534,675
A-		6,587,458					6,587,458
A+		3,881,848		1,004,818			4,886,666
A-1				3,496,293			3,496,293
A-1+				1,182,107			1,182,107
AA		1,374,945					1,374,945
AA-		874,057		2,016,875			2,890,933
AA+	49,082,179	606,412	19,206,202				68,894,793
AAAm						87,000	87,000
BBB-		627,813					627,813
BBB+		2,576,898					2,576,898
Not Rated		524,663			540,210		1,064,873
	<u>\$49,082,179</u>	<u>\$22,607,714</u>	<u>\$19,206,202</u>	<u>\$8,681,148</u>	<u>\$540,210</u>	<u>\$87,000</u>	<u>\$100,204,453</u>

Custodial Credit Risk

To control custodial credit risk, State law and the City's investment policy requires all securities and collateral to be held by an independent third party custodian in the City's name. The custodian provides the City with monthly market values.

Interest Rate Risk

Interest rate risk is the risk of changes in market interest rates that will adversely affect the fair value of an investment. In order to limit interest rate and market risk, State law and the City's investment policy sets a maximum maturity on any investment to five years. In addition, the City has adopted an average portfolio duration limitation (ranging from 90 days to three years) consistent with the primary investment objective of safety, liquidity and yield. As of June 30, 2020 the average duration to maturity is 1.91 years.

NOTE 2 CASH AND INVESTMENTS

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Although the City's investment policy states that it will mitigate credit risk it does not impose any specific limitations.

Concentration of Credit Risk

The City's investment policy limits the diversification on both security types and length of maturity. At the time of purchase a maximum of five percent of the market value of the portfolio may be invested in debt issues by any single entity. Debt backed by the U.S. Treasury or Government Sponsored Enterprises (GSEs) are exempt from this concentration criterion.

NOTE 3 RECEIVABLES

Receivables, net of allowance for uncollectibles, as of year-end for the City's individual major governmental funds and non-major governmental funds in the aggregate are as follows:

Receivables:	General Fund	Non Utility Development Impact Fees Capital Projects	GO Bond Debt Capital Projects Fund	McDowell Road Commercial Corridor ID Debt Service	Community Facilities Districts Debt Service	Non-Major Governmental Funds	Total
Taxes	\$ 10,888,385	\$ -	\$ -	\$ -	\$ 124,074	\$ 117,425	\$ 11,129,884
Interest	91,245	110,376	92,542	-	-	43,373	337,536
Accounts	1,660,149	-	-	-	50,012	158,188	1,868,349
Special assessments	-	-	-	26,610,000	22,345,351	39,288	48,994,639
Notes	1,675,250	-	-	-	-	-	1,675,250
Total Receivables	<u>\$ 14,315,029</u>	<u>\$ 110,376</u>	<u>\$ 92,542</u>	<u>\$ 26,610,000</u>	<u>\$ 22,519,437</u>	<u>\$ 358,274</u>	<u>\$ 64,005,658</u>

As of June 30, 2020, the special assessment and notes receivable balances are not expected to be collected within the next year. Special assessment receivables will be collected in conjunction with the debt retirement schedule for the related bonds outstanding. The notes receivable mature in 2044 and accrue interest at 3.26 percent annum.

The following table summarizes the City's receivables for the proprietary funds as of June 30, 2020.

Receivables:	Water and Wastewater Fund	Sanitation Fund	Total
Interest	\$ 216,327	\$ 4,368	\$ 220,695
Accounts	9,914,200	1,023,578	10,937,778
	<u>10,130,527</u>	<u>1,027,946</u>	<u>11,158,473</u>
Less:			
Allowance	176,050	14,646	190,696
Total Receivables	<u>\$ 9,954,477</u>	<u>\$ 1,013,300</u>	<u>\$10,967,777</u>

Revenues of the Water & Wastewater Fund and Sanitation Fund are reported net of uncollectible amounts. Total bad debt expense related to the Water & Wastewater Fund revenues and Sanitation Fund revenues for the current year are \$134,239 and \$47,751, respectively.

NOTE 4 CAPITAL ASSETS

A summary of capital assets activity for the fiscal year ended June 30, 2020 follows:

Governmental activities:	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 30,197,312	\$ -	\$ -	\$ 30,197,312
Artwork	276,115	31,000	-	307,115
Construction in progress	4,940,832	26,131,685	1,813,586	29,258,931
Right of way	90,844,947	-	-	90,844,947
Streetscape	9,061,008	-	-	9,061,008
Total capital assets, not being depreciated	<u>135,320,214</u>	<u>26,162,685</u>	<u>1,813,586</u>	<u>159,669,313</u>
Capital assets, being depreciated:				
Land improvements	4,669,247	-	-	4,669,247
Infrastructure	405,194,087	3,735,589	-	408,929,676
Buildings and improvements	286,935,896	569,689	-	287,505,585
Vehicles, furniture and equipment	51,975,000	6,234,082	1,834,037	56,375,046
Total capital assets, being depreciated	<u>748,774,230</u>	<u>10,539,360</u>	<u>1,834,037</u>	<u>757,479,554</u>
Less accumulated depreciation for:				
Land improvements	(2,046,280)	(376,242)	-	(2,422,522)
Infrastructure	(134,470,788)	(9,122,713)	-	(143,593,501)
Buildings and improvements	(80,276,634)	(9,062,250)	-	(89,338,884)
Vehicles, furniture and equipment	(33,481,173)	(4,277,182)	1,866,490	(35,891,864)
Total accumulated depreciation	<u>(250,274,875)</u>	<u>(22,838,387)</u>	<u>1,866,490</u>	<u>(271,246,771)</u>
Total capital assets, being depreciated, net	498,499,355	(12,299,026)	(32,454)	486,232,783
Governmental activities capital assets, net	<u>\$ 633,819,569</u>	<u>\$ 13,863,659</u>	<u>\$ 1,781,133</u>	<u>\$ 645,902,095</u>
Business-type activities:	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 7,770,072	\$ 385,823	\$ -	\$ 8,155,895
Artwork	146,978	-	-	146,978
Construction in progress	34,981,208	56,335,252	1,145,463	90,170,997
Total capital assets, not being depreciated	<u>42,898,258</u>	<u>56,721,075</u>	<u>1,145,463</u>	<u>98,473,870</u>
Capital assets, being depreciated:				
Infrastructure	218,832,241	5,729,402	-	224,561,643
Buildings and improvements	115,505,471	87,040	-	115,592,511
Vehicles, furniture and equipment	16,635,293	1,604,478	54,874	18,184,897
Water rights	20,486,526	601,552	-	21,088,078
Total capital assets, being depreciated	<u>371,459,531</u>	<u>8,022,472</u>	<u>54,874</u>	<u>379,427,129</u>
Less accumulated depreciation for:				
Infrastructure	(56,062,366)	(4,183,788)	-	(60,246,154)
Buildings and improvements	(26,902,555)	(3,109,274)	-	(30,011,829)
Vehicles, furniture and equipment	(10,462,337)	(857,067)	29,095	(11,290,308)
Water rights	(2,213,722)	(185,960)	-	(2,399,682)
Total accumulated depreciation	<u>(95,640,979)</u>	<u>(8,336,089)</u>	<u>29,095</u>	<u>(103,947,972)</u>
Total capital assets, being depreciated, net	275,818,552	(313,617)	25,779	275,479,157
Business-type activities capital assets, net	<u>\$ 318,716,810</u>	<u>\$ 56,407,458</u>	<u>\$ 1,171,242</u>	<u>\$ 373,953,026</u>

NOTE 4 CAPITAL ASSETS

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
General government	\$ 597,795
Public safety	3,477,207
Highway and streets	13,574,534
Culture and recreation	3,847,133
Public works	1,341,719
Total depreciation expense	<u>\$ 22,838,387</u>
Business-type activities:	
Water and wastewater	\$ 8,134,196
Sanitation	201,893
Total depreciation expense	<u>\$ 8,336,089</u>

NOTE 5 LOAN PAYABLE

The City received a loan from the Water Infrastructure Finance Authority. The loan was used for expansion of an effluent wastewater facility and to rehabilitate an existing effluent lift station. The loan payable at June 30, 2020 is as follows:

Description	Interest Rate (Including Fees)	Maturity	Outstanding Principal June 30, 2020	Due Within One Year
Business-type activities				
Water Infrastructure Finance Authority Loan	2.00%	7/1/20-29	\$ 2,772,195	\$ 284,193
Total business-type activities			<u>\$ 2,772,195</u>	<u>\$ 284,193</u>

Annual debt service requirements to maturity on the loans payable at June 30, 2020 are summarized as follows:

Year ending June 30:	Business-type Activities	
	Principal	Interest
2021	\$ 284,193	\$ 55,444
2022	289,877	49,760
2023	295,674	43,962
2024	301,588	38,050
2025	307,619	32,018
2026-30	1,293,244	65,302
Total	<u>\$ 2,772,195</u>	<u>\$ 284,536</u>

NOTE 6 GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at June 30, 2020, consisted of the outstanding general obligation and refunding bonds presented below. The bonds are generally callable with interest payable semi-annually. Of the total amounts originally authorized, \$115,681,616 remains unissued. The bonds payable at June 30, 2020 are presented below.

Purpose	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2020	Due Within One Year
Governmental activities:				
General Obligation Bonds Refunding				
Series 2016	2.00-4.00%	7/1/21-37	14,142,867	1,678,314
General Obligation Bonds Series 2017	3.00-5.00%	7/1/21-37	19,850,000	575,000
General Obligation Bonds Series 2019	2.00-3.00%	7/1/21-38	25,305,000	2,250,000
Total governmental activities			<u>\$ 59,297,867</u>	<u>\$ 4,503,314</u>
Business-type activities:				
General Obligation Bonds Refunding				
Series 2016	2.00-4.00%	7/1/21-37	30,212,133	2,111,686
General Obligation Bonds Refunding				
Series 2019	3.00-5.00%	7/1/27-29	4,105,000	-
General Obligation Bonds Refunding				
Series 2020	3.00-5.00%	7/1/21-30	8,990,000	715,000
Total business-type activities			<u>\$ 43,307,133</u>	<u>\$ 2,826,686</u>
Total			<u>\$ 102,605,000</u>	<u>\$ 7,330,000</u>

Annual debt service requirements to maturity on general obligation bonds payable at June 30, 2020 are summarized as follows:

Year ending June 30:	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2021	\$ 4,503,314	\$ 1,970,222	\$ 2,826,686	\$ 1,600,296
2022	1,620,698	1,822,881	3,059,302	1,489,832
2023	1,643,495	1,790,465	3,126,505	1,421,098
2024	2,688,629	1,724,725	3,301,371	1,288,188
2025	2,777,327	1,636,579	3,412,672	1,164,432
2026-30	15,461,706	6,608,084	17,193,296	3,609,828
2031-35	18,149,484	3,923,178	7,140,516	1,144,734
2036-40	12,453,214	786,984	3,246,785	147,190
Total	<u>\$ 59,297,867</u>	<u>\$ 20,263,118</u>	<u>\$ 43,307,133</u>	<u>\$ 11,865,598</u>

On May 7, 2020, the City issued \$9,250,000 of refunding bonds. The refunding bonds have interest rates between 3.00 to 5.00 percent. The net proceeds of \$10,869,343 that included a bond premium of \$1,674,343 (after payment of \$224,236 in underwriting fees, insurance, and other issuance costs) were immediately deposited to an escrow agent for the purposes of refunding general obligation bonds and paying cost of issuance. The refunding was undertaken to reduce total debt service payments by \$1,426,360 over the next eleven years and resulted in a present value savings of \$1,323,505.

NOTE 7 REVENUE BONDS PAYABLE

Revenue bonds payable at June 30, 2020 consisted of the outstanding revenue bonds and refunding bonds presented below. The bonds are generally callable after 10 years with interest payable semi-annually. The bonds payable at June 30, 2020 are presented below:

Purpose	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2020	Due Within One Year
Governmental activities:				
Public Improvement Corporation Municipal Facilities Revenue Bonds, Series 2011A	2.00-5.25%	7/1/20-27	\$ 23,770,000	\$ 255,000
Public Improvement Corporation Municipal Facilities Revenue Refunding Bonds, Series 2016A	3.00-5.00%	7/1/20-32	34,480,000	3,250,000
Public Improvement Corporation Municipal Facilities Revenue Refunding Bonds, Series 2016B	4.00-5.00%	7/1/20-31	23,855,000	1,875,000
McDowell Road Commercial Corridor Improvement District Refunding Bonds, Series 2018	1.95-3.60%	1/1/20-31	26,610,000	2,284,000
Total			<u>108,715,000</u>	<u>7,664,000</u>
Direct borrowings or direct placements:				
Public Improvement Corporation Municipal Facilities Tax-Exempt Revenue Bonds, Series 2012A	2.48%	12/15/20-6/15/23	2,935,123	954,361
Public Improvement Corporation Municipal Facilities Taxable Revenue Bonds, Series 2012B	3.44%	12/15/20-6/15/23	358,653	115,497
Public Improvement Corporation Subordination Municipal Facilities Revenue Bonds, Series 2017	3.31%	7/1/20-27	7,825,000	1,010,000
Total direct borrowings or direct placements			<u>11,118,776</u>	<u>2,079,858</u>
Total governmental activities			<u>\$ 119,833,776</u>	<u>\$ 9,743,858</u>
Business-type activities:				
Revenue Bonds, Series 2009	6.75%	7/1/49	\$ 325,000	\$ -
Revenue Bonds, Series 2016	2.00-5.00%	7/1/20-45	7,545,000	1,125,000
Revenue Bonds, Series 2020	2.00-5.00%	7/1/20-49	77,530,000	415,000
Revenue Bonds, Second Series 2020	3.00-4.00%	7/1/35-49	30,950,000	-
Revenue Refunding Bonds, Series 2020	2.00-5.00%	7/1/20-39	11,975,000	135,000
Revenue Refunding Taxable Bonds, Series 2020	1.428-3.506%	7/1/20-41	12,895,000	480,000
Total business-type activities			<u>\$ 141,220,000</u>	<u>\$ 2,155,000</u>
Total			<u>\$ 261,053,776</u>	<u>\$ 11,898,858</u>

Revenue bond debt service requirements to maturity are as follows:

Year ending June 30:	Governmental Activities				Business-type Activities	
	Governmental Activities		Direct borrowings or direct placements		Principal	Interest
	Principal	Interest	Principal	Interest		
2021	\$ 7,665,000	\$ 4,562,326	\$ 2,079,858	\$ 337,271	\$ 2,155,000	\$ 5,375,598
2022	7,985,000	4,240,015	2,142,681	276,017	1,940,000	5,319,710
2023	8,325,000	3,894,945	2,206,237	212,877	2,025,000	5,251,428
2024	8,685,000	3,531,169	1,115,000	155,239	2,070,000	5,168,118
2025	9,075,000	3,135,918	1,155,000	118,333	2,180,000	5,081,933
2026-30	51,730,000	9,294,189	2,420,000	120,815	14,335,000	23,978,669
2031-35	15,250,000	714,570	-	-	20,510,000	20,272,739
2036-40	-	-	-	-	29,480,000	15,738,510
2041-45	-	-	-	-	34,180,000	9,359,064
2046-50	-	-	-	-	32,345,000	2,649,744
Total	<u>\$ 108,715,000</u>	<u>\$ 29,373,132</u>	<u>\$ 11,118,776</u>	<u>\$ 1,220,552</u>	<u>\$ 141,220,000</u>	<u>\$ 98,195,513</u>

NOTE 7 REVENUE BONDS PAYABLE

On May 27, 2020, the City issued two separate series of refunding bonds. The first was a tax exempt series in the amount of \$12,290,000. This series includes bonds with interest rates between 2.00 and 5.00 percent. The net proceeds of \$14,173,268 that included a bond premium of \$1,883,268 (after payment of \$224,236 in underwriting fees, insurance, and other issuance costs) were immediately deposited to an escrow agent for the purposes of water and sewer revenue bonds and paying cost of issuance. The refunding was undertaken to reduce total debt service payments by \$7,750,339 over the next nineteen years and resulted in a present value savings of \$4,241,258.

The second refunding issuance was a taxable series in the amount of \$13,540,000. This series includes bonds with interest rates between 1.428 and 3.506 percent. The proceeds along with a previous reserve amount of \$1,051,303 were immediately deposited to an escrow agent for the purposes of refunding water and sewer revenue bonds and paying cost of issuance. At the end of the fiscal year, \$13,656,200 remained on deposit in an irrevocable trust for future debt service payments, including \$12,610,000 of outstanding principal. The refunding was undertaken to reduce total debt service payments by \$4,297,502 over the next twenty-one years and resulted in an economic gain of \$2,175,250.

Pledged Revenue

A. Revenue Bonds

Revenue bonds are collateralized by a pledge of the gross revenues of the utility systems, as defined in the bond indentures. The bonds are payable solely from water and wastewater customer net revenues with the last scheduled debt service payment occurring on 7/1/2049. Proceeds of the bonds were used for improvements to the City's water and wastewater system. Principal and interest paid for the current year and total water and wastewater customer net revenues were \$3,744,613 and \$33,840,120, respectively.

B. Public Improvement Corporation Municipal Facilities Revenue Bonds

The public improvement corporation municipal facilities revenue bonds are secured by excise taxes or other undesignated general fund revenues and the property referred to as Goodyear Municipal Complex. Proceeds from the bonds were used to construct a major league baseball training facility as well as other municipal facilities. The last scheduled debt service payment on the bonds is 7/1/2032. Principal and interest paid for the current year and total pledged revenues were \$11,572,392 and \$116,812,121, respectively.

C. McDowell Road Corridor Improvement District Bonds

The City acts as an administrator for the McDowell Road Corridor Improvement District whereby it collects the assessments levied against owners of property within the established district and disburses the amounts collected to retire the bonds issued to finance infrastructure improvements. The last scheduled debt service payment on the bond is 1/1/2031. At June 30, 2020, the special assessments receivable, together with amounts paid in advance and interest to be received over the life of the assessment period, is adequate for the scheduled maturities of the bonds payable and the related interest. Principal and interest paid for the current year and total net revenues and fund balance available to service the debt were \$3,144,748 and \$3,374,068, respectively.

The McDowell Road Corridor Improvement District bonds are collateralized by properties within the district. In the event of default by the property owner(s), the City may enforce an auction sale to satisfy the debt service requirements of the improvement bonds. The City is contingently liable on the bonds to the extent that proceeds from auction sales are insufficient to retire outstanding bonds.

NOTE 8 COMMUNITY FACILITIES DISTRICTS BONDS PAYABLE

Community Facilities District General Obligation Bonds are issued by Community Facilities Districts (CFDs), which are special purpose districts created specifically to acquire and improve public infrastructure in specified land areas. CFD bonds are repaid by ad valorem taxes levied directly by the districts and collected by the county. Property owners in the districts are assessed for district taxes and thus for all costs associated with the districts. The City has no liability for CFD bonds.

Community facilities district bonds payable at June 30, 2020 consisted of outstanding general obligation and special assessment bonds. The bonds are generally callable with interest payable semiannually. Community facilities district bonds payable at June 30, 2020, are presented below.

Purpose	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2020	Due Within One Year
General District No. 1:				
General Obligation Refunding Bonds, Series 2013	5.00%	7/15/28	\$ 7,070,000	\$ 725,000
Palm Valley:				
General Obligation Refunding Bonds, Series 2016	2.00-4.00%	7/15/32	4,980,000	345,000
Utilities District No. 1:				
General Obligation Refunding Bonds, Series 2014	4.00%	7/15/28	8,425,000	345,000
General Obligation Refunding Bonds, Series 2015	3.00-4.125%	7/15/29	5,015,000	440,000
General Obligation Refunding Bonds, Series 2016	2.00-4.00%	7/15/32	16,640,000	645,000
Wildflower Ranch District 1:				
General Obligation Bonds, Series 1997	6.50%	7/15/22	100,000	50,000
General Obligation Bonds, Series 1998	5.70-5.75%	7/15/23	200,000	45,000
Wildflower Ranch District 2:				
General Obligation Bonds, Series 2000	6.75-7.00%	7/15/25	250,000	45,000
General Obligation Bonds, Series 2001	5.875-5.90%	7/15/26	295,000	40,000
Estrella Mountain Ranch:				
Special Assessment Revenue Bonds, Series 2015M2	2.50-5.00%	7/1/39	4,216,000	142,000
General Obligation Refunding Bonds, Series 2017	3.00-5.00%	7/1/32	11,200,000	750,000
Special Assessment Revenue Bonds Series 2019 Lucero	2.60-4.75%	7/1/43	6,887,000	198,000
Total			<u>65,278,000</u>	<u>3,770,000</u>
Direct placements:				
Centerra:				
General Obligation Refunding Bonds, Series 2016	2.70%	7/15/31	2,405,000	191,000
General Obligation Bonds, Series 2016	2.70%	7/15/31	323,000	1,000
Cortina:				
General Obligation Refunding Bonds, Series 2017	3.18%	7/15/31	1,625,000	130,000
Cottonflower:				
General Obligation Refunding Bonds, Series 2017	2.92%	7/15/28	1,530,000	175,000
Estrella Mountain Ranch:				
Special Assessment Revenue Refunding Bonds Series 2018 Desert Village	3.15%	7/1/26	1,553,000	271,000
Special Assessment Revenue Refunding Bonds Series 2018 Golf Village	2.81%	7/1/24	1,163,000	358,000
Special Assessment Revenue Refunding Bonds Series 2018 Golf Village 2	3.67%	7/1/30	4,070,000	386,000
Special Assessment Revenue Refunding Bonds Series 2018 Montecito 2	3.75%	7/15/31	4,541,000	376,000
Total direct borrowings or direct placements			<u>17,210,000</u>	<u>1,888,000</u>
Total			<u>\$ 82,488,000</u>	<u>\$ 5,658,000</u>

NOTE 8 COMMUNITY FACILITIES DISTRICTS BONDS PAYABLE

Community Facilities District bonds debt service requirements to maturity are as follows:

Year ending June 30:	Governmental Activities			
			Direct borrowings or direct placements	
	Principal	Interest	Principal	Interest
2021	\$ 3,770,000	\$ 2,664,456	\$ 1,888,000	\$ 571,264
2022	4,187,000	2,517,076	1,942,000	509,973
2023	4,692,000	2,347,121	1,896,000	446,916
2024	4,771,000	2,156,188	1,858,000	384,850
2025	4,961,000	1,970,823	1,674,000	323,601
2026-30	25,925,000	6,784,695	6,993,000	807,842
2031-35	12,608,000	2,071,933	959,000	31,980
2036-40	3,050,000	734,763	-	-
2041-45	1,314,000	126,683	-	-
Total	\$ 65,278,000	\$ 21,373,738	\$ 17,210,000	\$ 3,076,426

NOTE 9 CHANGES IN LONG-TERM LIABILITIES

Long-term liabilities activity for the year ended June 30, 2020 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Compensated absences payable	\$ 6,039,548	\$ 15,038,713	\$ 14,728,177	\$ 6,350,084	\$ 2,469,665
General obligation bonds payable	64,022,751	-	4,724,884	59,297,867	4,503,314
Community Facilities District bonds payable	68,662,000	-	3,384,000	65,278,000	3,770,000
Direct borrowings or direct placements-CFD	19,114,000	-	1,904,000	17,210,000	1,888,000
Public improvement bonds payable	87,235,000	-	5,130,000	82,105,000	5,380,000
Direct borrowings or direct placements-PIC	13,141,526	-	2,022,750	11,118,776	2,079,858
Revenue bonds payable	28,910,000	-	2,300,000	26,610,000	2,284,000
Premiums	17,081,867	-	2,032,363	15,049,504	-
Discounts	(32,885)	-	(1,644)	(31,241)	-
Net OPEB liability	256,997	-	81,296	175,701	-
Net pension liability	66,398,965	844,648	-	67,243,613	-
Governmental activities long-term liabilities	\$ 370,829,769	\$ 15,883,361	\$ 36,305,826	\$ 350,407,304	\$ 22,374,837
Business-type activities:					
Compensated absences payable	\$ 590,661	\$ 1,330,239	\$ 1,340,178	\$ 580,722	\$ 236,174
General obligation bonds payable	48,957,246	9,250,000	14,900,113	43,307,133	2,826,686
Revenue bonds payable	37,175,000	134,310,000	30,265,000	141,220,000	2,155,000
Loans payable - Direct borrowing	3,050,815	-	278,620	2,772,195	284,193
Premiums	4,902,369	13,236,932	452,550	17,686,751	-
Discounts	(467,594)	-	(467,594)	-	-
Net OPEB liability	20,971	4,868	-	25,839	-
Net pension liability	5,496,164	195,113	-	5,691,277	-
Business-type activities long-term liabilities	\$ 99,725,632	\$ 158,327,152	\$ 46,768,867	\$ 211,283,917	\$ 5,502,053

NOTE 9 CHANGES IN LONG-TERM LIABILITIES

The City's outstanding notes from direct borrowings and direct placements related to community facilities districts' debt of \$17,210,000 are secured by either (1) an ad valorem tax on all taxable property; (2) an assessment levied on each lot in the assessment district; or (3) a debt reserve fund. These notes contain a provision that in the event of default the interest rate will increase and the legal rights of the creditor will be enforced.

