

Annual Comprehensive Financial Report



FOR THE FISCAL YEAR ENDED JUNE 30, 2021

City of Goodyear, Arizona
Finance Department



CITY OF GOODYEAR
ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the Year Ended June 30, 2021

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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.





December 3, 2021

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

State law requires that a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards (GAAS) by a firm of licensed certified public accountants be published annually by cities after the close of each fiscal year. Pursuant to that requirement, we hereby issue the Annual Comprehensive Financial Report (ACFR) to the City of Goodyear, Arizona (City) for the fiscal year ended June 30, 2021.

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, 2021. 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 15-29 and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

CITY OF GOODYEAR PROFILE

The City of Goodyear, incorporated in 1946 and chartered in 1988, started as a small town cultivating cotton for the production of rubber tires during World War I. Located approximately 17 miles west of the downtown Phoenix business district, Goodyear has sustained continued growth and currently encompasses approximately 191 square miles in the western portion of Maricopa County. The city's growth is attributable to excellent transportation corridors, convenient access to the central valley, a variety of housing options, a sense of community and outstanding school districts. According to the 2020

census, the population of the city is 95,294. As of July 1, 2021, the Maricopa Association of Governments (MAG) estimates the population at 101,614.

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 2021 a staff of 706.2 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 18 parks encompassing 206 acres. In addition, Goodyear continues to attract major employers with its location along Interstate 10 and State Route 303, availability of land, access to the entire region, and available commercial space.

FINANCIAL CONTROLS

Internal Controls

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

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

Budgetary Controls

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

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

LOCAL ECONOMIC CONDITION AND OUTLOOK

Construction activity within the City continues to result in significant growth in local revenue sources. During fiscal year 2021, a total of 2,062 single-family residential permits were issued an increase of 572 permits, or 38%, 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.

During fiscal year 2021, no coronavirus related mandates were in place that would directly affect the City's revenues. While some revenue categories exhibit potential changes in consumer habits, the overall revenue picture is trending upward with the growth of the City. The City continues to budget conservatively, with an emphasis on using one-time revenues for one-time expenses. The City also monitors the local, regional, and national economies, most notably the construction labor and materials markets, 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 2021 increased by 20.9% over fiscal year 2020 levels. With the exception of construction, all major categories of local sales tax exceed both last fiscal year and pre-coronavirus levels. After doubling in the prior fiscal year, the construction category held constant for fiscal year 2021. This is perhaps indicative of the shortages in labor and materials. Though construction activity has not slowed down in the City, the category has been conservatively budgeted to decrease in fiscal year 2022.

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 15.9% of the general fund revenue for fiscal year 2021. 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 2021, the city's combined (primary and secondary) property tax rate increased slightly from \$1.7332 to \$1.7335 per \$100 of assessed valuation. Property tax collections, however, increased by more than \$2.1 million due to an increase in the overall valuation fueled by construction throughout the City. The near static rate and increasing property valuations ensures the city's ability to service outstanding debt and maintain basic infrastructure.

For the fiscal year 2022 budget, the Mayor and Council have adopted a total combined property tax rate of \$1.7350 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

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

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

Four focus 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 ninth fastest growing cities in the country.
- The 2021 Citizen Satisfaction Survey revealed that 93% of residents surveyed rated Goodyear as an excellent-good place to live and 4 in 5 residents would recommend and remain in Goodyear.
- 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.

During fiscal year 2021, the city nearly finalized the construction of the Goodyear Recreation Campus that includes a 30-acre park, recreation center, and an aquatics facility which opened on July 3, 2021. Additionally, work began on the Goodyear Civic Square at Estrella Falls project. This public/private partnership includes 100,000 square feet of Class A office space in addition to a library