The City's outstanding notes from direct borrowings and direct placements related to the Public Improvement Corporation's debt of \$11,118,776 are secured by the lease rental payments received pursuant to a Taxable and a Tax-Exempt Lease Agreement. These outstanding notes contain a provision that in an event of default the interest rate will increase and the legal rights of the creditor will be enforced.

The City's outstanding note from direct borrowings and direct placements related to the business-type activities of \$2,772,195 is secured by pledged water and wastewater revenues. This outstanding note contains a provision that in an event of default a late charge of 6% per annum will be charged and the legal rights of the creditor will be enforced.

NOTE 10 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At June 30, 2020, interfund balances were as follows:

	Receivable Amount	Payable Amount
General Fund	\$ 464,197	\$ -
Non-Major Governmental Funds	-	464,197
Total	<u>\$ 464,197</u>	<u>\$ 464,197</u>

Interfund balances resulted from (1) the borrowing of cash to cover cash deficits. All interfund balances are expected to be paid within one year.

Transfers during the fiscal year were as follows:

	Transfers Out	Transfers In
General Fund	\$ 16,650,993	\$ 3,805,100
Non Utility Development Impact Fee	7,920,390	-
GO Bond Capital Projects	330,356	8,809,493
Non-Major Governmental Funds	-	15,786,390
Water and Wastewater Fund	2,898,100	330,356
Sanitation Fund	931,500	-
Total	<u>\$ 28,731,339</u>	<u>\$ 28,731,339</u>

All transfers made during the year were to cover operations or debt service as approved during budget development.

NOTE 11 CONTINGENT LIABILITIES

Federal and State grants and loans - The City has received a number of grants and loans from both the Federal and State governments. Although the programs have been audited, not all audits have been approved as of June 30, 2020; however, the City expects no material disallowances of expenditures.

Lawsuits - The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

NOTE 11 CONTINGENT LIABILITIES

Commitments - The City is contingently liable for payments from the general fund to entities that the City has entered into job credit agreements for establishing businesses within the City. These credits will be paid out when the established criteria are met for job creation and other economic growth factors as specified by the development agreements. Each year the City appropriates for these obligations through the budget process.

NOTE 12 RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. The City’s property and liability insurance protection is provided by the Arizona Municipal Risk Retention Pool, of which the City is a participating member. The Arizona Municipal Risk Retention Pool is structured such that member premiums are based on an actuarial review that will provide adequate reserves to allow the pool to meet its expected financial obligations. The pool has authority to assess its members additional premiums should reserve and annual premiums be insufficient to meet the pool’s obligations.

During the year ended June 30, 2020, the City established a Self-Insurance Trust (an Internal Service Fund) to account for and finance its uninsured risks of loss related to healthcare benefits. Under this program, the Fund provides coverage for up to a maximum of \$250,000 for each claim, not to exceed an annual aggregate of \$8,280,149. The Fund purchases commercial insurance for claims in excess of this coverage. Settled claims have not exceeded the annual aggregate in any of the past three fiscal years.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from subrogation, are another component of the claims liability estimate. Changes in the balances of claims liabilities during the past two years are as follows:

	Claims Payable Beginning of Year	Current Year Claims and Changes in Estimates	Claim Payments	Claims Payable at End of Year
<u>Healthcare Benefits</u>				
2019-20	\$ 451,615	\$ 8,987,838	\$ 8,870,750	\$ 568,703

The City continues to carry commercial insurance for workers compensation. Settled claims have not exceeded commercial insurance coverage in any of the past five fiscal years.

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

The City contributes to the plans described below. The plans are component units of the State of Arizona.

Aggregate Amounts. At June 30, 2020, the City reported the following aggregate amounts related to pensions and other postemployment benefits (OPEB) for all plans to which it contributes.

	Governmental Activities	FY2020 Business-type Activities	Total
Net pension and OPEB assets	\$ 296,882	\$ 11,055	\$ 307,937
Net pension and OPEB liability	67,419,114	5,717,115	73,136,228
Deferred outflows of resources	23,698,579	902,601	24,601,179
Deferred inflows of resources	6,861,891	570,395	7,432,286
Pension and OPEB expense	11,754,601	916,288	12,670,888

The City reported \$11,754,601 of pension and OPEB contributions as expenditures in the governmental funds related to all plans to which it contributes.

A. Arizona State Retirement System

Plan Description. City employees participate in the Arizona State Retirement System (ASRS). The ASRS administers a cost-sharing multiple-employer defined benefit pension plan, a cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) plan, and a cost-sharing multiple-employer defined benefit long-term disability (OPEB) plan. The Arizona State Retirement System Board governs the ASRS according to the provisions of A.R.S. Title 38, Chapter 5, Articles 2 and 2.1. The ASRS issues a publicly available financial report that includes its financial statements and required supplementary information. The report is available on the ASRS website at www.azasrs.gov.

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

	Retirement Initial Membership Date:	
	Before July 1, 2011	On or After July 1, 2011
Years of service and age required to receive benefit	Sum of years and age equals 80 10 years, age 62 5 years, age 50* Any years, age 65	30 years, age 55 25 years, age 60 10 years, age 62 5 years, age 50* Any years, age 65
Final average salary is based on	Highest 36 months of last 120 months	Highest 60 months of last 120 months
Benefit percent per year of service	2.1% to 2.3%	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.

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Retired and disabled members, with at least five years of credited service, are eligible to receive health insurance premium benefits. The benefits are payable only with respect to allowable health insurance premiums for which the member is responsible. For members with 10 or more years of service, benefits range from \$150 per month to \$260 per month depending on the age of the member and dependents. For members with five to nine years of service, the benefits are the same dollar amounts as above multiplied by a vesting fraction based on completed years of service.

Active members are eligible for a long-term disability benefit in the event they become unable to perform their work. The monthly benefit is equal to two-thirds of their monthly earnings. Members receiving benefits continue to earn service credit up to their normal retirement dates. Members with long-term disability commencement dates after June 30, 1999 are limited to 30 years of service or the service on record as of the effective disability date, if their service is greater than 30 years.

Contributions. In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 12.11 percent (11.94 percent for retirement and 0.17 percent for long-term disability) of the members' annual covered payroll, and the City was required by statute to contribute at the actuarially determined rate of 12.11 percent (11.45 percent for retirement, 0.49 percent for health insurance premium benefit, and 0.17 percent for long-term disability) of the active members' annual covered payroll. The City's contributions for the year ended June 30, 2020 were as follows:

	<u>Contributions</u>
Pension	\$ 3,285,236
Health Insurance Premium	140,591
Long-Term Disability	48,776

Employers are also required to pay an Alternate Contribution Rate (ACR), for retired members who return to work in positions that would typically be filled by an employee who contributes to ASRS. The City was required by statute to contribute at the actuarially determined rate of 10.41 percent (10.29 for retirement, 0.07 percent for health insurance premium benefit, and 0.07 percent for long-term disability). ACR contributions are included in employer contributions presented above.

The City's pension and OPEB contributions are paid by the same funds as the employee's salary, with the largest components coming from the General Fund and the Water and Wastewater Fund.

Pension and OPEB Assets/Liability. The net pension and OPEB assets/liability were measured as of June 30, 2019. 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, 2018, to the measurement date of June 30, 2019. The City's proportion of the net asset/liability was based on the City's actual contributions to the applicable plan relative to the total of all participating employers' contributions to the plan for the year ended June 30, 2019.

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

At June 30, 2020, the City reported the following amounts for its proportionate share of the ASRS plans net assets/liability. In addition, at June 30, 2019, the City's percentage proportion for each plan and the related change from its proportion measured as of June 30, 2018 was:

	Net (Assets) Liability	City % Proportion	Increase (Decrease)
Pension	\$ 37,050,173	0.255	-0.01
Health Insurance Premium	(71,968)	0.260	-0.01
Long-Term Disability	168,210	0.258	-0.01

Pension/OPEB Expense and Deferred Outflows/Inflows of Resources. The City has deferred outflows and inflows of resources related to the net pension and OPEB assets/liability. Certain changes in the net pension and OPEB assets/liability are recognized as pension and OPEB expense over a period of time rather than the year of occurrence. For the year ended June 30, 2020, the City recognized pension and OPEB expense as follows:

	Expense
Pension	\$ 4,626,512
Health Insurance Premium	(32,752)
Long-Term Disability	12,302

The City reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	Deferred Outflows of Resources		
	Pension	Health Insurance Premium	Long-Term Disability
Differences between expected and actual experience	\$ 669,321	\$ -	\$ 19,873
Changes of assumptions or other inputs	156,612	141,531	25,164
Net difference between projected and actual earnings on pension investments	-	-	-
Changes in porportion and differences between contributions and proportionate share of contributions	1,379,554	1,151	8,202
Contributions subsequent to the measurement date	3,285,236	140,591	48,776
Total	<u>\$ 5,490,723</u>	<u>\$ 283,273</u>	<u>\$ 102,015</u>

	Deferred Inflows of Resources		
	Pension	Health Insurance Premium	Long-Term Disability
Differences between expected and actual experience	\$ 6,966	\$ 86,029	\$ -
Changes of assumptions or other inputs	1,475,411	-	-
Net difference between projected and actual earnings on pension investments	832,760	93,590	3,588
Changes in porportion and differences between contributions and proportionate share of contributions	1,212,896	160	3,675
Total	<u>\$ 3,528,033</u>	<u>\$ 179,779</u>	<u>\$ 7,263</u>

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

The amounts of deferred outflows of resources resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as an adjustment of the net pension and OPEB assets/liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be recognized in pension and OPEB expense as follows:

Year Ending June 30:	Pension	Health	Long-Term
		Insurance	Disability
		Premium	
2021	\$ 167,989	\$ (30,870)	\$ 4,890
2022	(1,553,646)	(30,870)	4,890
2023	(159,925)	9,042	8,390
2024	223,036	17,640	9,032
2025	-	(2,039)	7,698
Thereafter	-	-	11,076

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

Actuarial valuation date	June 30, 2018
Actuarial roll forward date	June 30, 2019
Actuarial cost method	Entry age normal
Investment rate of return	7.5%
Projected salary increases	2.7-7.2% for pensions/not applicable for OPEB
Inflation	2.3%
Permanent base increases	Included for pensions/not applicable for OPEB
Mortality rates	2017 SRA Scale U-MP for pensions and health insurance premium benefit
Recovery rates	2012 GLDT for long-term disability
Healthcare cost trend rate	Not applicable

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2017, actuarial valuation. The study did not include an analysis of the assumed investment rate of return.

The long-term expected rate of return on ASRS plan investments was determined to be 7.5 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class for all ASRS plans are summarized in the following table:

Asset Class	Target Allocation	Long-Term Geometric Real Rate of Return
Equity	50%	6.09%
Credit	20%	5.36%
Interest Rate Sensitive Bonds	10%	1.62%
Real estate	20%	5.85%
Total	100%	

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Discount Rate. The discount rate used to measure the ASRS total pension and OPEB liability was 7.5 percent, which was the same discount rate used as of June 30, 2019. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board’s funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the plans’ fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments was applied to all periods of projected benefit payments to determine the total pension and OPEB liability.

Sensitivity of the Proportionate Share of the Net Pension and OPEB Assets/Liability to Changes in the Discount Rate. The following presents the City’s proportionate share of the net pension and OPEB assets/liability calculated using the discount rate of 7.5 percent, as well as what the proportionate share of the net pension and OPEB assets/liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	Proportionate share of the net (assets) liability		
	1% Decrease	Current Discount Rate	1% Increase
Rate	6.5%	7.5%	8.5%
Pension	\$ 52,730,977	\$ 37,050,173	\$ 23,945,055
Health Insurance Premium	364,552	(71,968)	(443,905)
Long-Term Disability	186,162	168,210	150,802

Pension and OPEB Plan Fiduciary Net Position. Detailed information about the pension and OPEB plan’s fiduciary net position is available in the separately issued ASRS financial report. The report is available on the ASRS website at www.azasrs.gov.

B. Public Safety Personnel Retirement System

Plan Descriptions. City public safety employees who are regularly assigned hazardous duty participate in the Public Safety Personnel Retirement System (PSPRS). The PSPRS administers an agent multiple-employer defined benefit pension plan and an agent multiple-employer defined benefit health insurance premium benefit (OPEB) plan. A nine-member board known as the Board of Trustees and the participating local boards govern the PSPRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 4. Employees who were PSPRS members before July 1, 2017, participate in the agent plans, and those who became PSPRS members on or after July 1, 2017, participate in the cost-sharing plans (PSPRS Tier 3 Risk Pool).

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

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Benefits Provided. The PSPRS provides retirement, health insurance premium supplement, disability, and survivor benefits. State statute establishes benefits terms. Certain retirement, disability, and survivor benefits are calculated on the basis of age, average monthly compensation, and service credit as follows. See the publicly available PSPRS financial report for additional benefits information.

	Retirement Initial Membership Date:		
	Tier 1	Tier 2	Tier 3
Years of service and age required to receive benefit	20 years of service, any age or 15 years of service, age 62	25 years or 15 years of credited service, age 52.5	15 years of credited service, age 52.5 or 15 or more years of service, age 55
Final average salary is based on	Highest 36 consecutive months of last 20 years	Highest 60 consecutive months of last 20 years	Highest 60 consecutive months of last 15 years
Normal retirement	50% less 4.0% for each year of credited service less than 20 years or plus 2.0% to 2.5% for each year of credited service over 20 years, not to exceed 80%	1.5 % to 2.5% per year of credited service, not to exceed 80%	1.5 % to 2.5% per year of credited service, not to exceed 80%
Accidental disability retirement	50% or normal retirement, whichever is greater		
Catastrophic disability retirement	90% of the first 60 months then reduced to either 62.5% or normal retirement, whichever is greater		
Ordinary disability retirement	Normal retirement calculated with actual years of credited service or 20 years of credited service, whichever is greater, multiplied by years of credited service (not to exceed 20 years) divided by 20		
Survivor benefit:			
Retired members	80% to 100% of retired member's pension benefit		
Active members	80% of accidental disability retirement benefit or 100% of average monthly compensation if death was the result of injuries received on the job		

Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on inflation. PSPRS also provides temporary disability benefits of 50 percent of the member's compensation for up to 12 months.

Health insurance premium benefits are available to retired or disabled members with 5 years of credited service. The benefits are payable only with respect to allowable health insurance premiums for which the member is responsible. Benefits range from \$100 per month to \$260 per month depending on the age of the member and dependents.

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Employees Covered by Benefit Terms. At June 30, 2020 the following employees were covered by the agent plan's benefit terms:

	PSPRS - Police		PSPRS - Fire	
	Pension	Health Insurance	Pension	Health Insurance
Retirees and beneficiaries	25	25	11	11
Inactive, non-retired members	20	4	8	8
Active members	106	106	95	95
Total	151	135	114	114

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. Contributions rates for the year ended June 30, 2020, are indicated below. Rates are a percentage of active members' annual covered payroll.

	Tier 1 & 2		Tier 3	
	PSPRS - Police	PSPRS - Fire	PSPRS - Police	PSPRS - Fire
Active members - pension	7.65% to 11.65%		9.80%	9.80%
City of Goodyear:				
Pension	28.76%	27.52%	23.59%	21.63%
Health insurance	0.29%	0.32%		

Employers are also required to pay an Alternate Contribution Rate (ACR), for retired members who return to work in positions that would typically be filled by an employee who contributes to PSPRS. The City was required by statute to contribute at the actuarially determined rate of 11.90 percent for fire PSPRS and 13.86 percent for Police PSPRS. ACR contributions are included in employer contributions presented above.

The contributions to the pension and OPEB plans for the year ended were:

	Contributions	
	PSPRS - Police	PSPRS - Fire
Pension	\$ 1,962,718	\$ 2,103,893
Pension - Tier 2	873,965	209,006
Pension - Tier 3	145,412	263,318
Health insurance	19,791	24,464
Health insurance - Tier 2	8,813	2,430
Health insurance - Tier 3	1,466	3,062

The City's pension and OPEB contributions are paid by the same funds as the employee's salary, with the largest component coming from the General Fund.

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Pension and OPEB Assets/Liability. At June 30, 2020, the City reported the following assets and liabilities.

	Net (Asset) Liability	
	PSPRS - Police	PSPRS - Fire
Pension	\$ 20,376,991	\$ 15,507,726
Health insurance	(235,969)	33,130

The net pension and OPEB assets/liability were measured as of June 30, 2019. The total liability used to calculate the net asset or liability was determined by an actuarial valuation as of that date. The total liability as of June 30, 2019, reflects changes of actuarial assumptions to decrease the investment rate of return from 7.4 percent to 7.3 percent and update the mortality rates.

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

Actuarial valuation date	June 30, 2019
Actuarial cost method	Entry age normal
Investment rate of return Tier 1 & 2	7.3%,
Investment rate of return Tier 3	7.0%,
Wage inflation	3.5% for pensions/not applicable for OPEB
Price inflation	2.5% for pensions/not applicable for OPEB
Cost-of-living adjustment	1.75% for pensions/not applicable for OPEB
Mortality rates	Mortality rate was updated to reflect the PubS-2010 Tables
Healthcare cost trend rate	Not applicable

Actuarial assumptions used in the June 30, 2019, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2016.

The long-term expected rate of return on PSPRS plan investments was determined to be 7.30 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
Short-term investments	2%	0.25%
Risk parity	4	4.01
Fixed income	5	3.00
Real assets	9	6.75
GTS	12	4.01
Private credit	16	5.36
Real estate	10	4.50
Private equity	12	8.40
Non-U.S. equity	14	5.00
U.S. equity	16	4.75
Total	100%	

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Discount Rate. At June 30, 2019, the discount rate used to measure the total pension and OPEB liability was 7.3 percent, which was one tenth of a percent lower than the discount rate used as of June 30, 2018.

The projection of cash flows used to determine the PSPRS discount rates assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the actuarially determined contribution rate and the member rate.

Based on those assumptions, the plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments for these plans to determine the total pension and OPEB liability.

Changes in Net (Assets)/Liability

	Pension			Health Insurance		
	Increase (Decrease)			Increase (Decrease)		
	Total (Assets) Liability	Plan Fiduciary Net Position	Net (Assets) Liability	Total (Assets) Liability	Plan Fiduciary Net Position	Net (Assets) Liability
PSPRS - Police						
Balances at June 30, 2019	\$50,571,222	\$31,210,198	\$19,361,024	\$858,377	\$897,807	\$ (39,430)
Change for the year:						
Service cost	2,184,422	-	2,184,422	27,225	-	27,225
Interest on the total liability	3,834,071	-	3,834,071	64,999	-	64,999
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience in the measurement of the liability	(759,999)	-	(759,999)	(210,833)	-	(210,833)
Changes of assumptions or other inputs	1,323,823	-	1,323,823	14,776	-	14,776
Contributions - employer	-	3,042,548	(3,042,548)	-	30,174	(30,174)
Contributions - employee	-	785,605	(785,605)	-	-	-
Net investment income	-	1,784,598	(1,784,598)	-	48,982	(48,982)
Benefit payments, including refunds of employee contributions	(1,887,751)	(1,887,751)	-	(14,484)	(14,484)	-
Administrative expense	-	(32,005)	32,005	-	(846)	846
Other changes/Adjustments to PY	-	(14,396)	14,396	-	14,396	(14,396)
Net changes	4,694,566	3,678,599	1,015,967	(118,317)	78,222	(196,539)
Balances at June 30, 2020	<u>\$55,265,788</u>	<u>\$34,888,797</u>	<u>\$20,376,991</u>	<u>\$740,060</u>	<u>\$976,029</u>	<u>\$ (235,969)</u>

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

	Pension			Health Insurance		
	Increase (Decrease)			Increase (Decrease)		
	Total (Assets) Liability	Plan Fiduciary Net Position	Net (Assets) Liability	Total (Assets) Liability	Plan Fiduciary Net Position	Net (Assets) Liability
PSPRS - Fire						
Balances at June 30, 2019	\$49,864,157	\$34,551,812	\$15,312,345	\$829,966	\$691,751	\$138,215
Change for the year:						
Service cost	1,979,628	-	1,979,628	19,334	-	19,334
Interest on the total liability	3,813,916	-	3,813,916	62,411	-	62,411
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience in the measurement of the liability	(2,153,410)	-	(2,153,410)	(124,547)	-	(124,547)
Changes of assumptions or other inputs	1,175,572	-	1,175,572	15,548	-	15,548
Contributions - employer	-	2,107,184	(2,107,184)	-	28,091	(28,091)
Contributions - employee	-	598,158	(598,158)	-	-	-
Net investment income	-	1,962,666	(1,962,666)	-	37,808	(37,808)
Benefit payments, including refunds of employee contributions	(608,760)	(608,760)	-	(11,820)	(11,820)	-
Administrative expense	-	(35,097)	35,097	-	(653)	653
Other changes/Adjustments to PY	-	(12,586)	12,586	-	12,585	(12,585)
Net changes	<u>4,206,946</u>	<u>4,011,565</u>	<u>195,381</u>	<u>(39,074)</u>	<u>66,011</u>	<u>(105,085)</u>
Balances at June 30, 2020	<u>\$54,071,103</u>	<u>\$38,563,377</u>	<u>\$15,507,726</u>	<u>\$790,892</u>	<u>\$757,762</u>	<u>\$33,130</u>

Sensitivity of the Net Pension and OPEB Assets (Liability) to Changes in the Discount Rate.

The following presents the **City/Town's** net pension and OPEB assets (liability) calculated using the discount rates noted above, as well as what the net assets (liability) would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
	PSPRS - Police		
Rate	6.30%	7.30%	8.30%
Net pension (assets) liability	\$ 29,412,029	\$ 20,376,991	\$ 13,128,957
Net OPEB (assets) liability	(137,160)	(235,969)	(318,431)
PSPRS - Fire			
Rate	6.30%	7.30%	8.30%
Net pension (assets) liability	\$ 24,627,084	\$ 15,507,726	\$ 8,167,397
Net OPEB (assets) liability	137,386	33,130	(54,226)

Plan Fiduciary Net Position. Detailed information about the plans' fiduciary net position is available in the separately issued PSPRS financial report. The report is available on the PSPRS website at www.psprs.com.

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Expense. For the year ended June 30, 2020, the City recognized the following as pension and OPEB expense:

	Expense	
	PSPRS - Police	PSPRS - Fire
Pension	\$ 4,301,471	\$ 3,754,520
Health insurance	(2,385)	11,221

Deferred Outflows/Inflows of Resources. At June 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	Pension		Health Insurance	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
PSPRS - Police				
Differences between expected and actual experience	\$ 1,876,926	\$ 724,169	\$ 12,063	\$ 189,747
Changes of assumptions or other inputs	2,643,073	-	13,302	40,179
Net difference between projected and actual earnings on plan investments	459,629	-	3,885	
Changes in proportion and differences between contributions and proportionate share of contributions	-	-	-	-
Contributions subsequent to the measurement date	2,967,226	-	27,481	-
Total	<u>\$ 7,946,854</u>	<u>\$ 724,169</u>	<u>\$ 56,731</u>	<u>\$ 229,926</u>
PSPRS - Fire				
Differences between expected and actual experience	\$ 5,072,043	\$ 2,585,113	\$ 16,394	\$ 112,095
Changes of assumptions or other inputs	2,521,939	-	13,995	65,905
Net difference between projected and actual earnings on plan investments	519,250	-	3,377	
Changes in proportion and differences between contributions and proportionate share of contributions	-	-	-	-
Contributions subsequent to the measurement date	2,602,066	-	36,344	-
Total	<u>\$ 10,715,298</u>	<u>\$ 2,585,113</u>	<u>\$ 70,110</u>	<u>\$ 178,000</u>

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

The amounts of deferred outflows of resources resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as an adjustment of the net pension and OPEB assets/liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be recognized in pension and OPEB expense as follows:

Year Ending June 30:	PSPRS - Police		PSPRS - Fire	
	Pension	Health Insurance	Pension	Health Insurance
2021	1,249,577	(28,461)	979,019	(19,410)
2022	766,103	(28,461)	631,327	(19,410)
2023	892,788	(22,093)	864,672	(14,568)
2024	545,414	(22,832)	830,708	(15,199)
2025	271,204	(23,439)	696,619	(17,991)
Thereafter	530,373	(75,390)	1,525,774	(57,656)

C. Goodyear Volunteer and Reserve Firefighter Retirement Trust Plan

The Goodyear Volunteer and Reserve Firefighter Retirement Trust Plan is a single-employer defined contribution plan, which was approved by the City Council on February 27, 1990, under Arizona Revised Statutes Section 9-981. The authority to establish and amend benefit provisions rests with the City Council. In December 1999, the council revised the pension and benefit program for the part-time firefighters. The City discontinued using part-time firefighters as of December 1, 2005.

The assets of the plan are valued annually and the earnings or loss is distributed among the participant's accounts in the plan. The only expenditures being made from this fund are administration fees, benefit payments, and refunds to those firefighters who leave the service of the Fire Department before becoming eligible for pension benefits. The cost of administering the plan is financed from investment earnings. Retirement with full benefits can be at age fifty (50) or fifteen years of credited service. This plan was fully vested as of June 30, 2020. As of June 30, 2020, there were five eligible employees participating in the plan. The plan is administered by Innes Associates LTD.

As of June 30, 2020, the plan's assets consisted of the following:

Investments \$514,384

The plan has never had an actuarial valuation; however, benefits cannot exceed plan assets. The market values of mutual funds are determined from readily available market quotations. The fund uses the accrual basis of accounting. Contributions are recognized when earned; benefits and refunds are expensed when incurred. Separate audited financial statements of this employee benefit plan are not available.

NOTE 14 EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For the year ended, June 30, 2020, expenditures did not exceed budget at the fund level in any funds.

NOTE 15 FUND BALANCE CLASSIFICATIONS

	General Fund	Non Utility Development Impact Fees Capital Projects	GO Bonds Capital Projects	McDowell Road Commerical Corridor ID Debt Service Fund	Community Facilities Districts Debt Service Fund	Non-Major Governmental Funds	Total Governmental Funds
Fund Balances (deficits):							
Nonspendable							
Inventory	\$ 210,154	\$ -	\$ -	\$ -	\$ -	\$ 497,974	\$ 708,128
Prepaid items	2,134,415	-	-	-	-	-	2,134,415
Restricted							
Capital projects	-	-	40,471,387	-	-	-	40,471,387
Charter mandates	4,813,576	-	-	-	-	-	4,813,576
Community facilities districts operations	-	-	-	-	-	9,978,487	9,978,487
Court	445,474	-	-	-	-	-	445,474
Debt service	-	-	-	229,320	5,556,095	160,006	5,945,421
Development impact fees	-	43,001,310	-	-	-	-	43,001,310
Grants	-	-	-	-	-	-	-
Law enforcement	327,832	-	-	-	-	-	327,832
Transit	1,156,827	-	-	-	-	-	1,156,827
Committed							
Ball park	-	-	-	-	-	3,043,242	3,043,242
Assigned							
Fire asset reserve	892,018	-	-	-	-	-	892,018
Fleet replacement	3,455,394	-	-	-	-	-	3,455,394
IT replacement	2,656,884	-	-	-	-	-	2,656,884
Risk management	475,484	-	-	-	-	-	475,484
Parks management	2,421,309	-	-	-	-	-	2,421,309
Traffic signal reserve	1,299,118	-	-	-	-	-	1,299,118
General Fund FY2021 Budget	86,240,624	-	-	-	-	-	86,240,624
Unassigned	18,030,053	-	-	-	-	(501,057)	17,528,996
Total fund balances	<u>\$ 124,559,162</u>	<u>\$ 43,001,310</u>	<u>\$ 40,471,387</u>	<u>\$ 229,320</u>	<u>\$ 5,556,095</u>	<u>\$ 13,178,652</u>	<u>\$ 226,995,926</u>

NOTE 16 DEFICIT FUND BALANCES

As of June 30, 2020, the Grants Fund, a Non-Major Governmental Fund, had a deficit fund balance of \$3,083. The deficit exists due to timing of reimbursements for grant related expenses. Specifically, some reimbursements were not received within 60 days of the end of the fiscal year. The deficit is expected to be resolved in the subsequent fiscal year. Further detail can be found in the budget to actual schedule within the supplemental information.

NOTE 17 COMMITMENTS

Construction Commitments

The City has active construction projects as of June 30, 2020. The commitments for these active projects are being financed from existing fund balances. The balances for work not yet complete as of June 30, 2020 were as follows:

Project	Amount
15001 – Court Security Standards	\$ 800,874
23001 – FSIP - Lucity	19,348
35002 – New World Systems/Tyler CAD Upgrade	64,320
42001 – 86 Acre Recreation campus - RID	74,929
42008 – Recreation Campus – Estrella Pkwy	1,578,019
42009 – Recreation Campus – Harrison St.	1,046,922
42012 – Traffic Signal – 146 th & Camelback	703
42016 – Civic Square	1,481,051
30002 - EMR Fire Station	4,880,452
42011 – Sarival Ave:Jefferson St. to Yuma	20,100
50001 - Recreation Center	16,360,769
50002 - 30 Acre Recreation Campus	12,537,206
30001 – Fire Station 181 Replacement	7,323,574
50003 – Recreation Campus - Aquatic Facility	8,976,803
60001 – Municipal Ops Parking & Infrastructure Improvements	24,513
60009 – Liberty Potable interconnects	22,059
60010 – New Well 26	4,653,265
600014 – Site 12 Improvements	697,820
60015 - Surface Water Project	76,887,104
60016 – Treatment Improvements at Site 18	233,570
60026 – Goodyear WRF Expansion & Site Improvement	1,713,787
60027 – Goodyear WRF Rehab & Replace	460,297
60031 – Rainbow Valley Water Rec Disc Filter	1,109,119
Total commitments	\$ 140,966,604

Encumbrances

In order to facilitate effective planning and control of funds, encumbrances are used to plan for certain items. Encumbrance amounts have been classified as assigned, unless classified as restricted or committed due to the nature of the fund. As of June 30, 2020, the encumbrances to be honored in the next fiscal year are as follows:

Fund	Amount
General Fund	\$ 5,066,165
Non-Utility Development Impact Fees	33,798,527
GO Bonds Capital Projects	16,300,377
Total Governmental Funds	\$ 55,165,069
Water & Wastewater Fund	\$ 85,801,533
Total Proprietary Funds	\$ 85,801,533

NOTE 18 TAX ABATEMENT AGREEMENTS

GPLET

The City enters into government property lease agreements with private parties. All property taxes are abated on these lease agreements; however, the private party may be subject to a government property lease excise tax (GPLET) in lieu of property taxes. GPLET is calculated based on rates state statute establishes on the property's square footage and use. The property tax abatement applies to private parties developing and occupying a government property for at least 30 consecutive days.

Under the City's government property lease agreements, private parties are committed to the construction of any improvements and the operation and maintenance of the improvements. The City has no commitments under these agreements other than to abate taxes.

For the year ended June 30, 2020, government property lease agreements the City entered into reduced the City tax revenues by \$392,140.

Foreign Trade Zone

The City has a foreign trade zone within its limits. Arizona state law allows for any property within a foreign trade zone to be subject to a reduced property valuation rate of 5% down from 18%. Under the City's foreign trade zones, business can qualify one of four ways:

1. Developers can construct a zone I-1 site of at least 200,000 square feet in a foreign trade zone.
2. Qualifying manufacturing companies can invest at least \$25 million in capital equipment and real property, construct a 75,000 square feet building, employ a minimum of 75 full-time employees with 51% paid 125% of the state median annual wage and paid 75% of employees' health insurance premiums.
3. Internet fulfillment companies can locate within a designated foreign trade zone building, generate a minimum of \$25 million of Arizona end-user sales and invest at least \$25 million in capital equipment and real property.
4. Businesses can locate within one of the federally approved Magnet foreign trade zones and comply with the City's Foreign Trade Zone policy and federal requirements.

For the year ended June 30, 2020, properties within the foreign trade zones reduced the City tax revenues by \$265,519.

Sales Tax Abatements

The City has entered into agreements with developers to reimburse for the construction of public infrastructure that will benefit the community. These reimbursements are paid to developers over time from the collection of sales taxes. Payments to developers are considered during the City's budget process. For the year ended June 30, 2020, the one developer agreement reduced City sales tax revenues by \$1,790,021.



REQUIRED SUPPLEMENTARY INFORMATION

CITY OF GOODYEAR, ARIZONA
GENERAL FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 73,502,700	\$ 73,502,700	\$ 93,451,324	\$ 19,948,624
Licenses and permits	7,357,800	7,357,800	18,061,371	10,703,571
Intergovernmental revenues	22,608,400	22,608,400	33,164,885	10,556,485
Charges for services	2,361,000	2,361,000	1,991,817	(369,183)
Fines and forfeitures	925,000	925,000	757,252	(167,748)
Investment income	500,000	500,000	1,613,759	1,113,759
Contributions	2,408,000	2,408,000	2,049,872	(358,128)
Other revenues	1,714,300	1,714,300	1,472,070	(242,230)
Total revenues	<u>111,377,200</u>	<u>111,377,200</u>	<u>152,562,350</u>	<u>41,185,150</u>
EXPENDITURES				
Current:				
General government:				
City attorney	1,912,400	1,912,400	1,825,895	86,505
City clerk	910,300	914,200	606,955	307,245
City manager	2,559,900	2,616,900	2,326,977	289,923
Communications	1,053,800	1,046,500	974,929	71,571
Finance	4,310,900	4,310,900	3,843,359	467,541
Human resources	4,504,300	5,173,700	3,845,695	1,328,005
ITS	6,965,900	6,913,100	5,267,004	1,646,096
Mayor and council	366,500	366,500	291,041	75,459
Non-departmental	2,705,000	3,305,000	2,026,766	1,278,234
Reserved for contingency	29,191,100	21,558,000	-	21,558,000
Total general government	<u>54,480,100</u>	<u>48,117,200</u>	<u>21,008,621</u>	<u>27,108,579</u>
Public safety:				
Fire	21,848,800	21,935,600	19,121,154	2,814,446
Municipal Court	1,487,100	1,487,100	1,191,111	295,989
Police	26,307,100	26,344,000	24,794,549	1,549,451
Total public safety	<u>49,643,000</u>	<u>49,766,700</u>	<u>45,106,814</u>	<u>4,659,886</u>
Public works:				
Administration	546,000	546,000	518,645	27,355
Building services	3,383,900	3,312,100	2,881,588	430,512
Fleet services	100,000	225,000	237,499	(12,499)
Program management	434,900	433,900	406,777	27,123
Total public works	<u>4,464,800</u>	<u>4,517,000</u>	<u>4,044,509</u>	<u>472,491</u>

(Continued)

CITY OF GOODYEAR, ARIZONA
GENERAL FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Culture and recreation:				
Arts and culture	213,200	220,500	178,906	41,594
Parks	7,306,000	7,307,100	6,158,309	1,148,791
Recreation	2,209,000	2,209,000	1,883,725	325,275
Total culture and recreation	<u>9,728,200</u>	<u>9,736,600</u>	<u>8,220,940</u>	<u>1,515,660</u>
Development services:				
Development services	3,972,200	4,308,600	3,513,795	794,805
Economic development	3,139,900	3,144,400	1,258,162	1,886,238
Engineering	4,723,800	5,646,200	4,144,357	1,501,843
Total development services	<u>11,835,900</u>	<u>13,099,200</u>	<u>8,916,314</u>	<u>4,182,886</u>
Capital Outlay	<u>30,054,300</u>	<u>39,732,500</u>	<u>19,506,028</u>	<u>20,226,472</u>
Debt Service				
Principal	1,287,700	1,287,700	1,287,750	(50)
Interest	120,300	120,300	120,371	(71)
Total debt service	<u>1,408,000</u>	<u>1,408,000</u>	<u>1,408,121</u>	<u>(121)</u>
Total expenditures	<u>161,614,300</u>	<u>166,377,200</u>	<u>108,211,347</u>	<u>58,165,853</u>
Excess of revenues over expenditures	<u>(50,237,100)</u>	<u>(55,000,000)</u>	<u>44,351,003</u>	<u>99,351,003</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	291,817	291,817
Transfers out	(24,963,100)	(18,438,100)	(16,650,993)	1,787,107
Transfers in	10,354,600	3,770,600	3,805,100	34,500
Total other financing sources and (uses)	<u>(14,608,500)</u>	<u>(14,667,500)</u>	<u>(12,554,076)</u>	<u>2,113,424</u>
Net change in fund balance	<u>(64,845,600)</u>	<u>(69,667,500)</u>	<u>31,796,927</u>	<u>101,464,427</u>
Fund balance, beginning of year	<u>90,832,101</u>	<u>90,832,101</u>	<u>90,832,101</u>	<u>-</u>
Fund balance, end of year	<u>\$ 25,986,501</u>	<u>\$ 21,164,601</u>	<u>\$ 122,629,028</u>	<u>\$ 101,464,427</u>

CITY OF GOODYEAR, ARIZONA
Notes to Budget and Actual Schedules
For the Year Ended June 30, 2020

Note 1. Budgetary Basis of Accounting

The City's budget is prepared on a basis consistent with generally accepted accounting principles, except for the following items:

- Certain activities reported in the General Fund are budgeted in separate funds.

The following schedule reconciles fund balance reported at the end of the year:

	<u>Beginning Fund Balance</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Ending Fund Balance</u>
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	\$ 92,786,879	\$ 156,948,578	\$ 125,176,295	\$ 124,559,162
Activity budgeted as special revenue funds	<u>(1,954,778)</u>	<u>(289,311)</u>	<u>(313,955)</u>	<u>(1,930,134)</u>
Schedule of Revenues, Expenditures and Changes in Fund Balances - General Fund	<u>\$ 90,832,101</u>	<u>\$ 156,659,267</u>	<u>\$ 124,862,340</u>	<u>\$ 122,629,028</u>

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of the Proportionate Share of the Net Pension Liability
June 30, 2020

ASRS - Pension	Reporting Fiscal Year (Measurement Date)					
	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)
Proportion of the net pension liability (asset)	0.25462%	0.26689%	0.24000%	0.24000%	0.24000%	0.22000%
Proportionate share of the net pension liability (asset)	\$ 37,050,173	\$ 37,221,762	\$ 37,471,443	\$ 39,085,443	\$ 36,986,742	\$ 33,264,817
Covered payroll	\$ 26,747,686	\$ 25,325,110	\$ 23,806,419	\$ 22,599,315	\$ 21,761,494	\$ 20,166,769
Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	138.52%	146.98%	157.40%	172.95%	169.96%	164.95%
Plan fiduciary net position as a percentage of the total pension liability	73.24%	73.40%	69.92%	67.06%	68.35%	69.49%

Note: The City implemented GASB 68 in fiscal year 2015. Prior year information is not available

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of the Proportionate Share of the Net OPEB Liability
June 30, 2020

ASRS - Health insurance premium benefit	Reporting Fiscal Year		
	(Measurement Date)		
	2020	2019	2018
	(2019)	(2018)	(2017)
Proportion of the net OPEB (asset)	0.260420%	0.271700%	0.243230%
Proportionate share of the net OPEB (asset)	\$ (71,968)	\$ (97,837)	\$ (132,414)
Covered payroll	\$ 26,747,686	\$ 25,325,110	\$ 23,806,419
Proportionate share of the net OPEB (asset) as a percentage of its covered payroll	-0.27%	-0.39%	-0.56%
Plan fiduciary net position as a percentage of the total OPEB liability	101.62%	102.20%	103.57%

ASRS - Long-term disability	Reporting Fiscal Year		
	(Measurement Date)		
	2020	2019	2018
	(2019)	(2018)	(2017)
Proportion of the net OPEB (asset)	0.258210%	0.267470%	0.241210%
Proportionate share of the net OPEB (asset)	\$ 168,210	\$ 139,754	\$ 87,433
Covered payroll	\$ 26,747,686	\$ 25,325,110	\$ 23,806,419
Proportionate share of the net OPEB (asset) as a percentage of its covered payroll	0.63%	0.55%	0.37%
Plan fiduciary net position as a percentage of the total OPEB liability	72.85%	77.83%	84.44%

Note: The City implemented GASB 75 in fiscal year 2018. Prior year information is not available.

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of Changes in the Net Pension Liability and Related Ratios
June 30, 2020

PSPRS Police - Pension

	Reporting Fiscal Year (Measurement Date)					
	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)
Total pension liability						
Service cost	\$ 2,184,422	\$ 2,123,570	\$ 1,914,605	\$ 1,437,416	\$ 1,278,133	\$ 1,278,071
Interest on total pension liability	3,834,071	3,331,300	2,971,515	2,477,882	2,301,498	1,966,048
Changes of benefit terms	-	-	456,529	3,357,342	-	186,683
Difference between expected and actual experience of the total net pension liability	(759,999)	1,802,331	494,534	389,465	(159,382)	260,090
Changes of assumptions	1,323,823	-	824,808	1,580,891	-	1,746,183
Benefit payments, including refunds of employee contributions	(1,887,751)	(1,283,523)	(1,454,686)	(1,398,856)	(1,107,068)	(1,220,650)
Net change in total pension liability	4,694,566	5,973,678	5,207,305	7,844,140	2,313,181	4,216,425
Total pension liability - beginning	50,571,222	44,597,544	39,390,239	31,546,099	29,232,918	25,016,493
Total pension liability - ending (a)	\$ 55,265,788	\$ 50,571,222	\$ 44,597,544	\$ 39,390,239	\$ 31,546,099	\$ 29,232,918
Plan fiduciary net position						
Contributions - employer	\$ 3,042,548	\$ 3,953,950	\$ 1,633,633	\$ 1,597,875	\$ 1,173,950	\$ 1,116,495
Contributions - employee	785,605	947,565	930,370	885,129	768,858	704,171
Net investment income	1,784,598	1,918,567	2,810,340	130,212	739,152	2,311,670
Benefit payments, including refunds of employee contributions	(1,887,751)	(1,283,523)	(1,454,686)	(1,398,856)	(1,107,068)	(1,220,650)
Hall/Parker settlement	-	(1,135,981)	-	-	-	-
Plan administrative expenses	(32,005)	(29,900)	(25,267)	(19,137)	(18,421)	-
Other (net transfer)	-	66,475	333,337	167,861	(57,781)	(476,423)
Net change in plan fiduciary net position	3,692,995	4,437,153	4,227,727	1,363,084	1,498,690	2,435,263
Plan fiduciary net position - beginning	31,210,198	26,773,045	22,545,318	21,182,234	19,683,544	17,248,281
Adjustment to beginning of year	(14,396)	-	-	-	-	-
Plan fiduciary net position - ending (b)	\$ 34,888,797	\$ 31,210,198	\$ 26,773,045	\$ 22,545,318	\$ 21,182,234	\$ 19,683,544
Net pension liability - ending (a) - (b)	\$ 20,376,991	\$ 19,361,024	\$ 17,824,499	\$ 16,844,921	\$ 10,363,865	\$ 9,549,374
Plan fiduciary net position as a percentage of the total pension liability	63.13%	61.72%	60.03%	57.24%	67.15%	67.33%
Covered payroll	\$ 9,600,397	\$ 9,388,019	\$ 8,331,614	\$ 7,375,148	\$ 7,012,489	\$ 6,630,426
Net pension liability as a percentage of covered payroll	212.25%	206.23%	213.94%	228.40%	147.79%	144.02%

Note: The City implemented GASB 68 in fiscal year 2015. Information prior to 2015 is not available.

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of Changes in the Net Pension Liability and Related Ratios
June 30, 2020

PSPRS Fire - Pension	Reporting Fiscal Year (Measurement Date)					
	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)
Total pension liability						
Service cost	\$ 1,979,628	\$ 2,044,963	\$ 1,819,328	\$ 1,558,056	\$ 1,409,380	\$ 1,405,013
Interest on total pension liability	3,813,916	3,111,423	2,846,014	2,121,084	1,822,450	1,640,015
Changes of benefit terms	-	-	208,024	4,046,976	-	(18,156)
Difference between expected and actual experience of the total net pension liability	(2,153,410)	4,118,805	(389,024)	1,915,498	1,030,908	(813,497)
Changes of assumptions	1,175,572	-	222,373	1,632,401	-	619,565
Benefit payments, including refunds of employee contributions	(608,760)	(869,611)	(570,665)	(385,270)	(680,367)	(341,865)
Net change in total pension liability	4,206,946	8,405,580	4,136,050	10,888,745	3,582,371	2,491,075
Total pension liability - beginning	49,864,157	41,458,577	37,322,527	26,433,782	22,851,411	20,360,336
Total pension liability - ending (a)	<u>\$ 54,071,103</u>	<u>\$ 49,864,157</u>	<u>\$ 41,458,577</u>	<u>\$ 37,322,527</u>	<u>\$ 26,433,782</u>	<u>\$ 22,851,411</u>
Plan fiduciary net position						
Contributions - employer	\$ 2,107,184	\$ 3,893,514	\$ 1,153,600	\$ 1,173,975	\$ 968,726	\$ 948,481
Contributions - employee	598,158	905,341	1,109,821	992,221	848,048	754,465
Net investment income	1,962,666	2,135,563	3,112,669	141,788	791,715	2,374,446
Benefit payments, including refunds of employee contributions	(608,760)	(869,611)	(570,665)	(385,270)	(680,367)	(341,865)
Hall/Parker settlement	-	(1,424,092)	-	-	-	-
Plan administrative expenses	(35,097)	(33,203)	(27,942)	(20,803)	(19,707)	-
Other (net transfer)	-	53,121	301	278,213	304,136	(228,831)
Net change in plan fiduciary net position	4,024,151	4,660,633	4,777,784	2,180,124	2,212,551	3,506,696
Plan fiduciary net position - beginning	34,551,812	29,891,179	25,113,395	22,933,271	20,720,720	17,214,024
Adjustment to beginning of year	(12,586)	-	-	-	-	-
Plan fiduciary net position - ending (b)	<u>\$ 38,563,377</u>	<u>\$ 34,551,812</u>	<u>\$ 29,891,179</u>	<u>\$ 25,113,395</u>	<u>\$ 22,933,271</u>	<u>\$ 20,720,720</u>
Net pension liability - ending (a) - (b)	<u>\$ 15,507,726</u>	<u>\$ 15,312,345</u>	<u>\$ 11,567,398</u>	<u>\$ 12,209,132</u>	<u>\$ 3,500,511</u>	<u>\$ 2,130,691</u>
Plan fiduciary net position as a percentage of the total pension liability	71.32%	69.29%	72.10%	67.29%	86.76%	90.68%
Covered payroll	\$ 8,445,713	\$ 8,787,982	\$ 8,028,810	\$ 8,217,597	\$ 7,822,842	\$ 7,338,829
Net pension liability as a percentage of covered payroll	183.62%	174.24%	144.07%	148.57%	44.75%	29.03%

Note: The City implemented GASB 68 in fiscal year 2015. Information prior to 2015 is not available.

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of Changes in the Net OPEB Liability and Related Ratios
June 30, 2020

PSPRS Police Health Insurance Premium Benefit	Reporting Fiscal Year (Measurement Date)		
	2020	2019	2018
	(2019)	(2018)	(2017)
Total OPEB liability			
Service cost	\$ 27,225	\$ 30,980	\$ 27,494
Interest on total OPEB liability	64,999	57,711	57,481
Changes of benefit terms	-	-	3,790
Difference between expected and actual experience of the total net OPEB liability	(210,833)	11,892	4,452
Changes of assumptions or other inputs	14,776	-	(66,210)
Benefit payments	(14,484)	(13,196)	(17,372)
Net change in total OPEB liability	(118,317)	87,387	9,635
Total OPEB liability - beginning	858,377	770,990	761,355
Total OPEB liability - ending (a)	\$ 740,060	\$ 858,377	\$ 770,990
Plan fiduciary net position			
Contributions - employer	\$ 30,174	\$ 17,033	\$ 30,113
Contributions - employee	-	-	-
Net investment income	48,982	58,322	87,559
Benefit payments	(14,484)	(13,196)	(17,372)
Administrative expense	(846)	(888)	(774)
Other changes	-	1	-
Net change in plan fiduciary net position	63,826	61,272	99,526
Plan fiduciary net position - beginning	897,807	836,535	737,009
Adjustment to beginning of year	14,396	-	-
Plan fiduciary net position - ending (b)	\$ 976,029	\$ 897,807	\$ 836,535
Net OPEB liability - ending (a) - (b)	\$ (235,969)	\$ (39,430)	\$ (65,545)
Plan fiduciary net position as a percentage of the total OPEB liability	131.89%	104.59%	108.50%
Covered payroll	\$ 9,600,397	\$ 9,388,019	\$ 8,331,614
Net OPEB (asset) liability as a percentage of covered payroll	-2.46%	-0.42%	-0.79%

Note: The City implemented GASB 75 in fiscal year 2018. Information prior to 2018 is not available.

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of Changes in the Net OPEB Liability and Related Ratios
June 30, 2020

PSPRS Fire Health Insurance Premium Benefit	Reporting Fiscal Year		
	(Measurement Date)		
	2020 (2019)	2019 (2018)	2018 (2017)
Total OPEB liability			
Service cost	\$ 19,334	\$ 22,849	\$ 20,875
Interest on total OPEB liability	62,411	57,087	58,459
Changes of benefit terms	-	-	375
Difference between expected and actual experience of the total net OPEB liability	(124,547)	2,063	21,035
Changes of assumptions or other inputs	15,548	-	(94,084)
Benefit payments	(11,820)	(24,100)	(7,230)
Net change in total OPEB liability	(39,074)	57,899	(570)
Total OPEB liability - beginning	829,966	772,067	772,637
Total OPEB liability - ending (a)	\$ 790,892	\$ 829,966	\$ 772,067
Plan fiduciary net position			
Contributions - employer	\$ 28,091	\$ 22,840	\$ 31,049
Contributions - employee	-	-	-
Net investment income	37,808	44,799	66,973
Benefit payments	(11,820)	(24,100)	(7,230)
Administrative expense	(653)	(682)	(593)
Other changes	-	1	-
Net change in plan fiduciary net position	53,426	42,858	90,199
Plan fiduciary net position - beginning	691,751	648,893	558,694
Adjustment to beginning of year	12,585	-	-
Plan fiduciary net position - ending (b)	\$ 757,762	\$ 691,751	\$ 648,893
Net OPEB liability - ending (a) - (b)	\$ 33,130	\$ 138,215	\$ 123,174
Plan fiduciary net position as a percentage of the total OPEB liability	95.81%	83.35%	84.05%
Covered payroll	\$ 8,445,713	\$ 8,787,982	\$ 8,028,810
Net OPEB (asset) liability as a percentage of covered payroll	0.39%	1.57%	1.53%

Note: The City implemented GASB 75 in fiscal year 2018. Information prior to 2018 is not available.

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of Pension/OPEB Contributions
June 30, 2020

ASRS - Pension

	Reporting Fiscal Year					
	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 3,285,236	\$ 3,002,190	\$ 2,760,437	\$ 2,566,332	\$ 2,452,025	\$ 2,369,823
Contributions in relation to the contractually required contribution	\$ (3,285,236)	\$ (3,002,190)	\$ (2,760,437)	\$ (2,566,332)	\$ (2,452,025)	\$ (2,369,823)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 28,572,110	\$ 26,747,686	\$ 25,325,110	\$ 23,806,419	\$ 22,599,315	\$ 21,761,494
Contributions as a percentage of covered payroll	11.50%	11.22%	10.90%	10.78%	10.85%	10.89%

PSPRS Police-Pension

	Reporting Fiscal Year					
	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 2,967,226	\$ 3,042,548	\$ 3,953,950	\$ 1,633,633	\$ 1,597,875	\$ 1,173,950
Contributions in relation to the actuarially determined contribution	\$ (2,967,226)	\$ (3,042,548)	\$ (3,953,950)	\$ (1,633,633)	\$ (1,597,875)	\$ (1,173,950)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 9,861,381	\$ 9,600,397	\$ 9,388,019	\$ 8,331,614	\$ 7,375,148	\$ 7,012,489
Contributions as a percentage of covered payroll	30.09%	31.69%	42.12%	19.61%	21.67%	16.74%

PSPRS Fire-Pension

	Reporting Fiscal Year					
	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 2,565,722	\$ 2,107,184	\$ 3,893,514	\$ 1,153,600	\$ 1,173,975	\$ 968,726
Contributions in relation to the actuarially determined contribution	(2,565,722)	(2,107,184)	(3,893,514)	(1,153,600)	(1,173,975)	(968,726)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 8,814,496	\$ 8,445,713	\$ 8,787,982	\$ 8,028,810	\$ 8,217,597	\$ 7,822,842
Contributions as a percentage of covered payroll	29.11%	24.95%	44.30%	14.37%	14.29%	12.38%

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of Pension/OPEB Contributions
June 30, 2020

ASRS - Health insurance premium benefit	Reporting Fiscal Year		
	2020	2019	2018
Contractually required contribution	\$ 140,591	\$ 123,288	\$ 143,399
Contributions in relation to the contractually required contribution	(140,591)	(123,288)	(143,399)
Contribution deficiency (excess)	\$ -	\$ -	\$ -
Covered payroll	\$ 28,572,110	\$ 26,747,686	\$ 25,325,110
Contributions as a percentage of covered payroll	0.49%	0.46%	0.57%

ASRS - Long-term disability	Reporting Fiscal Year		
	2020	2019	2018
Contractually required contribution	\$ 48,776	\$ 42,908	\$ 40,972
Contributions in relation to the contractually required contribution	(48,776)	(42,908)	(40,972)
Contribution deficiency (excess)	\$ -	\$ -	\$ -
Covered payroll	\$ 28,572,110	\$ 26,747,686	\$ 25,325,110
Contributions as a percentage of covered payroll	0.17%	0.16%	0.16%

Note: The City implemented GASB 75 in fiscal year 2018. Information prior to 2018 is not available.

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of Pension/OPEB Contributions
June 30, 2020

PSPRS Police Health Insurance Premium Benefit	Reporting Fiscal Year			
	2020	2019	2018	2017
Actuarially determined contribution	\$ 27,481	\$ 30,174	\$ 17,033	\$ 30,113
Contributions in relation to the actuarially determined contribution	\$ (27,481)	\$ (30,174)	\$ (17,033)	\$ (30,113)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 9,861,381	\$ 9,600,397	\$ 9,388,019	\$ 8,331,614
Contributions as a percentage of covered payroll	0.28%	0.31%	0.18%	0.36%
PSPRS Fire Health Insurance Premium Benefit	Reporting Fiscal Year			
	2020	2019	2018	2017
Actuarially determined contribution	\$ 36,344	\$ 28,091	\$ 22,840	\$ 31,049
Contributions in relation to the actuarially determined contribution	\$ (36,344)	\$ (28,091)	\$ (22,840)	\$ (31,049)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 8,814,496	\$ 8,445,713	\$ 8,787,982	\$ 8,028,810
Contributions as a percentage of covered payroll	0.41%	0.33%	0.26%	0.39%

Note: The City implemented GASB 75 in fiscal year 2018. Information prior to 2017 is not available.

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Notes to Pension/OPEB Plan Schedules
June 30, 2020

Note 1. Actuarially Determined Contribution Rates

Actuarially determined contribution rates for PSPRS are calculated as of June 30 two years prior to the end of the fiscal year in which contributions are made. The actuarial methods and assumptions used to establish the contribution requirements are as follows:

Actuarial cost method	Entry Age Normal
Amortization Method	Level percent-of-pay, closed
Remaining Amortization Period as of the 2018 actuarial valuation	18 years for unfunded liabilities; 20 years for excess
Asset valuation method	7-Year smoothed market; 80%/120% market corridor
Actuarial assumptions:	
Investment rate of return	In the 2017 actuarial valuation, the investment rates of return was decreased from 7.5% to 7.4%. In the 2016 actuarial valuation, the investment rate of return was decreased from 7.85% to 7.5%. In the 2013 actuarial valuation, the investment rate of return was decreased from 8.0% to 7.85%.
Projected salary increases	In the 2017 actuarial valuation, projected salary increases were decreased from 4.0%-8.0% to 3.5%-7.5%. In the 2014 actuarial valuation, projected salary increases were decreased from 4.5%-8.5% to 4.0%-8.0%. In the 2013 actuarial valuation, projected salary increases were decreased from 5.0%-9.0% to 4.5%-8.5%.
Wage growth	In the 2017 actuarial valuation, wage growth was decreased from 4% to 3.5%. In the 2014 actuarial valuation, wage growth was decreased from 4.5% to 4.0%. In the 2013 actuarial valuation, wage growth was decreased from 5.0% to 4.5%
Retirement age	Experience-based table of rates that is specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period July 1, 2006 - June 30, 2011.
Mortality	In the 2017 actuarial valuation, changed to RP-2014 tables, with 75% of MP-2016 fully generational projection scales. RP-2000 mortality table (adjusted by 105% for both males and females).

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Notes to Pension/OPEB Plan Schedules
June 30, 2020

Note 2. Factors That Affect Trends

Arizona courts have ruled that provisions of a 2011 law that changed the mechanism for funding permanent pension benefit increases and increased employee pension contribution rates were unconstitutional or a breach of contract because those provisions apply to individuals who were members as of the law's effective date. As a result, the PSPRS changed benefit terms to reflect the prior mechanism for funding permanent benefit increases for those members and revised actuarial assumptions to explicitly value future permanent benefit increases. PSPRS also reduced those members' employee contribution rates. These changes are reflected in the plans' pension liabilities for fiscal year 2015 (measurement date 2014) for members who were retired as of the law's effective date and fiscal year 2018 (measurement date 2017) for members who retired or will retire after the law's effective date. These changes also increased the PSPRS required pension contributions beginning in fiscal year 2016 for members who were retired as of the law's effective date. These changes increased the required contributions beginning in fiscal year 2019 for members who retired or will retire after the law's effective date.

SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULES
MAJOR GOVERNMENTAL FUNDS

Capital Projects Funds

- **Non-Utility Development Impact Fees Fund** – This fund accounts for the receipt and expenditure of development impact or expansion fees for all governmental activities.
- **GO Bonds Fund** – This fund accounts for the proceeds and interest of the sale of voter-approved general obligation bonds that are used for authorized improvements.

Debt Service Funds

- **McDowell Road Commercial Corridor ID Fund** – This fund accounts for the debt portion of the McDowell Road Improvement District.
- **Community Facilities Districts Fund** – This fund accounts for the debt portion of the City's Community Facilities Districts, which are component units that provide general infrastructure and capital assets for the property within each District's boundaries.

CITY OF GOODYEAR, ARIZONA
NON-UTILITY DEVELOPMENT IMPACT FEES
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 4,000,000	\$ 4,000,000	\$ 9,094,240	\$ 5,094,240
Charges for services	9,557,000	9,557,000	13,629,270	4,072,270
Investment income	-	-	1,039,636	1,039,636
Total revenues	<u>13,557,000</u>	<u>13,557,000</u>	<u>23,763,146</u>	<u>10,206,146</u>
EXPENDITURES				
Capital outlay	<u>34,608,200</u>	<u>4,958,000</u>	<u>2,475,047</u>	<u>2,482,953</u>
Total expenditures	<u>34,608,200</u>	<u>4,958,000</u>	<u>2,475,047</u>	<u>2,482,953</u>
Excess (deficiency) of revenues over (under) expenditures	(21,051,200)	8,599,000	21,288,099	12,689,099
OTHER FINANCING SOURCES (USES)				
Transfers out	-	(30,482,700)	(7,920,390)	22,562,310
Total other financing Sources (Uses)	<u>-</u>	<u>(30,482,700)</u>	<u>(7,920,390)</u>	<u>22,562,310</u>
Net change in fund balances	(21,051,200)	(21,883,700)	13,367,709	35,251,409
Fund balance, beginning of year	<u>29,633,601</u>	<u>29,633,601</u>	<u>29,633,601</u>	<u>-</u>
Fund balance, end of year	<u>\$ 8,582,401</u>	<u>\$ 7,749,901</u>	<u>\$ 43,001,310</u>	<u>\$ 35,251,409</u>

CITY OF GOODYEAR, ARIZONA
GO BONDS
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Investment income	\$ -	\$ -	\$ 1,074,076	\$ 1,074,076
Contributions	-	-	2,750,000	2,750,000
Total revenues	<u>-</u>	<u>-</u>	<u>3,824,076</u>	<u>3,824,076</u>
EXPENDITURES				
Capital outlay	62,432,300	89,766,600	15,785,165	73,981,435
Total expenditures	<u>62,432,300</u>	<u>89,766,600</u>	<u>15,785,165</u>	<u>73,981,435</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(62,432,300)</u>	<u>(89,766,600)</u>	<u>(11,961,089)</u>	<u>77,805,511</u>
OTHER FINANCING SOURCES (USES)				
Debt issuance	16,500,000	16,500,000	-	(16,500,000)
Transfers out	-	(383,800)	(330,356)	53,444
Transfers in	-	30,541,700	8,809,493	(21,732,207)
Total other financing Sources (Uses)	<u>16,500,000</u>	<u>46,657,900</u>	<u>8,479,137</u>	<u>(38,178,763)</u>
Net change in fund balances	(45,932,300)	(43,108,700)	(3,481,952)	39,626,748
Fund balance, beginning of year	<u>43,953,339</u>	<u>43,953,339</u>	<u>43,953,339</u>	<u>-</u>
Fund balance, end of year	<u>\$ (1,978,961)</u>	<u>\$ 844,639</u>	<u>\$ 40,471,387</u>	<u>\$ 39,626,748</u>

CITY OF GOODYEAR, ARIZONA
MCDOWELL ROAD COMMERCIAL CORRIDOR ID
Debt Service Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Investment income	\$ -	\$ -	\$ 2,716	\$ 2,716
Special assessments	4,548,900	4,548,900	3,078,079	(1,470,821)
Other revenues	-	-	728	728
Total revenues	<u>4,548,900</u>	<u>4,548,900</u>	<u>3,081,523</u>	<u>(1,467,377)</u>
EXPENDITURES				
Debt service:				
Principal	3,575,000	3,575,000	2,300,000	1,275,000
Interest and fiscal charges	<u>973,900</u>	<u>973,900</u>	<u>844,748</u>	<u>129,152</u>
Total expenditures	<u>4,548,900</u>	<u>4,548,900</u>	<u>3,144,748</u>	<u>1,404,152</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(63,225)</u>	<u>(63,225)</u>
Fund balance, beginning of year	<u>292,545</u>	<u>292,545</u>	<u>292,545</u>	<u>-</u>
Fund balance, end of year	<u>\$ 292,545</u>	<u>\$ 292,545</u>	<u>\$ 229,320</u>	<u>\$ (63,225)</u>

CITY OF GOODYEAR, ARIZONA
COMMUNITY FACILITIES DISTRICTS
Debt Service Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 6,160,900	\$ 6,160,900	\$ 6,338,690	\$ 177,790
Investment income	30,800	30,800	87,014	56,214
Special assessments	2,990,600	2,990,600	2,431,229	(559,371)
Contributions	142,800	142,800	67,841	(74,959)
Total revenues	<u>9,325,100</u>	<u>9,325,100</u>	<u>8,924,774</u>	<u>(400,326)</u>
EXPENDITURES				
Debt service:				
Principal	5,155,000	5,155,000	5,288,000	(133,000)
Interest and fiscal charges	3,515,600	3,515,600	3,482,696	32,904
Total expenditures	<u>8,670,600</u>	<u>8,670,600</u>	<u>8,770,696</u>	<u>(100,096)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>654,500</u>	<u>654,500</u>	<u>154,078</u>	<u>(500,422)</u>
OTHER FINANCING SOURCES (USES)				
Payments to refunding escrow	(2,655,000)	(2,655,000)	-	2,655,000
Total other financing sources (uses)	<u>(2,655,000)</u>	<u>(2,655,000)</u>	<u>-</u>	<u>2,655,000</u>
Net change in fund balance	(2,000,500)	(2,000,500)	154,078	2,154,578
Fund balance, beginning of year	<u>5,402,017</u>	<u>5,402,017</u>	<u>5,402,017</u>	<u>-</u>
Fund balance, end of year	<u>\$ 3,401,517</u>	<u>\$ 3,401,517</u>	<u>\$ 5,556,095</u>	<u>\$ 2,154,578</u>

SUPPLEMENTARY INFORMATION
COMBINING STATEMENTS
AND BUDGETARY COMPARISON SCHEDULES

NON- MAJOR GOVERNMENTAL FUNDS:

Special Revenue Funds

- **Highway User Revenue Fund (HURF)** – Funded through fuel taxes distributed from the State of Arizona.
- **Community Facilities Districts Fund** – CFDs represent special districts formed for the purpose of financing the acquisition, construction, operation, and maintenance of the public infrastructure benefiting the community.
- **Grants Fund** – Based on application to granting agencies by the City and availability of funding by grantors.
- **Ball Park** – Used to account for the activities of the City’s ball park operations

Debt Service Funds

- **Debt Service Fund** – This fund was established for the accumulation of resources and the servicing of long-term debt not being financed by the proprietary funds. Revenues are generated from the property tax levy sufficient to meet the debt service requirements.

CITY OF GOODYEAR, ARIZONA
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2020

	Special Revenue					
	Highway User Revenue	Community Facilities District	Grants	Ball Park Special Revenue	Debt Service	Total
ASSETS						
Cash	\$ 508,114	\$ 9,997,313	\$ 60,119	\$ 1,139,317	\$ 171,591	\$ 11,876,454
Investments	-	-	-	2,297,355	-	2,297,355
Receivables:						
Taxes	-	22,538	-	-	94,887	117,425
Interest	-	-	-	27,795	15,578	43,373
Assessments	-	-	-	39,288	-	39,288
Intergovernmental	438,082	-	136,857	-	-	574,939
Accounts	153,876	4,312	-	-	-	158,188
Inventories	497,974	-	-	-	-	497,974
Total assets	<u>\$ 1,598,046</u>	<u>\$ 10,024,163</u>	<u>\$ 196,976</u>	<u>\$ 3,503,755</u>	<u>\$ 282,056</u>	<u>\$ 15,604,996</u>
LIABILITIES						
Accounts payable	\$ 197,254	\$ 35,415	\$ 34,753	\$ 367,109	\$ 23,689	\$ 658,220
Accrued wages and salaries	124,784	-	-	87,924	-	212,708
Accrued liabilities	-	-	-	5,345	-	5,345
Deposits held for others	190,208	-	-	-	-	190,208
Due to other funds	464,197	-	-	-	-	464,197
Unearned revenues	621,603	-	-	135	-	621,738
Total liabilities	<u>1,598,046</u>	<u>35,415</u>	<u>34,753</u>	<u>460,513</u>	<u>23,689</u>	<u>2,152,416</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenues- property taxes	-	10,261	-	-	98,361	108,622
Unavailable revenue-intergovernmental	-	-	165,306	-	-	165,306
Total deferred inflows of resources	<u>-</u>	<u>10,261</u>	<u>165,306</u>	<u>-</u>	<u>98,361</u>	<u>273,928</u>
FUND BALANCES						
Nonspendable	497,974	-	-	-	-	497,974
Restricted	-	9,978,487	-	-	160,006	10,138,493
Committed	-	-	-	3,043,242	-	3,043,242
Unassigned	(497,974)	-	(3,083)	-	-	(501,057)
Total fund balances	<u>-</u>	<u>9,978,487</u>	<u>(3,083)</u>	<u>3,043,242</u>	<u>160,006</u>	<u>13,178,652</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,598,046</u>	<u>\$ 10,024,163</u>	<u>\$ 196,976</u>	<u>\$ 3,503,755</u>	<u>\$ 282,056</u>	<u>\$ 15,604,996</u>

CITY OF GOODYEAR, ARIZONA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2020

	Special Revenue					Total
	Highway User Revenue	Community Facilities Districts	Grants	Ball Park Special Revenue	Debt Service	
REVENUES						
Taxes	\$ -	\$ 1,410,388	\$ -	\$ -	\$ 6,095,473	\$ 7,505,861
Intergovernmental	5,957,240	-	493,969	-	-	6,451,209
Charges for services	15,652	-	-	1,561,872	-	1,577,524
Investment income	54,029	128,178	(405)	221,853	106,103	509,758
Contributions	-	95,016	-	1,284,488	-	1,379,504
Other revenues	-	-	-	31,595	-	31,595
Total revenues	6,026,921	1,633,582	493,564	3,099,808	6,201,576	17,455,451
EXPENDITURES						
Current:						
General government	-	1,819,551	-	-	-	1,819,551
Public safety	-	-	362,543	-	-	362,543
Public works/streets	7,190,455	-	69,891	-	-	7,260,346
Culture and recreation	-	-	-	4,821,713	-	4,821,713
Capital outlay	748,633	-	64,462	1,983,287	-	2,796,382
Debt service:						
Principal	-	-	-	5,865,000	4,724,907	10,589,907
Interest and fiscal charges	-	-	-	4,305,821	2,065,158	6,370,979
Total expenditures	7,939,088	1,819,551	496,896	16,975,821	6,790,065	34,021,421
Excess (deficiency) of revenues over (under) expenditures	(1,912,167)	(185,969)	(3,332)	(13,876,013)	(588,489)	(16,565,970)
OTHER FINANCING SOURCES (USES)						
Premium on debt issuance	-	-	-	-	529,285	529,285
Transfers in	1,422,513	-	-	14,363,877	-	15,786,390
Total other financing sources (uses):	1,422,513	-	-	14,363,877	529,285	16,315,675
Net change in fund balances	(489,654)	(185,969)	(3,332)	487,864	(59,204)	(250,295)
Fund balances, beginning of year	489,654	10,164,456	249	2,555,378	219,210	13,428,947
Fund balances, end of year	\$ -	\$ 9,978,487	\$ (3,083)	\$ 3,043,242	\$ 160,006	\$ 13,178,652

CITY OF GOODYEAR, ARIZONA
HIGHWAY USER REVENUE
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental revenue	\$ 5,583,600	\$ 5,583,600	\$ 5,957,240	\$ 373,640
Charges for services	15,000	15,000	15,652	652
Investment income	10,000	10,000	54,029	44,029
Total revenues	<u>5,608,600</u>	<u>5,608,600</u>	<u>6,026,921</u>	<u>418,321</u>
EXPENDITURES				
Current:				
Highways and streets	8,073,600	8,419,900	7,190,455	1,229,445
Capital outlay	<u>1,459,300</u>	<u>1,191,300</u>	<u>748,633</u>	<u>442,667</u>
Total expenditures	<u>9,532,900</u>	<u>9,611,200</u>	<u>7,939,088</u>	<u>1,672,112</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,924,300)</u>	<u>(4,002,600)</u>	<u>(1,912,167)</u>	<u>2,090,433</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>3,800,400</u>	<u>3,800,400</u>	<u>1,422,513</u>	<u>(2,377,887)</u>
Total other financing sources (uses)	<u>3,800,400</u>	<u>3,800,400</u>	<u>1,422,513</u>	<u>(2,377,887)</u>
Net change in fund balance	(123,900)	(202,200)	(489,654)	(287,454)
Fund balance, beginning of year	<u>489,654</u>	<u>489,654</u>	<u>489,654</u>	<u>-</u>
Fund balance, end of year	<u>\$ 365,754</u>	<u>\$ 287,454</u>	<u>\$ -</u>	<u>\$ (287,454)</u>

CITY OF GOODYEAR, ARIZONA
COMMUNITY FACILITIES DISTRICTS
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 1,620,600	\$ 1,620,600	\$ 1,410,388	\$ (210,212)
Investment income	13,600	13,600	128,178	114,578
Contributions	90,000	90,000	95,016	5,016
Total revenues	<u>1,724,200</u>	<u>1,724,200</u>	<u>1,633,582</u>	<u>(90,618)</u>
EXPENDITURES				
Current:				
General government	<u>8,442,200</u>	<u>8,442,200</u>	<u>1,819,551</u>	<u>6,622,649</u>
Total expenditures	<u>8,442,200</u>	<u>8,442,200</u>	<u>1,819,551</u>	<u>6,622,649</u>
Net change in fund balance	(6,718,000)	(6,718,000)	(185,969)	6,532,031
Fund balance, beginning of year	<u>10,164,456</u>	<u>10,164,456</u>	<u>10,164,456</u>	<u>-</u>
Fund balance, end of year	<u>\$ 3,446,456</u>	<u>\$ 3,446,456</u>	<u>\$ 9,978,487</u>	<u>\$ 6,532,031</u>

CITY OF GOODYEAR, ARIZONA
GRANTS
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental revenue	\$ 460,000	\$ 460,000	\$ 493,969	\$ 33,969
Investment income	-	-	(405)	(405)
Total revenues	<u>460,000</u>	<u>460,000</u>	<u>493,564</u>	<u>33,564</u>
EXPENDITURES				
Current:				
Public safety	381,300	577,500	362,543	214,957
Highways and streets	160,800	172,400	69,891	102,509
Capital outlay	-	111,100	64,462	46,638
Total expenditures	<u>542,100</u>	<u>861,000</u>	<u>496,896</u>	<u>364,104</u>
Net change in fund balance	(82,100)	(401,000)	(3,332)	397,668
Fund balance, beginning of year	<u>249</u>	<u>249</u>	<u>249</u>	<u>-</u>
Fund balance, end of year	<u>\$ (81,851)</u>	<u>\$ (400,751)</u>	<u>\$ (3,083)</u>	<u>\$ 397,668</u>

CITY OF GOODYEAR, ARIZONA
BALL PARK
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 2,504,900	\$ 2,504,900	\$ 1,561,872	\$ (943,028)
Investment income	2,100	2,100	221,853	219,753
Contributions	1,339,700	1,339,700	1,284,488	(55,212)
Miscellaneous	-	-	31,595	31,595
Total revenues	<u>3,846,700</u>	<u>3,846,700</u>	<u>3,099,808</u>	<u>(746,892)</u>
EXPENDITURES				
Current:				
Culture and recreation	5,106,300	5,196,300	4,821,713	374,587
Capital outlay	3,633,400	3,649,600	1,983,287	1,666,313
Debt Service:				
Principal	5,865,000	5,865,000	5,865,000	-
Interest	4,307,700	4,307,700	4,305,821	1,879
Total expenditures	<u>18,912,400</u>	<u>19,018,600</u>	<u>16,975,821</u>	<u>2,042,779</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(15,065,700)</u>	<u>(15,171,900)</u>	<u>(13,876,013)</u>	<u>1,295,887</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	14,637,700	14,637,700	14,363,877	(273,823)
Total other financing sources (uses)	<u>14,637,700</u>	<u>14,637,700</u>	<u>14,363,877</u>	<u>(273,823)</u>
Net change in fund balance	(428,000)	(534,200)	487,864	1,022,064
Fund balance, beginning of year	<u>2,555,378</u>	<u>2,555,378</u>	<u>2,555,378</u>	<u>-</u>
Fund balance, end of year	<u>\$ 2,127,378</u>	<u>\$ 2,021,178</u>	<u>\$ 3,043,242</u>	<u>\$ 1,022,064</u>

CITY OF GOODYEAR, ARIZONA
DEBT SERVICE FUND
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 6,175,100	\$ 6,175,100	\$ 6,095,473	\$ (79,627)
Investment income	-	-	106,103	106,103
Total revenues	<u>6,175,100</u>	<u>6,175,100</u>	<u>6,201,576</u>	<u>26,476</u>
EXPENDITURES				
Debt service				
Bond issuance cost	294,000	294,000	-	294,000
Principal	3,515,100	4,131,000	4,724,907	(593,907)
Interest and fiscal charges	2,366,000	2,366,000	2,065,158	300,842
Total expenditures	<u>6,175,100</u>	<u>6,791,000</u>	<u>6,790,065</u>	<u>935</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(615,900)</u>	<u>(588,489)</u>	<u>27,411</u>
OTHER FINANCING SOURCES (USES)				
Premium on debt issuance	-	-	529,285	529,285
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>529,285</u>	<u>529,285</u>
Net change in fund balance	-	(615,900)	(59,204)	556,696
Fund balance, beginning of year	<u>219,210</u>	<u>219,210</u>	<u>219,210</u>	<u>-</u>
Fund balance, end of year	<u>\$ 219,210</u>	<u>\$ (396,690)</u>	<u>\$ 160,006</u>	<u>\$ 556,696</u>

**BUDGETARY COMPARISON SCHEDULES
OTHER FUNDS**

CITY OF GOODYEAR, ARIZONA
PARK AND RIDE MARQUEE
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Non-GAAP Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 120,000	\$ 120,000	\$ 90,856	\$ (29,144)
Investment income	-	-	15,951	15,951
Total revenues	<u>120,000</u>	<u>120,000</u>	<u>106,807</u>	<u>(13,193)</u>
EXPENDITURES				
Current:				
Highways and streets	-	200,000	139,316	60,684
Total expenditures	<u>-</u>	<u>200,000</u>	<u>139,316</u>	<u>60,684</u>
Net change in fund balances	120,000	(80,000)	(32,509)	47,491
Fund balance, beginning of year	<u>1,189,336</u>	<u>1,189,336</u>	<u>1,189,336</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,309,336</u>	<u>\$ 1,109,336</u>	<u>\$ 1,156,827</u>	<u>\$ 47,491</u>

CITY OF GOODYEAR, ARIZONA
COURT ENHANCEMENT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Fines and forfeits	\$ 50,000	\$ 50,000	\$ 69,262	\$ 19,262
Investment income	-	-	1,390	1,390
Total revenues	50,000	50,000	70,652	20,652
EXPENDITURES				
Current:				
Public safety	55,000	55,000	38,617	16,383
Total expenditures	55,000	55,000	38,617	16,383
Net change in fund balances	(5,000)	(5,000)	32,035	37,035
Fund balance, beginning of year	184,333	184,333	184,333	-
Fund balance, end of year	\$ 179,333	\$ 179,333	\$ 216,368	\$ 37,035

CITY OF GOODYEAR, ARIZONA
FILL-THE-GAP
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Non-GAAP Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fines and forfeits	\$ 7,500	\$ 7,500	\$ 10,744	\$ 3,244
Investment income	-	-	825	825
Total revenues	<u>7,500</u>	<u>7,500</u>	<u>11,569</u>	<u>4,069</u>
Net change in fund balances	7,500	7,500	11,569	4,069
Fund balance, beginning of year	<u>109,991</u>	<u>109,991</u>	<u>109,991</u>	<u>-</u>
Fund balance, end of year	<u>\$ 117,491</u>	<u>\$ 117,491</u>	<u>\$ 121,560</u>	<u>\$ 4,069</u>

CITY OF GOODYEAR, ARIZONA
JCEF
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Non-GAAP Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fines and forfeits	\$ 16,000	\$ 16,000	\$ 13,290	\$ (2,710)
Investment income	-	-	2,695	2,695
Total revenues	<u>16,000</u>	<u>16,000</u>	<u>15,985</u>	<u>(15)</u>
EXPENDITURES				
Current:				
Public Safety	<u>40,000</u>	<u>40,000</u>	<u>18,701</u>	<u>21,299</u>
Total expenditures	<u>40,000</u>	<u>40,000</u>	<u>18,701</u>	<u>21,299</u>
Net change in fund balances	(24,000)	(24,000)	(2,716)	21,284
Fund balance, beginning of year	<u>110,262</u>	<u>110,262</u>	<u>110,262</u>	<u>-</u>
Fund balance, end of year	<u>\$ 86,262</u>	<u>\$ 86,262</u>	<u>\$ 107,546</u>	<u>\$ 21,284</u>

CITY OF GOODYEAR, ARIZONA
IMPOUND
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	<u>Budgeted Amounts</u>		<u>Non-GAAP Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 160,000	\$ 160,000	\$ 61,650	\$ (98,350)
Investment income	-	-	4,095	4,095
Total revenues	<u>160,000</u>	<u>160,000</u>	<u>65,745</u>	<u>(94,255)</u>
EXPENDITURES				
Current:				
Public safety	147,100	147,100	89,752	57,348
Capital outlay	-	-	2,608	(2,608)
Total expenditures	<u>147,100</u>	<u>147,100</u>	<u>92,360</u>	<u>54,740</u>
Net change in fund balances	12,900	12,900	(26,615)	(39,515)
Fund balance, beginning of year	<u>308,834</u>	<u>308,834</u>	<u>308,834</u>	<u>-</u>
Fund balance, end of year	<u>\$ 321,734</u>	<u>\$ 321,734</u>	<u>\$ 282,219</u>	<u>\$ (39,515)</u>

CITY OF GOODYEAR, ARIZONA
OFFICER SAFETY EQUIPMENT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2020

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Fines and forfeits	\$ 18,000	\$ 18,000	\$ 18,553	\$ 553
Total revenues	18,000	18,000	18,553	553
Current:				
Public safety	25,000	25,000	24,961	39
Total expenditures	25,000	25,000	24,961	39
Net change in fund balances	(7,000)	(7,000)	(6,408)	592
Fund balance, beginning of year	52,023	52,023	52,023	-
Fund balance, end of year	\$ 45,023	\$ 45,023	\$ 45,615	\$ 592

CITY OF GOODYEAR, ARIZONA
WATER AND WASTEWATER
Enterprise Fund
Schedule of Operations
Budget and Actual
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Operating Revenues				
Charges for services	\$ 79,176,900	\$ 79,176,900	\$ 60,108,947	\$ (19,067,953)
Contributions	-	-	200,000	200,000
Other revenues	18,300	18,300	83,960	65,660
Total operating revenues	<u>79,195,200</u>	<u>79,195,200</u>	<u>60,392,907</u>	<u>(18,802,293)</u>
Operating Expenses				
Salaries, wages and benefits	6,306,800	6,306,800	5,812,187	494,613
Cost of sales and services	188,151,100	182,466,600	20,740,600	161,726,000
Depreciation	-	-	8,134,195	(8,134,195)
Total operating expenses	<u>194,457,900</u>	<u>188,773,400</u>	<u>34,686,982</u>	<u>154,086,418</u>
Operating income (loss)	<u>(115,262,700)</u>	<u>(109,578,200)</u>	<u>25,705,925</u>	<u>135,284,125</u>
Non-operating Revenues (Expenses)				
Grant revenue	119,400	119,400	-	(119,400)
Investment income	156,300	156,300	1,734,042	1,577,742
Interest and debt cost	(10,487,300)	(12,435,100)	(5,853,300)	6,581,800
Gain (loss) on sale of assets	13,700	13,700	-	(13,700)
Total non-operating revenue (expense)	<u>(10,197,900)</u>	<u>(12,145,700)</u>	<u>(4,119,258)</u>	<u>8,026,442</u>
Income (loss) before contributions and transfers	(125,460,600)	(121,723,900)	21,586,667	143,310,567
Capital contributions	4,972,000	4,972,000	5,765,107	793,107
Debt issuance	116,000,000	116,000,000	-	(116,000,000)
Transfers out	(5,151,300)	(4,767,500)	(2,898,100)	1,869,400
Transfers in	-	-	330,356	330,356
Change in net position	(9,639,900)	(5,519,400)	24,784,030	30,303,430
Total net position, beginning of year	<u>256,298,303</u>	<u>256,298,303</u>	<u>256,298,303</u>	<u>-</u>
Total net position, end of year	<u>\$ 246,658,403</u>	<u>\$ 250,778,903</u>	<u>\$ 281,082,333</u>	<u>\$ 30,303,430</u>

CITY OF GOODYEAR, ARIZONA
SANITATION
Enterprise Fund
Schedule of Operations
Budget and Actual
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Operating Revenues				
Charges for services	\$ 8,502,800	\$ 8,502,800	\$ 8,316,320	\$ (186,480)
Other revenues	-	-	3,030	3,030
Total operating revenues	8,502,800	8,502,800	8,319,350	(183,450)
Operating Expenses				
Salaries, wages and benefits	968,500	968,500	1,103,726	(135,226)
Cost of sales and services	7,428,500	7,398,900	4,723,161	2,675,739
Depreciation	-	-	201,893	(201,893)
Total operating expenses	8,397,000	8,367,400	6,028,780	2,338,620
Operating income (loss)	105,800	135,400	2,290,570	2,155,170
Non-operating Revenues (Expenses)				
Investment income	8,400	8,400	66,135	57,735
Total non-operating revenue (expense)	8,400	8,400	66,135	57,735
Income (loss) before contributions and transfers	114,200	143,800	2,356,705	2,212,905
Transfers out	(931,500)	(931,500)	(931,500)	-
Change in net position	(817,300)	(787,700)	1,425,205	2,212,905
Total net position, beginning of year	4,012,253	4,012,253	4,012,253	-
Total net position, end of year	\$ 3,194,953	\$ 3,224,553	\$ 5,437,458	\$ 2,212,905



AGENCY FUNDS

- G.A.I.N.
- Fill-A-Need
- Shop With a Cop
- Arizona in Action

CITY OF GOODYEAR, ARIZONA
Combining Statement of Assets and Liabilities
Agency Funds
June 30, 2020

	GAIN	Fill-A-Need	Shop with a Cop	Arizona in Action	Totals
<u>Assets</u>					
Cash and cash equivalents	\$ 8,679	\$ 21,706	\$ 27,954	\$ 3,230	\$ 61,569
Total assets	\$ 8,679	\$ 21,706	\$ 27,954	\$ 3,230	\$ 61,569
<u>Liabilities</u>					
Deposits held for others	\$ 8,679	\$ 21,706	\$ 27,954	\$ 3,230	\$ 61,569
Total liabilities	\$ 8,679	\$ 21,706	\$ 27,954	\$ 3,230	\$ 61,569

CITY OF GOODYEAR, ARIZONA
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2020

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
<u>GAIN</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 8,679	\$ -	\$ -	\$ 8,679
<u>Liabilities</u>				
Deposits held for others	\$ 8,679	\$ -	\$ -	\$ 8,679
<u>FILL-A-NEED</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 13,536	\$ 14,713	\$ 6,543	\$ 21,706
<u>Liabilities</u>				
Deposits held for others	\$ 13,536	\$ 14,713	\$ 6,543	\$ 21,706
<u>SHOP WITH A COP</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 28,160	\$ 10,445	\$ 10,651	\$ 27,954
<u>Liabilities</u>				
Deposits held for others	\$ 28,160	\$ 10,445	\$ 10,651	\$ 27,954
<u>ARIZONA IN ACTION</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 3,230	\$ -	\$ -	\$ 3,230
<u>Liabilities</u>				
Deposits held for others	\$ 3,230	\$ -	\$ -	\$ 3,230
<u>TOTAL AGENCY FUNDS</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 53,605	\$ 25,158	\$ 17,194	\$ 61,569
<u>Liabilities</u>				
Deposits held for others	\$ 53,605	\$ 25,158	\$ 17,194	\$ 61,569



STATISTICAL SECTION



STATISTICAL SECTION

The statistical section presents financial statement trends as well as detailed financial and operational information not available elsewhere in the report. The statistical section is intended to enhance the reader's understanding of the information presented in the financial statements, notes to the financial statements, and other supplementary information presented in this report. The statistical section is comprised of the five categories of statistical information presented below.

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial position and financial activities have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the City's ability to generate revenue.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain information about the City's operations and various resources to help the reader understand how the information in the City's financial report relates to the services the government provides and the activities it performs.

Due to cost considerations for the accumulation of data, the City has elected to present less than ten years of data, or data from less than nine year prior, for certain statistical schedules. This information will be accumulated and reported each year until the complete ten years of data is presented.

Note: For locally assessed property (i.e., excluding mines, utilities, etc.) Proposition 117, approved by voters in 2012, amended the Arizona Constitution to require that all property taxes after fiscal year 2014-15 be based upon property values limited to five percent in annual growth. The aggregate assessed value of all taxable properties within a taxing jurisdiction (i.e., after applying assessment ratios based on the use of a property), including property values with a growth limit, is currently referred to as net limited assessed value and formerly as primary assessed value. In accordance with Proposition 117, this value is used for all taxing purposes beginning fiscal year 2015-16. Aggregate assessed value without a growth limit is currently referred to as net full cash assessed value and formerly as secondary assessed value. This remains the value utilized for determining debt capacity limits.

City of Goodyear
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2011	2012*	2013	2014**	2015
Governmental Activities					
Net investment in capital assets	\$ 327,503,686	\$ 329,064,345	\$ 333,034,884	\$ 345,513,895	\$ 365,019,949
Restricted	110,105,296	108,246,415	99,128,020	85,246,465	92,247,738
Unrestricted	<u>18,249,626</u>	<u>20,147,669</u>	<u>35,820,702</u>	<u>9,672,461</u>	<u>5,722,007</u>
Total Governmental Activities Net Position	<u>455,858,608</u>	<u>457,458,429</u>	<u>467,983,606</u>	<u>440,432,821</u>	<u>462,989,694</u>
Business-type Activities					
Net investment in capital assets	179,254,929	178,432,900	178,456,590	177,274,142	176,380,867
Restricted	3,567,237	3,799,026	3,196,131	5,640,492	7,607,902
Unrestricted	<u>9,263,439</u>	<u>11,229,680</u>	<u>16,616,254</u>	<u>9,860,573</u>	<u>14,190,297</u>
Total Business-type Activities Net Position	<u>192,085,605</u>	<u>193,461,606</u>	<u>198,268,975</u>	<u>192,775,207</u>	<u>198,179,066</u>
Primary Government					
Net investment in capital assets	506,758,615	507,497,245	511,491,474	522,788,037	541,400,816
Restricted	113,672,533	112,045,441	102,324,151	90,886,957	99,855,640
Unrestricted	<u>27,513,065</u>	<u>31,377,349</u>	<u>52,436,956</u>	<u>9,112,875</u>	<u>19,912,304</u>
Total Primary Government Net Position	<u>\$ 647,944,213</u>	<u>\$ 650,920,035</u>	<u>\$ 666,252,581</u>	<u>\$ 622,787,869</u>	<u>\$ 661,168,760</u>

Notes:

*Net position adjusted for adoption of GASB Statement No. 65

**Net position adjusted for adoption of GASB Statement No. 68

Source: Statement of Net Position

Table 1

Fiscal Year				
2016	2017	2018	2019	2020
\$ 361,739,970	\$ 379,899,821	\$ 381,473,262	\$ 342,610,234	\$ 334,972,021
92,276,066	90,497,505	87,435,376	149,077,511	155,095,665
19,147,997	16,944,442	29,981,817	43,643,472	112,776,992
<u>473,164,033</u>	<u>487,341,768</u>	<u>498,890,455</u>	<u>535,331,217</u>	<u>602,844,678</u>
180,640,162	181,242,982	199,032,946	227,004,152	254,623,951
18,131,719	21,072,234	13,468,708	6,346,204	-
7,380,491	15,974,822	24,366,584	26,960,200	31,895,840
<u>206,152,372</u>	<u>218,290,038</u>	<u>236,868,238</u>	<u>260,310,556</u>	<u>286,519,791</u>
542,380,132	561,142,803	580,506,208	569,614,386	589,595,972
110,407,785	111,569,739	100,904,084	155,423,715	155,095,665
26,528,488	32,919,264	54,348,401	70,603,672	144,672,832
<u>\$ 679,316,405</u>	<u>\$ 705,631,806</u>	<u>\$ 735,758,693</u>	<u>\$ 795,641,773</u>	<u>\$ 889,364,469</u>

City of Goodyear
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	2011	2012	2013	2014	2015
Expenses**					
Governmental Activities:					
General government	\$ 17,207,556	\$ 18,353,630	\$ 17,652,646	\$ 18,216,169	\$ 19,624,056
Public safety	28,032,217	25,423,233	27,987,404	30,710,193	31,834,683
Highways and streets	14,798,670	13,179,678	14,355,644	19,368,539	17,941,162
Public works	3,658,756	4,168,252	3,090,345	2,773,348	3,361,822
Culture and recreation	4,439,181	4,962,070	5,539,612	5,827,309	6,422,764
Development services	5,150,677	6,225,917	7,194,428	5,836,254	7,005,308
Interest on long-term debt	<u>10,710,302</u>	<u>10,441,684</u>	<u>10,411,562</u>	<u>9,282,269</u>	<u>8,763,353</u>
Total Governmental Activities Expenses	<u>\$ 83,997,359</u>	<u>\$ 82,754,464</u>	<u>\$ 86,231,641</u>	<u>\$ 92,014,081</u>	<u>\$ 94,953,148</u>
Business-type Activities					
Water and wastewater	\$ 20,733,932	\$ 20,654,800	\$ 21,912,587	\$ 23,511,395	\$ 25,489,522
Sanitation	4,815,314	5,154,201	5,246,666	5,472,534	5,802,163
Stadium*	<u>11,958,862</u>	<u>11,634,491</u>	<u>12,204,354</u>	<u>12,529,987</u>	<u>12,407,494</u>
Total Business-type Activities Expenses	<u>\$ 37,508,108</u>	<u>\$ 37,443,492</u>	<u>\$ 39,363,607</u>	<u>\$ 41,513,916</u>	<u>\$ 43,699,179</u>
Total Primary Government Expenses	<u>\$ 121,505,467</u>	<u>\$ 120,197,956</u>	<u>\$ 125,595,248</u>	<u>\$ 133,527,997</u>	<u>\$ 138,652,327</u>

Notes:

* Stadium Fund was reclassified to governmental activities in 2017

** Beginning in fiscal year 2016 expense functions were consolidated to align with the basic financial statements

Source: Statement of Activities

Table 2

	2016	2017	2018	2019	2020
\$	19,824,313	\$ 20,151,975	\$ 23,781,937	\$ 23,478,993	\$ 26,604,672
	34,823,588	47,535,184	45,439,446	52,241,594	59,271,160
	20,753,487	19,181,162	26,460,464	21,330,274	21,599,888
	7,920,958	3,569,658	4,232,567	7,972,935	10,177,808
	6,880,654	15,363,752	19,080,188	19,083,232	18,739,373
	7,981,904	7,316,935	6,591,111	8,380,985	10,466,142
	<u>8,479,284</u>	<u>12,131,284</u>	<u>11,582,014</u>	<u>8,797,275</u>	<u>9,009,554</u>
\$	<u>106,664,188</u>	<u>\$ 125,249,950</u>	<u>\$ 137,167,727</u>	<u>\$ 141,285,288</u>	<u>\$ 155,868,597</u>
\$	27,647,487	\$ 30,139,626	\$ 26,853,794	\$ 31,493,180	\$ 40,540,282
	6,444,459	5,868,228	6,206,843	6,681,134	6,028,780
	<u>12,647,134</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$	<u>46,739,080</u>	<u>\$ 36,007,854</u>	<u>\$ 33,060,637</u>	<u>\$ 38,174,314</u>	<u>\$ 46,569,062</u>
\$	<u>153,403,268</u>	<u>\$ 161,257,804</u>	<u>\$ 170,228,364</u>	<u>\$ 179,459,602</u>	<u>\$ 202,437,659</u>

continued

City of Goodyear
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2011	2012	2013	2014	2015
Program Revenue*					
Governmental Activities:					
Charges for Services:					
General government	\$ 1,977,735	\$ 1,691,455	\$ 2,884,854	\$ 2,603,723	\$ 2,766,974
Public safety	628,671	807,498	1,176,336	714,614	1,624,427
Highway and streets	-	-	-	-	-
Public works	-	-	-	-	-
Culture and recreation	325,552	322,215	304,128	433,384	416,607
Developmental services	3,879,823	4,163,050	6,206,750	6,899,047	5,353,778
Operating Grants and Contributions	5,818,158	7,636,691	4,654,268	7,565,511	10,777,134
Capital Grants and Contributions	13,951,581	9,701,254	11,358,824	6,171,185	8,252,449
Total Governmental Activities Program Revenues	<u>\$ 26,581,520</u>	<u>\$ 24,322,163</u>	<u>\$ 26,585,160</u>	<u>\$ 24,387,464</u>	<u>\$ 29,191,369</u>
Business-type Activities					
Charges for Services:					
Water and wastewater	\$ 17,634,821	\$ 20,105,006	\$ 22,667,401	\$ 24,767,428	\$ 24,650,687
Sanitation	5,774,010	6,115,977	6,368,920	6,641,318	6,922,425
Stadium*	1,564,324	1,633,230	1,741,609	2,182,278	2,237,359
Operating Grants and Contributions	-	-	-	-	-
Capital Grants and Contributions	4,570,849	9,252,599	7,987,680	5,962,050	14,454,883
Total Business-type Activities Revenues	<u>29,544,004</u>	<u>37,106,812</u>	<u>38,765,610</u>	<u>39,553,074</u>	<u>48,265,354</u>
Total Primary Government Revenues	<u>\$ 56,125,524</u>	<u>\$ 61,428,975</u>	<u>\$ 65,350,770</u>	<u>\$ 63,940,538</u>	<u>\$ 77,456,723</u>
Net (Expense)/Revenue					
Governmental Activities	\$ (57,415,839)	\$ (58,432,301)	\$ (59,646,481)	\$ (67,626,617)	\$ (65,761,779)
Business-type Activities	(7,964,104)	(336,680)	(597,997)	(1,960,842)	4,566,175
Total Primary Government Net Revenues	<u>\$ (65,379,943)</u>	<u>\$ (58,768,981)</u>	<u>\$ (60,244,478)</u>	<u>\$ (69,587,459)</u>	<u>\$ (61,195,604)</u>

Note:

* Beginning in fiscal year 2016 program revenues were consolidated to align with the basic financial statements

Source: Statement of Activities

Table 2

Fiscal Year				
2016	2017	2018	2019	2020
\$ 2,398,256	\$ 2,368,056	\$ 2,592,414	\$ 4,965,435	\$ 3,509,152
1,713,627	1,313,160	1,373,556	6,987,626	7,243,340
-	-	81,727	382,531	440,190
-	-	-	405,393	583,405
386,041	3,135,416	2,984,530	4,008,274	2,916,950
7,043,227	9,079,431	10,416,143	12,993,399	18,765,859
9,518,206	10,546,333	16,164,698	9,809,818	18,571,098
12,134,476	12,246,216	7,442,815	21,231,123	23,253,699
<u>\$ 33,193,833</u>	<u>\$ 38,688,612</u>	<u>\$ 41,055,883</u>	<u>\$ 60,783,599</u>	<u>\$ 75,283,693</u>
\$ 27,724,410	\$ 31,358,803	\$ 35,203,483	\$ 42,658,585	\$ 60,392,907
7,125,427	7,577,840	7,812,267	8,058,461	8,319,350
2,234,046	-	-	-	-
110,837	110,718	-	-	-
11,692,490	13,317,172	12,237,823	12,962,807	5,765,107
<u>48,887,210</u>	<u>52,364,533</u>	<u>55,253,573</u>	<u>63,679,853</u>	<u>74,477,364</u>
<u>\$ 82,081,043</u>	<u>\$ 91,053,145</u>	<u>\$ 96,309,456</u>	<u>\$ 124,463,452</u>	<u>\$ 149,761,057</u>
\$ (73,470,355)	\$ (86,561,338)	\$ (96,111,844)	\$ (80,501,689)	\$ (80,584,904)
2,148,130	16,356,679	22,192,936	25,505,539	27,908,302
<u>\$ (71,322,225)</u>	<u>\$ (70,204,659)</u>	<u>\$ (73,918,908)</u>	<u>\$ (54,996,150)</u>	<u>\$ (52,676,602)</u>

continued

City of Goodyear
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2011	2012	2013	2014	2015
Revenues and Other Changes in Net Position					
Governmental Activities:					
Taxes	\$ 53,595,119	\$ 55,301,512	\$ 58,957,595	\$ 63,495,983	\$ 66,223,459
Intergovernmental	9,699,146	12,704,826	14,194,960	15,285,440	16,361,588
Investment income	227,446	319,017	439,982	414,689	361,146
Special assessments*	-	-	-	2,189,906	4,980,000
Miscellaneous	827,619	493,244	1,455,665	1,183,618	975,258
Transfers	(3,390,940)	(3,892,665)	(4,876,544)	(5,138,252)	(582,797)
Special item - Loss on debt extinguishment	-	-	-	-	-
Total Governmental Activities	<u>\$ 60,958,390</u>	<u>\$ 64,925,934</u>	<u>\$ 70,171,658</u>	<u>\$ 77,431,384</u>	<u>\$ 88,318,654</u>
Business-type Activities					
Investment income	\$ 71,819	\$ 92,945	\$ 95,839	\$ 136,531	\$ 151,405
Proceeds from the sale of water rights	-	-	-	-	-
Miscellaneous	638,611	117,103	432,983	222,911	103,482
Transfers	3,390,940	3,892,665	4,876,544	5,138,252	582,797
Total Business-type Activities	<u>\$ 4,101,370</u>	<u>\$ 4,102,713</u>	<u>\$ 5,405,366</u>	<u>\$ 5,497,694</u>	<u>\$ 837,684</u>
Total Primary Government	<u>\$ 65,059,760</u>	<u>\$ 69,028,647</u>	<u>\$ 75,577,024</u>	<u>\$ 82,929,078</u>	<u>\$ 89,156,338</u>
Changes in Net Position					
Governmental Activities	\$ 3,542,551	\$ 6,493,633	\$ 10,525,177	\$ 9,804,767	\$ 22,556,875
Business-type Activities	(3,862,734)	3,766,033	4,807,369	3,536,852	5,403,859
Total Primary Government	<u>\$ (320,183)</u>	<u>\$ 10,259,666</u>	<u>\$ 15,332,546</u>	<u>\$ 13,341,619</u>	<u>\$ 27,960,734</u>

Note:

* Prior to fiscal year 2014 Special Assessments were shown in Public Works-Capital Grants and Contributions

Source: Statement of Activities

Table 2

Fiscal Year				
2016	2017	2018	2019	2020
\$ 71,256,446	\$ 74,899,373	\$ 82,662,446	\$ 90,314,174	\$ 116,603,604
16,848,837	20,019,457	19,967,694	21,244,412	22,785,856
710,040	560,547	1,196,857	4,661,685	4,412,256
-	-	-	-	-
393,977	886,502	341,814	934,949	797,405
(5,564,606)	2,800,000	3,700,000	3,700,000	3,499,244
-	-	(36,893)	-	-
<u>\$ 83,644,694</u>	<u>\$ 99,165,879</u>	<u>\$ 107,868,811</u>	<u>\$ 120,855,220</u>	<u>\$ 148,098,365</u>
\$ 237,615	\$ 123,100	\$ 47,246	\$ 1,595,877	\$ 1,800,177
-	-	-	-	-
22,955	31,081	37,024	40,902	-
5,564,606	(2,800,000)	(3,700,000)	(3,700,000)	(3,499,244)
<u>\$ 5,825,176</u>	<u>\$ (2,645,819)</u>	<u>\$ (3,615,730)</u>	<u>\$ (2,063,221)</u>	<u>\$ (1,699,067)</u>
<u>\$ 89,469,870</u>	<u>\$ 96,520,060</u>	<u>\$ 104,253,081</u>	<u>\$ 118,791,999</u>	<u>\$ 146,399,298</u>
\$ 10,174,339	\$ 12,604,541	\$ 11,756,967	\$ 40,353,531	\$ 67,513,461
7,973,306	13,710,860	18,577,206	23,442,318	26,209,235
<u>\$ 18,147,645</u>	<u>\$ 26,315,401</u>	<u>\$ 30,334,173</u>	<u>\$ 63,795,849</u>	<u>\$ 93,722,696</u>

concluded



City of Goodyear
 Governmental Activities Tax Revenues By Source
 Last Ten Fiscal Years
 (accrual basis of accounting)
 (Unaudited)

Fiscal Year	Property Taxes	Sales & Use Taxes	Franchise Taxes	State Shared Revenues - not Restricted for Specific Programs		Highway User Revenue
				State Shared Sales	State Revenue Sharing	
2011	18,862,731	32,729,749	2,316,821	5,201,106	4,498,039	2,752,001
2012	16,572,825	36,364,557	2,460,521	7,195,568	5,509,258	3,269,285
2013	16,218,397	40,222,752	2,529,456	7,527,259	6,667,701	3,575,158
2014	17,109,458	43,775,464	2,611,061	8,009,713	7,275,727	3,681,156
2015	18,171,606	45,333,649	2,718,204	8,459,645	7,901,942	4,041,402
2016	19,114,087	49,309,600	2,832,759	8,988,686	7,859,101	4,264,827
2017	19,875,628	52,085,570	2,941,175	10,324,010	9,665,448	5,066,574
2018	20,649,103	58,831,503	3,181,840	10,354,186	9,613,508	5,042,068
2019	22,099,698	64,940,363	3,274,113	11,573,618	9,670,794	5,463,045
2020	23,673,696	89,722,744	3,207,164	12,074,091	10,711,765	5,622,730

Source: City Financial Records and Reports

City of Goodyear
Excise Tax Collections
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2011	2012	2013	2014
City Privilege (Sales) Tax	\$ 32,729,749	\$ 36,364,557	\$ 40,222,752	\$ 43,775,464
State-Shared Sales Tax	3,661,678	5,100,608	5,342,879	5,681,717
State-Shared Income Tax	4,498,039	5,509,258	6,667,701	7,275,727
State-Share Vehicle License Tax	1,539,429	2,094,960	2,184,380	2,327,996
Fines and Forfeitures	849,060	825,971	809,334	884,735
Franchise Taxes	2,316,820	2,460,521	2,529,456	2,611,016
Total	<u>\$ 45,594,775</u>	<u>\$ 52,355,875</u>	<u>\$ 57,756,502</u>	<u>\$ 62,556,655</u>

Source: City Financial Records and Reports

Table 4

Fiscal Year					
2015	2016	2017	2018	2019	2020
\$ 45,333,649	\$ 49,309,600	\$ 52,085,570	\$ 58,831,503	\$ 64,940,363	\$ 89,722,744
5,965,400	6,258,721	7,217,395	7,151,224	8,121,305	8,558,218
7,901,942	7,859,101	9,665,448	9,613,508	9,670,794	10,711,765
2,494,245	2,729,966	3,106,615	3,202,962	3,452,313	3,515,873
860,313	839,108	925,314	1,044,317	1,044,516	869,101
2,718,204	2,832,759	2,941,175	3,181,840	3,274,113	3,207,164
<u>\$ 65,273,754</u>	<u>\$ 69,829,255</u>	<u>\$ 75,941,517</u>	<u>\$ 83,025,354</u>	<u>\$ 90,503,404</u>	<u>\$ 116,584,865</u>

City of Goodyear
Sales & Use Taxes
by Industry Classification
Last Ten Fiscal Years
(Unaudited)

	Fiscal Year				
	2011	2012	2013	2014	2015
Mining & Government	\$ 5,234	\$ 9,534	\$ 970	\$ 4,024	\$ 7,159
Construction	3,251,977	4,755,592	7,027,296	7,988,471	5,559,142
Manufacturing	642,255	701,876	759,858	931,362	1,318,999
Utilities	3,275,325	3,469,559	3,656,309	3,819,536	4,051,837
Wholesale Trade	598,098	924,842	977,475	1,072,608	1,130,527
Retail Trade	12,950,291	13,576,350	14,265,735	15,787,043	16,348,224
Restaurant & Bar	4,415,910	4,763,951	5,079,528	5,450,424	6,343,415
Real Estate	3,510,263	3,480,031	4,405,695	4,467,373	5,480,481
Hotels	764,996	873,241	885,571	849,052	1,067,357
Services	1,771,527	1,640,296	1,700,258	1,764,488	2,424,312
Miscellaneous	<u>1,055,398</u>	<u>1,414,929</u>	<u>873,005</u>	<u>968,896</u>	<u>1,032,464</u>
Total*	<u>\$ 32,241,274</u>	<u>\$ 35,610,202</u>	<u>\$ 39,631,700</u>	<u>\$ 43,103,277</u>	<u>\$ 44,763,917</u>

Note: Total may differ from Governmental Activities Tax Revenues By Source because of difference in reporting periods.

Source: Arizona Department of Revenue North American Industry Code System (NAICS) Summary

Table 5

Fiscal Year				
2016	2017	2018	2019	2020
\$ 6,534	\$ 1,411	\$ 2,064	\$ 4,740	\$ 1,344
7,545,663	7,276,208	9,248,956	13,142,689	26,950,513
1,410,894	1,430,501	1,195,577	1,806,767	1,852,747
4,077,652	4,088,382	4,143,475	4,257,678	4,274,132
1,032,679	1,071,275	1,432,261	1,671,721	2,414,857
17,279,498	18,204,620	19,381,848	21,332,016	28,447,707
7,032,111	7,551,936	8,567,822	8,765,915	9,162,844
5,575,550	6,043,628	6,485,025	7,313,314	8,406,177
1,096,710	1,054,997	1,142,972	1,154,739	993,091
2,833,590	2,900,952	3,209,135	3,820,523	4,010,399
<u>839,592</u>	<u>1,256,834</u>	<u>1,804,279</u>	<u>1,936,161</u>	<u>2,574,593</u>
<u>\$ 48,730,473</u>	<u>\$ 50,880,744</u>	<u>\$ 56,613,413</u>	<u>\$ 65,206,263</u>	<u>\$ 89,088,402</u>

City of Goodyear
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2011 *	2012	2013	2014	2015
General Fund					
Nonspendable:					
Advances to other funds	\$ 961,840	\$ 961,840	\$ 961,840	\$ 961,840	\$ 961,840
Inventories	3,627	16,258	8,916	25,261	21,656
Prepaid items	422,681	500,911	486,842	504,865	573,473
Restricted by:					
Charter mandates	3,209,321	3,377,572	3,528,982	3,676,547	3,841,444
Court	198,457	261,229	234,813	221,290	240,631
Law enforcement	129,231	125,812	208,085	274,392	309,112
Transit	-	-	543,022	644,135	745,210
Assigned to:					
IT replacement	407,961	437,873	170,684	1,484,148	108,301
Fleet replacement	383,225	1,730,168	3,032,429	1,502,483	2,508,319
Risk management	558,310	811,244	357,741	792,947	1,088,234
Parks management	-	-	-	-	-
Police asset reserve	-	-	-	-	-
Fire asset reserve	-	-	-	-	-
Traffic signal reserve	-	-	-	-	-
General Fund FY2021 Budget	-	-	-	-	-
Unassigned	<u>21,481,088</u>	<u>23,074,844</u>	<u>33,325,255</u>	<u>43,707,677</u>	<u>49,783,760</u>
Total General Fund	<u>\$ 27,755,741</u>	<u>\$ 31,297,751</u>	<u>\$ 42,858,609</u>	<u>\$ 53,795,585</u>	<u>\$ 60,181,980</u>
All Other Governmental Funds					
Nonspendable:					
Inventories	\$ 289,782	\$ 412,916	\$ 595,675	\$ 650,344	\$ 487,413
Prepaid items	46,238	45,225	36,182	-	-
Restricted by:					
Debt service	15,113,512	15,663,838	15,482,259	14,848,703	13,810,210
Development impact fees	21,992,019	21,720,718	16,241,644	7,892,792	9,833,566
Highway user funds	285,914	400,610	493,395	47,570	174,025
Transit	-	-	-	-	-
Capital projects	-	-	1,695,700	274,106	4,414,851
Community facilities districts operations	536,230	538,410	711,980	803,837	1,109,573
Committed	-	-	-	-	-
Ball Park	-	-	-	-	-
Unassigned	<u>(2,336,765)</u>	<u>(9,854)</u>	<u>(26,073)</u>	<u>(73,354)</u>	<u>(66,487)</u>
Total All Other Governmental Funds	<u>\$ 35,926,930</u>	<u>\$ 38,771,863</u>	<u>\$ 35,230,762</u>	<u>\$ 24,443,998</u>	<u>\$ 29,763,151</u>

Note:

*Starting with fiscal year 2011, fund balances were stated in classification required by GASB Statement No. 54

Source: City Financial Records and Reports

Table 6

Fiscal Year					
2016	2017	2018	2019	2020	
\$ 961,840	\$ 1,251,242	\$ 1,045,531	\$ -	\$ -	
-	-	-	311,940	210,154	
667,798	683,056	758,946	1,402,473	2,134,415	
4,009,183	4,186,816	4,377,576	4,582,213	4,813,576	
178,351	200,753	238,965	294,594	445,474	
427,243	384,144	432,662	470,847	327,832	
847,446	952,239	1,064,752	1,189,336	1,156,827	
498,851	1,829,656	1,956,201	1,988,219	2,656,884	
3,196,101	1,251,242	4,504,416	3,910,722	3,455,394	
1,077,452	933,704	888,212	805,987	475,484	
1,271,367	2,729,350	3,033,620	3,280,541	2,421,309	
-	2,147,582	134,146	156,142	-	
-	403,209	454,872	738,260	892,018	
-	-	74,699	1,362,099	1,299,118	
-	-	-	55,747,287	86,240,624	
<u>52,620,845</u>	<u>53,399,369</u>	<u>60,552,115</u>	<u>16,546,219</u>	<u>18,030,053</u>	
<u>\$ 65,756,477</u>	<u>\$ 70,352,362</u>	<u>\$ 79,516,713</u>	<u>\$ 92,786,879</u>	<u>\$ 124,559,162</u>	
\$ 564,639	\$ 533,304	\$ 553,663	\$ 678,548	\$ 497,974	
-	-	-	-	-	
12,989,198	13,219,610	5,576,920	5,913,772	5,945,421	
12,882,857	12,428,141	19,453,023	29,633,601	43,001,310	
721	37,130	-	-	-	
-	-	35,863	249	-	
-	9,869,218	21,876,083	43,953,339	40,471,387	
1,434,106	1,846,863	2,442,864	10,164,456	9,978,487	
-	1,647,416	1,963,850	2,555,378	-	
-	-	-	-	3,043,242	
<u>(28,737)</u>	<u>(105,729)</u>	<u>(22,755)</u>	<u>(188,894)</u>	<u>(501,057)</u>	
<u>\$ 27,842,784</u>	<u>\$ 39,475,953</u>	<u>\$ 51,879,511</u>	<u>\$ 92,710,449</u>	<u>\$ 102,436,764</u>	

City of Goodyear
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2011	2012	2013	2014	2015
Revenues					
Taxes	\$ 53,909,300	\$ 55,397,903	\$ 58,970,605	\$ 63,577,425	\$ 66,203,440
Licenses and permits	4,541,951	4,729,946	6,793,070	7,460,830	6,558,607
Intergovernmental	15,825,858	19,319,623	18,723,318	19,325,653	21,749,386
Charges for services	3,978,325	3,876,918	6,322,025	4,658,927	4,576,618
Fines and forfeits	849,060	825,971	809,334	884,735	860,313
Investment income	225,588	319,017	439,982	414,689	361,146
Special assessments	4,859,749	5,844,915	5,845,306	5,839,886	5,762,295
Contributions	2,707,926	3,099,952	4,024,175	2,408,357	2,976,642
Miscellaneous	157,090	361,202	567,839	1,327,008	243,473
Total Revenues	<u>87,054,847</u>	<u>93,775,447</u>	<u>102,495,654</u>	<u>105,897,510</u>	<u>109,291,920</u>
Expenditures *					
General government	15,913,718	16,953,769	17,376,427	16,895,276	18,081,622
Public safety	24,045,015	24,862,833	26,764,289	28,310,822	29,505,746
Highways and streets	3,808,328	3,340,208	4,674,325	5,585,966	5,494,087
Public works	3,047,742	2,967,386	2,093,312	2,045,578	2,268,109
Culture and recreation	3,936,203	4,115,701	4,884,349	4,975,947	5,265,454
Development services	4,376,985	4,557,391	5,232,999	5,823,318	6,933,854
Capital outlay	9,234,659	6,437,600	18,252,039	18,496,444	11,326,103
Debt Service:					
Principal retirement	11,254,524	12,433,024	10,226,228	9,441,923	9,291,703
Interest and debt cost	10,645,162	10,687,152	10,987,906	9,765,514	9,323,202
Payment to refunded bond escrow agent	-	-	-	-	-
Total Expenditures	<u>86,262,336</u>	<u>86,355,064</u>	<u>100,491,874</u>	<u>101,340,788</u>	<u>97,489,880</u>
Excess of Revenues over (under)					
Expenditures	<u>792,511</u>	<u>7,420,383</u>	<u>2,003,780</u>	<u>4,556,722</u>	<u>11,802,040</u>

Notes:

* Beginning in fiscal year 2016 expenditure functions were consolidated to align with the basic financial statements

Source: Statement of Revenues, Expenditures and Changes in Fund Balances

Table 7

Fiscal Year				
2016	2017	2018	2019	2020
\$ 71,287,200	\$ 74,924,078	\$ 82,602,447	\$ 90,300,757	\$ 116,390,115
7,357,205	9,302,729	10,636,668	12,314,128	18,061,371
21,811,572	25,780,719	26,773,324	27,458,465	39,616,094
5,792,947	9,227,037	10,418,539	12,234,549	17,351,117
839,108	925,314	1,044,317	1,044,516	869,101
710,040	560,547	1,196,857	4,606,033	4,351,915
6,096,012	6,009,405	5,968,798	9,868,376	5,509,308
1,346,713	1,638,229	6,358,002	4,036,766	6,247,217
728,930	516,160	2,485,672	1,192,520	1,504,393
<u>115,969,727</u>	<u>128,884,218</u>	<u>147,484,624</u>	<u>163,056,110</u>	<u>209,900,631</u>
17,968,635	19,191,902	20,825,896	20,801,270	22,828,171
32,881,648	36,905,961	39,779,006	43,459,463	45,641,389
5,680,917	5,748,952	5,517,174	7,563,123	7,399,662
2,255,101	2,598,519	2,897,716	2,827,608	4,044,509
5,712,191	12,090,866	11,315,720	14,108,472	13,042,653
7,933,367	7,187,389	7,159,767	7,641,804	8,916,314
15,988,901	17,628,611	30,366,883	17,066,876	40,565,230
9,772,183	14,581,544	19,642,573	21,763,951	19,465,657
9,046,458	12,968,581	15,708,001	12,599,646	10,818,794
-	-	4,622,056	-	-
<u>107,239,401</u>	<u>128,902,325</u>	<u>157,834,792</u>	<u>147,832,213</u>	<u>172,722,379</u>
<u>8,730,326</u>	<u>(18,107)</u>	<u>(10,350,168)</u>	<u>15,223,897</u>	<u>37,178,252</u>

continued

City of Goodyear
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Year				
	2011	2012	2013	2014	2015
Other Financing Sources and (Uses)					
Transfer in	\$ 8,388,300	\$ 5,504,462	\$ 4,726,150	\$ 5,356,364	\$ 4,588,019
Transfer out	(10,837,705)	(9,397,127)	(9,602,694)	(10,494,616)	(9,923,248)
Sale of assets*	-	-	-	-	-
Debt issuance	-	1,780,000	10,500,000	-	4,980,000
Debt premium	-	129,958	-	-	(39,461)
Refunding bonds	-	11,530,000	10,685,000	14,755,000	7,015,000
Refunding bonds premium	-	949,267	672,545	1,114,908	452,099
Payment to refunded bond escrow agent	-	(11,530,000)	(10,965,024)	(15,138,166)	(7,168,901)
 Total Other Financing Sources and (Uses)	 (2,449,405)	 (1,033,440)	 6,015,977	 (4,406,510)	 (96,492)
 Net Change in Fund Balances	 <u>\$ (1,656,894)</u>	 <u>\$ 6,386,943</u>	 <u>\$ 8,019,757</u>	 <u>\$ 150,212</u>	 <u>\$ 11,705,548</u>
 Debt Service as a Percentage of Noncapital Expenditures	 27.3%	 28.9%	 25.8%	 22.3%	 20.6%

Notes:

* Beginning in fiscal year 2019 sales of assets was broken out to align with the basic financial statements.

Source: City Financial Records and Reports

Table 7

2016	2017	2018	2019	2020
\$ 3,539,227	\$ 12,768,632	\$ 13,901,429	\$ 17,954,246	\$ 28,400,983
(9,091,060)	(9,968,632)	(10,201,429)	(14,254,246)	(24,901,739)
-	-	-	346,124	291,817
-	10,968,000	25,015,000	33,873,000	529,285
-	-	-	958,083	-
18,535,000	118,130,941	51,537,627	-	-
2,047,350	14,546,606	722,171	-	-
<u>(20,106,713)</u>	<u>(130,387,703)</u>	<u>(49,056,702)</u>	<u>-</u>	<u>-</u>
<u>(5,076,196)</u>	<u>16,057,844</u>	<u>31,918,096</u>	<u>38,877,207</u>	<u>4,320,346</u>
<u>\$ 3,654,130</u>	<u>\$ 16,039,737</u>	<u>\$ 21,567,928</u>	<u>\$ 54,101,104</u>	<u>\$ 41,498,598</u>
18.4%	24.7%	27.8%	26.3%	22.9%

concluded

City of Goodyear
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years
(Unaudited)

City Direct Rate			Overlapping Rates					
County-Wide Jurisdictions								
Fiscal Year	Operating Rate	Debt Service Rate	Total City Rate	County Operating Rate	County Library District Rate	County Fire District Assistance Rate	County Flood District Rate	County Education Equalization Rate
2011	0.7603	0.6630	1.4233	1.0508	0.0412	0.0066	0.1489	0.3564
2012	0.9446	0.6554	1.6000	1.2407	0.0492	0.0084	0.1780	0.4259
2013	1.1115	0.6635	1.7750	1.2407	0.0492	0.0110	0.1780	0.4717
2014	1.1994	0.7006	1.9000	1.2807	0.0438	0.0121	0.1392	0.5123
2015	1.1836	0.6864	1.8700	1.3209	0.0556	0.0113	0.1392	0.5089
2016	1.1637	0.7063	1.8700	1.3609	0.0556	0.0116	0.1592	0.5054
2017	1.1598	0.7025	1.8623	1.4009	0.0556	0.0112	0.1792	0.5010
2018	1.1344	0.6005	1.7349	1.4009	0.0556	0.0102	0.1792	0.4875
2019	1.1084	0.6266	1.7350	1.4009	0.0556	0.0107	0.1792	0.4741
2020	1.0619	0.6713	1.7332	1.4009	0.0556	0.0095	0.1792	0.4566

Source: Maricopa County Assessor's Office

continued

Table 8

Overlapping Rates									
County-Wide Jurisdictions					School Districts				
Fiscal Year	Community College Rate	Central Arizona Project Rate	Special Health Care District Rate	Total County Rate	Agua Fria/ Avondale Rate	Litchfield Rate	Buckeye/ Liberty Rate	Tolleson/ Littleton Rate	Mobile Rate
2011	0.9728	0.1000	0.1122	2.7889	5.3923	5.3658	6.1069	6.1935	5.4994
2012	1.2082	0.1000	0.1494	3.3598	7.4753	3.2590	6.2698	7.8626	4.9490
2013	1.3778	0.1000	-	3.4284	7.4945	3.8863	6.9607	9.2259	6.9350
2014	1.5340	0.1400	-	3.6621	8.2090	3.9772	7.1092	11.4641	7.7572
2015	1.5187	0.1400	-	3.6946	10.0022	3.7780	8.0102	10.4333	7.8876
2016	1.4940	0.1400	-	3.7267	9.4960	3.8352	7.6149	9.9303	7.8876
2017	1.4651	0.1400	0.3053	4.0583	9.8771	3.8142	7.0163	9.5342	8.1213
2018	1.4096	0.1400	0.2941	3.9771	8.9315	3.4763	7.0616	9.8185	7.8876
2019	1.1708	0.1400	0.2941	3.7254	8.4894	3.8499	6.8080	10.0261	7.8876
2020	1.1585	0.1400	0.1871	3.5874	7.8709	3.6716	6.6742	10.6716	7.8876

continued

City of Goodyear
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years
(Unaudited)

Overlapping Rates

Other Special Taxing Districts

Fiscal Year	West			Other Special Taxing Districts			Estrella
	Maricopa Education Center District Rate	Central Arizona GRD Rate	Roosevelt Irrigation District Rate	Centerra Community Facilities District Rate	Cortina Community Facilities District Rate	Cottonflower Community Facilities District Rate	Mtn. Ranch Community Facilities District Rate
2011	0.5000	1.0000	17.1000	2.3797	2.2087	2.9776	1.3000
2012	0.0500	1.0000	17.1000	2.1961	2.7298	3.4033	1.3000
2013	0.0500	1.0000	17.1000	3.2961	2.8500	3.8528	1.3000
2014	0.0592	1.0000	17.1000	3.3559	2.8500	3.9890	1.3000
2015	0.0810	1.0000	27.1000	3.0361	2.6034	3.2768	1.3000
2016	0.0698	1.0000	27.1000	3.1327	2.5999	3.3377	1.3000
2017	0.0840	1.0000	27.1000	2.7404	2.3824	3.0482	1.3000
2018	0.1780	1.0000	27.1000	2.6706	1.8877	2.5714	1.3000
2019	0.1494	1.0000	29.8100	2.5823	1.8664	2.5413	1.3000
2020	0.1634	1.0000	29.8100	2.4421	1.8994	2.5400	1.3000

continued

Table 8

Overlapping Rates						
Other Special Taxing Districts						
Fiscal Year	Goodyear Community Facilities General District #1 Rate	Goodyear Community Facilities Utilities District #1 Rate	Palm Valley Community Facilities District #3 Rate	King Ranch Community Facilities District Rate	Wildflower Community Facilities General District #1 Rate	Wildflower Community Facilities General District #2 Rate
2011	0.7570	1.0000	1.2952	0.3000	2.2891	2.5496
2012	0.8034	1.0000	1.2684	0.3000	2.8718	2.9933
2013	1.0000	1.0000	1.8035	0.3000	3.3150	3.3467
2014	1.0000	1.0000	1.7844	0.3000	3.4365	3.8922
2015	0.7334	1.0162	1.2592	0.3000	2.7761	3.0227
2016	0.7075	1.1497	1.1097	0.3000	2.9103	3.1070
2017	0.8466	1.1500	0.9308	0.3000	2.7230	2.9330
2018	0.9600	1.1500	0.8682	0.3000	2.8882	3.0463
2019	0.8896	1.1480	0.8085	0.3000	2.8489	2.7801
2020	0.8903	0.9390	0.6107	0.3000	2.6309	2.7362

concluded



City of Goodyear
Principal Property Tax Payers
Current Fiscal Year and Nine Years Prior
(Unaudited)

Taxpayer	Fiscal Year					
	2011			2020		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Arizona Public Service Company	\$ 19,901,824	1	2.34%	\$ 27,174,825	1	2.65%
VHS of South Phoenix, Inc.	10,274,957	2	1.21%	19,023,489	2	1.85%
FR PV 303 LLC	9,129,596	3	1.08%	12,466,278	3	1.21%
Macys Logistics LLC				11,290,901	4	1.10%
ILPT Properties LLC				8,765,133	5	0.85%
HUHTAMAKI Inc				8,650,527	6	0.84%
Nike IHM Inc				8,352,540	7	0.81%
FR PV 303 Phase 2 LLC				8,348,987	8	0.81%
Anderson Regional Manufacturing Inc				8,311,371	9	0.81%
Lex Goodyear II LP				8,041,410	10	0.78%
DH Goodyear LLC	7,883,791	4	0.93%			
NNP III EMR 3 LLC	5,990,623	5	0.71%			
The Market at Estrella Falls LLC	5,985,139	6	0.71%			
First American Title Ins Co TR 7854	5,417,193	7	0.64%			
Vestar Arizona XL III LLC	5,185,479	8	0.61%			
Cardinal Capital Co	5,097,035	9	0.60%			
Southwest Gas Corporation (T&D)	4,417,557	10	0.52%	5,511,428	10	0.60%
Total	<u>\$ 74,865,637</u>		<u>8.82%</u>	<u>\$ 120,425,461</u>		<u>11.73%</u>

Source: Maricopa County Treasurer

City of Goodyear
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended June 30		Total Assessed Value Residential Property	Total Assessed Value Commercial Property	Agricultural/ Vacant Land	Other	Less: Tax-Exempt Property	Net Assessed Value
2011	Primary	404,164,550	265,580,527	246,048,945	70,064	126,711,288	789,152,798
	Secondary	405,850,285	297,842,341	308,078,489	33,349	163,045,578	848,758,886
2012	Primary	357,230,458	238,218,141	194,223,071	226,506	122,548,914	667,349,262
	Secondary	357,367,570	252,752,614	206,673,571	214,401	144,006,328	673,001,828
2013	Primary	338,747,451	220,657,668	163,082,414	240,243	120,560,037	602,167,739
	Secondary	339,165,652	228,812,312	167,084,029	244,254	129,664,064	605,642,183
2014	Primary	340,280,668	205,111,305	161,905,429	273,421	122,898,455	584,672,368
	Secondary	342,294,870	211,390,271	165,979,539	275,521	129,681,549	590,258,652
2015	Primary	393,827,703	192,119,198	158,537,781	1,158,177	115,918,333	629,724,526
	Secondary	416,834,896	196,638,563	169,043,455	1,167,249	122,400,093	661,284,070
2016	Limited Property Value	427,218,918	223,077,763	149,242,505	1,127,677	129,713,965	670,952,898
2017	Limited Property Value	457,689,029	227,887,800	146,856,414	6,601,784	128,500,705	710,534,322
2018	Limited Property Value	499,088,340	234,739,156	159,566,464	6,975,609	137,331,297	763,038,272
2019	Limited Property Value	538,457,161	256,367,234	152,787,152	7,383,730	132,980,202	822,015,075
2020	Limited Property Value	590,823,853	299,172,489	163,622,803	7,807,328	139,439,679	921,986,794

Notes: Beginning in fiscal year 2016, the Net Assessed Limited Property Value is statutorily required to be used for the calculation of primary and secondary property taxes. Prior to fiscal year 2016, the primary levy was calculated using the limited assessed valuation and the secondary levy was calculated using the full cash assessed valuation. Detail data prior to 2009 for "primary" is not available.

Source: Maricopa County Assessor's Office

Table 10

Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as Percentage of Actual Value
0.7603	6,843,890,271	11.5%
0.6630	7,401,814,203	11.5%
0.9446	5,978,258,706	11.2%
0.6554	6,130,095,795	11.0%
1.1115	5,513,086,956	10.9%
0.6635	5,583,052,641	10.8%
1.1994	5,485,036,603	10.7%
0.7006	5,562,951,789	10.6%
1.1836	6,012,798,998	10.5%
0.6864	6,332,435,414	10.4%
1.8700	6,479,932,484	10.4%
1.8623	6,951,354,974	10.2%
1.7349	7,490,466,600	10.2%
1.7350	7,985,016,888	10.3%
1.7332	8,822,931,900	10.4%

City of Goodyear
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year (a)	Collected within the Fiscal Year of the Levy		Collection in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2011	11,650,452	11,291,963	96.92%	24,739	11,316,702	97.14%
2012	10,743,752	10,454,308	97.31%	101,729	10,556,037	98.25%
2013	10,714,099	10,523,654	98.22%	47,705	10,571,359	98.67%
2014	11,185,149	10,949,615	97.89%	51,739	11,001,355	98.36%
2015	11,992,446	11,808,563	98.47%	113,307	11,921,870	99.41%
2016	12,599,829	12,392,149	98.35%	(0)	12,392,149	98.35%
2017	13,157,209	13,024,932	98.99%	(53,465)	12,971,467	98.59%
2018	13,232,702	13,071,185	98.78%	-	13,071,185	98.78%
2019	14,263,392	14,097,133	98.83%	-	14,097,133	98.83%
2020	15,981,505	15,760,028	98.61%	-	15,760,028	98.61%

(a) Tax levy is reported by the Treasurer as of August of each fiscal year. Amount does not include adjustments made to levy amounts after the August report.

Source: Maricopa County Treasurer's Office

City of Goodyear
 Utility Statistical Data
 Ten Largest Water Users
 Current Fiscal Year and Nine Fiscal Years Ago
 (Unaudited)

Entity	Type of User	Fiscal Year			
		2011		2020	
		Rank	Fees & Charges	Rank	Fees & Charges
City of Goodyear	Multi Purpose		\$ -	1	\$ 749,803
Las Brisas	Homeowner's Association		\$ -	2	\$ 577,355
Sarival Paseo Joint Community	Homeowner's Association	7	\$ 81,057	3	\$ 407,678
Avondale School	School	4	\$ 124,054	4	\$ 338,688
Canyon Trails Unit HOA 3A	Homeowner's Association	1	\$ 194,610	5	\$ 313,245
Buesing Corp	Commercial		\$ -	6	\$ 288,333
Canyon Trails HOA	Homeowner's Association	2	\$ 188,461	7	\$ 281,795
Canyon Trails Unit HOA 4A	Homeowner's Association	3	\$ 138,598	8	\$ 271,777
Shepard Investment	Apartments		\$ -	9	\$ 259,624
Canyon Trails 4 - South	Homeowner's Association	5	\$ 109,247	10	\$ 254,561
Agua Fria Union High School Dist.	School	6	\$ 103,049		\$ -
JB Park Shadows	Apartments	8	\$ 76,277		\$ -
Cottonflower Goodyear Community	Homeowner's Association	9	\$ 69,994		\$ -
Cancer Treatment Center of America	Multi Purpose	10	\$ 66,878		\$ -
Total			<u>\$ 1,152,225</u>		<u>\$ 3,742,858</u>
Total as a percent of total Water System Operating Revenue			<u>12.52%</u>		<u>21.77%</u>

Source: City customer service and billing records



City of Goodyear
Utility Statistical Data
Ten Largest Wastewater Users
Current Fiscal Year and Nine Fiscal Years ago
(Unaudited)

Entity	Type of User	Rank	Fiscal Year	
			2011	2020
			Fees & Charges	Fees & Charges
Arizona State Prison/Perryville	Prison	1	\$ 287,556	1 \$ 1,385,142
Cancer Treatment Center	Hospital	4	\$ 58,978	2 \$ 94,054
Shepard Inv Apartments	Apartments			3 \$ 75,732
JB Park Shadows	Apartments	2	\$ 65,937	4 \$ 71,279
Schoeller Arca Systems NC	Industrial			5 \$ 69,619
Huhtamaki	Irrigation			6 \$ 68,496
Poore Brothers, Inc.	Food Manufacturer, Snacks	6	\$ 43,509	7 \$ 57,363
Sundt Construction	Hydrant F&D			8 \$ 52,798
3 Minute Car Wash	Car Wash			9 \$ 52,249
HCL Encantada Goodyear LLC	Commercial			10 \$ 43,834
Fairfield Development	Real Estate	3	\$ 59,617	
Fairfield Centerra LLC	Real Estate	5	\$ 53,771	
Airport Training Center	Airport	7	\$ 37,031	
Avondale Elementary	Education	8	\$ 35,052	
Pem Investments	Real Estate	9	\$ 34,657	
Alliance Residential	Real Estate	10	\$ 34,442	
Total			<u>\$ 710,550</u>	<u>\$ 1,970,566</u>
Total as a percent of total Wastewater System Operating Revenue			<u>8.47%</u>	<u>\$ 0.12</u>

Source: City customer service and billing records

City of Goodyear
Schedule of Existing and Adopted
Monthly Water & Wastewater Service Charges (2012 - 2020)
(Unaudited)

<u>Description of Water System Services</u>	<u>Existing Fees</u>	<u>Adopted</u> <u>2012</u>	<u>Adopted</u> <u>2013</u>	<u>Adopted</u> <u>2015</u>	<u>Adopted</u> <u>2016</u>	<u>Adopted</u> <u>2017</u>	<u>Adopted</u> <u>2018</u>	<u>Adopted</u> <u>2019</u>	<u>Adopted</u> <u>2020</u>
Base Charge									
(Meter Size)									
3/4 Inch	\$ 12.70	\$ 10.05	\$ 10.23	\$ 11.24	\$ 12.70	\$ 14.73	\$ 16.35	\$ 17.49	\$ 18.54
1 Inch	17.56	12.74	14.14	15.54	17.56	20.37	22.61	24.19	25.64
1 1/2 Inch	28.39	19.74	22.86	25.12	28.39	32.93	36.55	39.11	41.46
2 Inches	45.96	32.02	37.01	40.67	45.96	53.31	59.17	63.31	67.11
3 Inches	77.67	61.64	70.67	77.67	77.67	77.67	77.67	77.67	77.67
4 Inches	126.65	99.58	115.24	126.65	126.65	126.65	126.65	126.65	126.65
6 Inches	240.36	189.08	218.71	240.36	240.36	240.36	240.36	240.36	240.36
Monthly Volume Charge - Residential									
0 - 6,000 gallons (per thousand)	\$ 1.47 (2)	\$ 1.46	\$ 1.18	\$ 1.30	\$ 1.47	\$ 1.71	\$ 1.90	\$ 2.03	\$ 2.15
6,001 - 12,000 (per thousand)	2.93 (3)	2.92	2.36	2.59	2.93	3.40	3.77	4.03	4.27
12,001 - 30,000 (per thousand)	4.40 (4)	4.38	3.54	3.89	4.40	5.10	5.66	6.06	6.42
30,001+ gallons (per thousand)	7.06 (5)	5.69	5.69	6.25	7.06	8.19	9.09	9.73	10.31
Monthly Volume Charge - Commercial									
0 - 40,000 gallons (per thousand)	\$ 3.73	\$ 2.60	\$ 3.00	\$ 3.30	\$ 3.73	\$ 4.29	\$ 4.72	\$ 4.91	\$ 5.06
40,001 - 100,000 gallons (per thousand)	5.97	4.16	4.80	5.28	5.97	6.87	7.56	7.86	8.10
100,001+ gallons (per thousand)	7.75	5.41	6.24	6.86	7.75	8.91	9.80	10.19	10.50

Note: Rates shown are for customers within city limits. The rates for customers outside of the city limits are 25% greater than the customers within city limits. Rate increases are adopted at the direction of City Council.

- (1) Rates were updated during January 2017
- (2) Monthly volume change for fees is 0 - 6,000 gallons (per thousand).
- (3) Monthly volume change for fees is 6,001 - 12,000 gallons (per thousand).
- (4) Monthly volume change for fees is 12,001 - 30,000 gallons (per thousand).
- (5) Monthly volume change for fees is 30,001 - and over gallons (per thousand).

Schedule of Water System Rate Increases (2011-2020)

<u>Date</u>	<u>Rate</u> <u>Increase</u>
Fiscal Year 2011	7.5%
Fiscal Year 2012	9.4%
Fiscal Year 2013	0.0%
Fiscal Year 2014	N/A
Fiscal Year 2015	10.0%
Fiscal Year 2016	13.0%
Fiscal Year 2017	16.0%
Fiscal Year 2018	11.0%
Fiscal Year 2019	7.0%
Fiscal Year 2020	6.0%

Source: City Financial Records, Reports and Water & Wastewater Rate Study.
The table above reflects only certain fees and charges of the
City's water system and is not a comprehensive statement of all such fees.

<u>Description of Wastewater System Services</u>	<u>Existing Fees</u>	<u>Adopted 2012</u>	<u>Adopted 2013</u>	<u>Adopted 2016</u>	<u>Adopted 2017</u>	<u>Adopted 2018</u>	<u>Adopted 2019</u>	<u>Adopted 2020</u>
Residential Wastewater Service								
Base Charge	(See below)							
Volume Charge (per 1,000 gallons)	\$ 5.78	\$ 4.90	\$ 5.78	\$ 5.95	\$ 6.13	\$ 6.25	\$ 6.38	\$ 6.51
General Commercial Wastewater Service								
Base Charge	(See below)							
Volume Charge (per 1,000 gallons)	\$ 5.78	\$ 4.90	\$ 5.78	\$ 5.95	\$ 6.13	\$ 6.25	\$ 6.38	\$ 6.51
Base Charge								
(Meter Size)								
3/4 Inch	\$ 21.12	\$ 18.96	\$ 21.12	\$ 21.75	\$ 22.40	\$ 22.85	\$ 23.31	\$ 23.78
1 Inch	32.41	28.02	32.41	33.38	34.38	35.07	35.77	36.49
1 1/2 Inch	39.94	34.61	39.94	41.14	42.37	43.22	44.08	44.96
2 Inches	77.58	67.16	77.58	79.91	82.31	83.96	85.64	87.35
3 Inches	115.22	99.68	115.22	115.22	115.22	115.22	115.22	115.22
4 Inches	152.86	139.10	152.86	152.86	152.86	152.86	152.86	152.86
6 Inches	378.70	328.83	378.70	378.70	378.70	378.70	378.70	378.70

Schedule of Wastewater System Rate Increases (2011-2020)

<u>Date</u>	<u>Rate Increase</u>
Fiscal Year 2011	9.3%
Fiscal Year 2012	9.5%
Fiscal Year 2013	15.2%
Fiscal Year 2014	N/A
Fiscal Year 2015	N/A
Fiscal Year 2016	3.0%
Fiscal Year 2017	3.0%
Fiscal Year 2018	2.0%
Fiscal Year 2019	2.0%
Fiscal Year 2020	2.0%

City of Goodyear
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(Unaudited)

Governmental Activities					
Fiscal Year Ended June 30	Public				
	General Obligation Bonds	Contract Payable	Improvement Corporation Municipal Facilities Revenue Bond	McDowell Road Corridor Improvement District	Community Facilities District Bonds
2011	31,358,457	3,755,628	4,510,000	44,900,000	117,182,000
2012	29,000,636	1,755,628	2,940,000	43,675,000	113,555,000
2013	26,555,569	-	12,431,467	42,390,000	109,823,000
2014	24,616,149	-	11,047,495	42,383,378	107,194,657
2015	21,638,323	-	10,037,745	40,881,328	108,520,857
2016	18,564,501	-	8,859,189	39,304,278	106,289,435
2017	21,987,761	-	127,152,711	37,647,228	103,870,391
2018	43,983,309	-	121,145,790	34,870,000	94,683,268
2019	64,022,774	-	100,376,526	28,910,000	87,776,000
2020	61,007,711	-	102,722,600	26,610,000	86,300,170

Source: US Census Bureau, Applied Geographic Solutions/TIGER Geography, and City Financial Records

Business-Type Activities								
General Obligation Bonds	Public Improvement Corporation		Water Infrastructure		Water Rights	Total	Percentage of Personal Income	Per Capita
	Municipal Facilities Revenue Bond	Revenue Bonds	Finance Authority Loan					
91,121,543	102,300,000	32,245,000	12,554,096	-	439,926,724	24.49%	6,740	
89,394,364	102,180,000	31,985,000	11,908,603	-	426,394,231	20.10%	6,430	
85,384,431	102,180,000	31,390,000	10,998,942	-	421,153,409	22.13%	6,264	
82,113,973	104,096,689	30,596,520	10,064,007	-	412,112,868	20.81%	5,773	
77,607,211	103,970,274	30,114,933	9,096,237	-	401,866,908	21.38%	5,443	
73,018,360	104,164,132	42,413,304	3,854,322	-	396,467,521	19.80%	5,304	
66,702,679	-	41,924,131	3,591,773	-	402,876,674	21.52%	5,180	
58,226,165	-	40,489,966	3,323,972	-	396,722,470	16.23%	4,750	
48,957,226	-	37,175,000	3,050,815	-	370,268,341	14.16%	4,374	
48,509,399	-	153,719,816	2,772,195	-	481,641,891	16.75%	5,420	

City of Goodyear
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended June 30	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage Estimated Actual Taxable Value of Property	Per Capita
2011	122,480,000	668,186	121,811,814	14.35%	1,866
2012	118,395,000	1,246,110	117,148,890	17.41%	1,767
2013	111,940,000	841,716	111,098,284	18.34%	1,652
2014	106,730,122	98,876	106,631,246	18.07%	1,494
2015	99,245,534	-	99,245,534	15.01%	1,344
2016	91,582,861	13,202	91,569,659	13.65%	1,225
2017	88,690,440	703,557	87,986,883	12.38%	1,131
2018	102,209,474	778,715	101,430,759	13.29%	1,215
2019	112,980,000	229,724	112,750,276	13.72%	1,332
2020	109,517,110	229,320	109,287,790	11.85%	1,230

Source: City Financial Records and Reports

City of Goodyear
Direct and Overlapping Governmental Activities Debt
As of June 30, 2020
(Unaudited)

Overlapping Jurisdiction	Net Assessed Limited Property Value	Debt Outstanding	Estimated Percentage Applicable (a)	Net Debt Amount
Maricopa County	\$ 43,194,326,395	\$ -	2.13 %	\$ -
Maricopa County Community College District	43,194,326,395	312,450,000	2.13	6,669,273
Maricopa Special Healthcare District	42,997,577,641	459,125,000	2.14	9,844,908
Western Maricopa Education Center	15,894,829,755	169,545,000	5.80	9,834,534
Liberty Elementary School District No. 25	276,988,483	35,670,000	58.79	20,970,218
Avondale Elementary School District No. 44	409,263,727	36,225,000	83.28	30,169,485
Littleton Elementary School District No. 65	271,421,355	26,885,000	0.03	7,053
Litchfield Elementary School District No. 79	902,684,659	46,335,000	44.76	20,740,790
Mobile Elementary School District No. 86	8,679,355	-	44.02	-
Buckeye Union High School District No. 201	775,635,716	75,135,000	19.89	14,941,285
Tolleson Union High School District No. 214	1,249,874,282	180,090,000	0.01	10,338
Agua Fria Union High School District No. 216	1,311,948,386	138,175,000	56.76	78,422,226
Wildflower Ranch Community Facilities District No. 1	5,225,408	390,000	100.00	390,000
Wildflower Ranch Community Facilities District No. 2	5,262,248	625,000	100.00	625,000
Community Facilities General District No. 1	128,892,161	7,740,000	100.00	7,740,000
Community Facilities Utility District No. 1	381,577,175	31,350,000	100.00	31,350,000
Estrella Mountain Ranch Community Facilities District	104,760,225	11,925,000	100.00	11,925,000
Cottonflower Community Facilities District	9,964,182	1,700,000	100.00	1,700,000
Centerra Community Facilities District	12,641,968	2,910,000	100.00	2,910,000
Cortina Community Facilities District	11,016,717	1,745,000	100.00	1,745,000
Palm Valley Community Facilities District	104,879,935	5,320,000	100.00	5,320,000
Subtotal of overlapping debt:	<u>\$ 151,251,776,168</u>	<u>\$ 1,543,340,000</u>		<u>\$ 255,315,111</u>
Direct Debt:				
City of Goodyear	\$ 921,986,794	\$ 276,637,904	100.00 %	\$ 276,637,904
Total Direct and Overlapping Debt				\$ 531,953,015
Total Governmental and Business-Type General Obligation Bonds		\$ 109,517,110	100.00 %	\$ 109,517,110

(a) Proportion applicable to the City of Goodyear, Arizona is computed on the ratio of net assessed limited property value for 2019/20

Sources: Maricopa County Assessor's Office and Official Statements

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Goodyear. This process recognizes that when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

City of Goodyear
Legal Debt Margin Information
As of June 30, 2020
(Unaudited)

	Fiscal Year				
	2011	2012	2013	2014	2015
Net Full Cash Assessed Value	\$ 848,758,886	\$ 673,001,828	\$ 605,642,183	\$ 590,258,652	\$ 659,588,897
<u>20% Limitation</u>					
Debt Limit Equal to 20% of Assessed Valuation	169,751,777	134,600,366	121,128,437	118,051,730	131,917,779
Total Debt Applicable to 20% Limit	<u>122,205,000</u>	<u>118,130,000</u>	<u>111,690,000</u>	<u>104,775,000</u>	<u>97,570,000</u>
Legal 20% Debt Margin (Available Borrowing Capacity)	<u>\$ 47,546,777</u>	<u>\$ 16,470,366</u>	<u>\$ 9,438,437</u>	<u>\$ 13,276,730</u>	<u>\$ 34,347,779</u>
Total net debt applicable to the limit as a percentage of debt limit	71.99%	87.76%	92.21%	88.75%	73.96%
<u>6% Limitation</u>					
Debt Limit Equal to 6% of Assessed Valuation	\$ 50,925,533	\$ 40,380,110	\$ 36,338,531	\$ 35,415,519	\$ 39,575,334
Total Debt Applicable to 6% Limit	<u>275,000</u>	<u>265,000</u>	<u>250,000</u>	<u>250,000</u>	<u>220,000</u>
Legal 6% Debt Margin (Available Borrowing Capacity)	<u>\$ 50,650,533</u>	<u>\$ 40,115,110</u>	<u>\$ 36,088,531</u>	<u>\$ 35,165,519</u>	<u>\$ 39,355,334</u>
Total net debt applicable to the limit as a percentage of debt limit	0.54%	0.66%	0.69%	0.71%	0.56%

Source: Maricopa County Treasurer's Office and City financial records and reports

Table 18

Fiscal Year				
2016	2017	2018	2019	2020
\$ 670,952,898	\$ 871,205,504	\$ 964,201,508	\$ 1,043,418,163	\$ 1,183,659,155
134,190,580	174,241,101	192,840,302	208,683,633	236,731,831
<u>90,065,000</u>	<u>106,130,000</u>	<u>97,065,000</u>	<u>112,980,000</u>	<u>102,605,000</u>
<u>\$ 44,125,580</u>	<u>\$ 68,111,101</u>	<u>\$ 95,775,302</u>	<u>\$ 95,703,633</u>	<u>\$ 134,126,831</u>
67.12%	60.91%	50.33%	54.14%	43.34%
\$ 40,257,174	\$ 52,272,330	\$ 57,852,090	\$ 62,605,090	\$ 71,019,549
<u>205,000</u>	<u>190,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 40,052,174</u>	<u>\$ 52,082,330</u>	<u>\$ 57,852,090</u>	<u>\$ 62,605,090</u>	<u>\$ 71,019,549</u>
0.51%	0.36%	0.00%	0.00%	0.00%

City of Goodyear
Pledged-Revenue Coverage
As of June 30, 2020
(Unaudited)

Public Improvement Corporation Municipal Facilities Revenue Bonds						
Fiscal Year Ended June 30	Operating Revenue	Pledged Revenue	Debt Service		Coverage	
			Principal	Interest		
2011	57,697,609	45,808,725	745,000	5,562,612	7.26	
2012	65,501,422	52,566,675	570,000	4,925,626	9.57	
2013	76,004,072	57,969,777	590,000	5,505,685	9.51	
2014	81,109,035	62,768,755	85,000	5,702,661	10.85	
2015	82,672,164	59,861,110	230,000	5,458,563	10.52	
2016	87,880,128	67,903,484	235,000	5,451,663	11.94	
2017	95,623,345	68,619,826	3,220,000	3,674,649	9.95	
2018	107,069,770	69,446,051	3,500,000	4,710,941	8.46	
2019	116,486,271	90,707,954	5,840,000	4,563,216	8.72	
2020	152,851,661	116,812,121	6,110,000	4,299,271	11.22	

Water & Sewer Bonds & Loans						
Fiscal Year Ended June 30	Operating Revenue	Less: Operating Expenses	Net Operating Revenue	Debt Service		Coverage
				Principal	Interest	
2011	18,271,778	8,965,363	9,306,415	1,167,815	1,802,534	3.13
2012	20,221,750	8,703,445	11,518,305	1,139,026	5,554,656	1.72
2013	23,133,152	10,837,296	12,295,856	1,504,661	5,819,924	1.68
2014	24,989,997	12,684,374	12,305,623	1,439,935	2,212,948	3.37
2015	24,748,802	13,405,653	11,343,149	1,467,770	2,207,414	3.09
2016	27,964,881	15,205,094	12,759,787	1,496,834	2,159,000	3.49
2017	31,380,884	18,471,783	12,909,101	1,682,550	2,268,124	3.27
2018	35,230,057	13,551,129	21,678,928	1,742,801	2,292,417	5.37
2019	42,658,585	19,584,574	23,074,011	1,613,157	2,014,361	6.36
2020	60,392,907	26,552,787	33,840,120	2,283,620	1,199,376	9.72

Source: City Financial Records and Reports

City of Goodyear
Demographic and Economic Statistics
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Population	Personal Income (in thousands)	Per Capita Personal Income	Median Age	Education Level in Years of Schooling	Unemployment Rate
2011	66,309	\$ 2,120,960	\$ 31,986	33.5	13 to 16	9.8%
2012	67,239	\$ 1,903,133	\$ 28,304	35.2	13 to 16	8.2%
2013	71,381	\$ 1,980,537	\$ 27,746	38.4	13 to 16	8.3%
2014	73,832	\$ 1,879,673	\$ 25,459	36.5	13 to 16	7.2%
2015	74,743	\$ 2,001,907	\$ 26,784	35.6	13 to 16	5.7%
2016	77,776	\$ 1,871,990	\$ 24,069	36.7	13 to 16	5.5%
2017	78,189	\$ 2,157,938	\$ 27,599	36.7	13 to 16	4.4%
2018	83,512	\$ 2,443,812	\$ 29,263	37.1	13 to 16	4.2%
2019	84,659	\$ 2,615,370	\$ 30,893	37.1	13 to 16	4.8%
2020	88,870	\$ 2,875,389	\$ 32,355	38.2	13 to 16	9.4%

Source: Bureau of Labor Statistics and City Financial Records

City of Goodyear
Principal Employers
Current Fiscal Year and Nine Fiscal Years Prior
(Unaudited)

Major Corporation	Fiscal Year			Fiscal Year		
	2011			2020		
	Employees	Rank	Percentage of Total City Employment*	Employees	Rank	Percentage of Total City Employment*
UPS - Regional Ops Center				1,852	1	4.54%
Amazon.com	357	7	1.19%	1,355	2	3.32%
Chewy.com				1,200	3	2.94%
(Abrazo Healthcare) West Valley Hospital	670	3	2.23%	1,009	4	2.47%
Macy's Inc	532	4	1.77%	1,008	5	2.47%
Cancer Treatment Center's of America	325	9	1.08%	768	6	1.88%
Subzero Freezer Co	284	10	0.95%	590	7	1.45%
McLane Sunwest	374	6	1.25%	345	8	0.85%
Huhtamaki				330	9	0.81%
REI				325	10	0.80%
Cavco				325	10	0.80%
Arizona State Prison/Perryville	956	1	3.19%			
Lockheed Martin	870	2	2.90%			
City of Goodyear	511	5	1.70%			
Walmart Supercenter	340	8	1.13%			
Total	<u>5,219</u>		<u>17.41%</u>	<u>9,107</u>		<u>22.33%</u>

Source: City Records

*2019 labor force = 40791 ; 2011 labor force = 29984

City of Goodyear
Full-time Equivalent City Government Employees by Function
Last Ten Fiscal Years
(Unaudited)

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Government	52	52	55	55	69	55	62	50	83	83
Financial Services	30	28	29	27	28	29	31	31	31	32
Information Services	13	14	14	15	18	18	18	19	23	24
Police										
Officers	94	94	94	91	93	96	103	108	111	114
Civilians	29	27	30	29	30	35	38	42	43	49
Planning and Development	9	9	25	23	21	50	50	49	46	50
Fire										
Firefighters and Officers	87	91	90	91	90	92	92	92	106	106
Civilians	24	20	7	8	12	10	10	17	19	20
Human Resources	7	9	10	10	10	10	11	10	11	14
Community Services	0	0	0	0	0	0	0	0	0	0
Economic Development	7	6	4	4	5	6	6	6	6	8
Municipal Services	8	13	13	10	13	13	13	14	15	16
Public Works	78	65	73	75	87	63	63	81	93	95
Water	22	21	23	24	26	27	27	28	29	33
Wastewater	17	18	17	20	19	19	17	18	19	25
Sanitation	9	7	5	5	6	8	7	7	9	10
Total	<u>486</u>	<u>474</u>	<u>489</u>	<u>487</u>	<u>527</u>	<u>531</u>	<u>548</u>	<u>572</u>	<u>644</u>	<u>680</u>

Source: City Financial Records and Reports

City of Goodyear
Operating Indicators by Function
Last Ten Fiscal Years
(Unaudited)

Function	2011	2012	2013	2014	2015
General Government					
<i>City Clerk's Office</i>					
# of records requests	550	484	470	504	598
<i>City Prosecutor's Office</i>					
Charges filed/charges adjudicated (resolved)	3,380	3,827	2,514	3,170	3,623
<i>City Manager's Office</i>					
% of survey respondents rating "Your Neighborhood as a Place to Live" as good to excellent	90%	94%	94%	95%	95%
<i>Digital Communications</i>					
News releases/media updates	150	49	59	76	NA
Growth of Digital assets (Facebook, Twitter, Instagram, & LinkedIn combined)					
Total newsletter pages sent to citizens	144	136	112	114	136
Number of visits to website	703,174	771,938	804,542	491,540	633,643
Number of web pages viewed	2,104,553	2,203,995	2,185,489	1,850,471	1,855,914
Number of graphics/photography projects completed	230	262	254	275	135
Police					
# of total arrests	2,254	2,402	2,532	2,612	2,846
# of moving violations citations	12,581	11,468	10,259	10,586	5,919
Fire					
# of emergency responses	6,597	7,195	5,604	8,298	6,972
# of fires extinguished	235	271	243	242	205
# of inspections	3,229	212	969	752	1,539
Financial Services					
# accounts payable checks issued	6,413	6,132	6,298	6,403	6,254
# purchase orders	1,344	1,229	1,238	1,091	1,009
# water meters read annually	170,657	178,466	184,638	191,189	196,863
Planning and Development					
Customer wait-time (in minutes) at One Stop Shop	< 3	< 1	<1	<1	<1
Total number of permits issued	3,269	3,576	3,529	3,580	2,868
Provide applicant with pre-application meeting within 30 days of submitting request %	1	1	1	1	1
% of inspections performed within 24 hours of request	1	0.7	1	1	0.96
Human Resources					
# of new hires (FT & PT) (1)	125	118	178	180	144
HR budgeted operating cost as a % of City budgeted payroll	4.11%	4.86%	5.01%	4.85%	5.05%
Parks and Recreation					
# attending Park & Recreation facilities and Libraries annually (2)	54,428	63,256	69,596	74,527	74,527
# of square feet of medians and rights of way maintained	22,696,736	23,151,438	23,151,438	23,151,438	23,151,438
Economic Vitality					
Sales Tax growth (% annual change)	4.42%	10.45%	11.29%	8.76%	3.85%
Bed Tax growth (% annual change)	-7.31%	14.15%	1.41%	-4.12%	25.71%

Table 23

2016	2017	2018	2019	2020
629	770	904	767	898
3,608	4,261	4,031	3,656	3,032
93%	93%	91%	95%	95%
88	126	132	NA	132
144	128	9,650	14,380	22,307
543,565	302,777	232	192	206
1,472,765	1,500,539	588,580	1,407,259	1,160,619
103	157	1,271,883	1,123,076	1,450,461
		318	143	485
2,661	3,296	2,808	1,585	1,478
3,479	4,382	2,281	2,327	2,465
6,002	7,498	9,115	9,583	9,671
165	214	252	204	182
1,253	2,050	853	909	2,024
5,914	5,772	5,254	4,941	5,205
1,442	1,512	1,166	1,309	1,407
201,704	208,083	217,700	226,869	233,432
NA	NA	NA	NA	NA
5,610	5,732	5,228	5,137	1,490
1	1	1	1	1
1	1	1	1	1
362	204	220	234	143
5.06%	6.00%	3.12%	2.23%	4.44%
188,000	249,000	275,000	299,000	283,093
23,151,438	23,151,438	23,151,438	23,151,438	23,250,000
8.86%	4.04%	11.66%	13.50%	37.90%
2.75%	-3.80%	14.37%	9.60%	-6.60%

City of Goodyear
 Operating Indicators by Function
 Last Ten Fiscal Years
 (Unaudited)

Function	2011	2012	2013	2014	2015
Municipal Services					
# of homes serviced by Residential Refuse Collection	21,489	22,363	23,387	24,346	25,320
# of citizens serviced by Household Hazardous Waste collection program	729	503	546	550	536
Water Service					
# of residential customers	13,319	13,755	14,430	14,959	15,404
# of multifamily customers	36	36	36	35	36
# of commercial customers	963	976	999	1,025	1,055
Water Service Connections	14,588	16,809	17,533	17,533	17,533
Water production daily peak demand (million gallons per day)	11.40	11.60	9.60	11.70	12.70
Reclaimed Water Supplied (million gallons per day)	0.37	0.32	0.39	0.32	0.63
Wastewater					
# of residential customers	13,298	13,599	14,231	14,877	15,335
# of multifamily customers	36	36	38	36	69
# of commercial customers	363	364	382	370	373
Sewer Service Connections	16,743	16,856	16,918	16,918	17,139
Sewage Treated (millions gallons per day)	3.73	3.82	4.15	4.20	3.81
Other Public Works					
Street resurfacing (miles)	12.50	24.00	30.00	19.20	83.23
Potholes repaired	260	264	296	1,166	1,253
Citizen & Neighborhood Resources					
# of new Code Enforcement cases processed per year	2,016	2,069	2,841	3,018	2,863

Source: City Financial Records and Reports

NA - information is not readily available at time of production
 (1) Large increase is due to a one-time hiring of special census employees
 (2) Large increase is due to inclusion of library visitors in FY2016

Table 23

2016	2017	2018	2019	2020
26,323	26,792	29,911	29,673	30,440
503	592	816	631	418
16,132	16,713	17,733	19,333	19,374
36	36	36	38	38
865	846	839	621	636
17,034	17,899	18,552	19,992	20,048
11.70	12.90	12.90	12.40	13.60
0.63	0.38	0.13	NA	NA
16,064	16,649	17,886	19,325	20,383
36	36	36	16	16
382	381	381	270	271
18,236	18,980	19,340	20,292	20,670
4.15	4.36	4.47	4.70	4.69
109.00	70.33	105.27	51.56	133.41
1,339	756	1,344	586	60
3,544	3,212	2,738	2,615	1,943

City of Goodyear
Capital Asset Statistics by Function
Last Ten Fiscal Years
(Unaudited)

Function	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Public Safety										
Police:										
Stations	3	3	3	3	4	4	6	5	5	4
Police Vehicles	130	125	126	119	133	134	150	133	139	147
Fire Stations	6	6	6	6	6	7	6	6	5	5
Highways and Streets										
Street (miles)	704	934	934	934	934	934	934	939	945	1,012
Streetlights	8,438	8,465	8,660	8,832	8,832	9,041	8,651	9,184	9,635	9,635
Traffic signals	72	77	84	86	86	89	89	92	93	95
Culture and Recreation										
Parks	17	17	17	17	18	18	18	18	18	18
Parks Acreage	204	204	204	204	206	206	206	206	206	206
Swimming Pools	1	1	1	1	1	1	1	1	1	1
Tennis Courts	6	6	6	6	6	6	6	6	6	6
Community Centers	1	1	1	1	1	1	1	1	1	1
Water										
Water Mains (miles)	308	308	308	308	308	330	336	326	330	331
Fire Hydrants	2,791	2,791	2,796	2,808	2,951	3,031	3,152	3,177	3,348	3,461
Storage capacity (Millions of Gallons)	16	16	16	16	16	16	16	16	16	18
Wastewater										
Sanitary Sewers (miles)	229	227	229	239	242	254	260	265	276	270
Storm Sewers (miles)	57	57	57	63	55	54	55	N/A	N/A	N/A
Treatment capacity (MGD) (thousands of gallons)	5.6	5.6	5.6	5.6	5.6	5.6	5.6	5.6	5.6	5.6

Source: City Financial Records and Reports

FEDERAL AND STATE REPORTS





**Independent Auditors' Report on Internal Control Over
Financial Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed
in Accordance with *Government Auditing Standards***

The Honorable Mayor and
City Council
Goodyear, Arizona

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Goodyear, Arizona as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City of Goodyear, Arizona's basic financial statements, and have issued our report thereon dated November 30, 2020.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Goodyear, Arizona's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Goodyear, Arizona's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Goodyear, Arizona's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Goodyear, Arizona's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



HintonBurdick, PLLC
Gilbert, Arizona
November 30, 2020



Independent Auditors' Report on State Legal Compliance

The Honorable Mayor and
City Council
Goodyear, Arizona

We have audited the basic financial statements of the City of Goodyear, Arizona for the year ended June 30, 2020, and have issued our report thereon dated November 30, 2020. Our audit also included test work on the City of Goodyear's compliance with selected requirements identified in the State of Arizona Revised Statutes and the Arizona State Constitution including, but not limited to, Title 28, Chapter 18, Article 2.

The management of the City of Goodyear is responsible for the City's compliance with all requirements identified above. Our responsibility is to express an opinion on compliance with those requirements based on our audit; accordingly, we make the following statements:

The City of Goodyear established separate funds to account for Highway User Revenue funds and Local Transportation Assistance funds. Highway user revenue fund monies received by the City of Goodyear pursuant to Title 28, Chapter 18, Article 2 and other dedicated state transportation revenues received during the current fiscal year appear to have been used solely for authorized purposes. The funds are administered in accordance with Generally Accepted Accounting Principles. Sources of revenues available and fund balances are reflected in the individual fund financial statements.

Our opinion regarding the City's compliance with annual expenditure limitations has been issued separately with the City's Annual Expenditure Limitation Report.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, The City of Goodyear complied, in all material respects, with the requirements identified above for the year ended June 30, 2020.

The purpose of this report is solely to describe the scope of our testing of the applicable compliance requirements identified in the Arizona Revised Statutes as noted above and the results of that testing based on the state requirements. Accordingly, this report is not suitable for any other purpose.

HintonBurdick, PLLC
Gilbert, Arizona
November 30, 2020

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

City of Goodyear, Arizona
Finance Department
190 North Litchfield Road
Goodyear, Arizona 85338
623-932-3015

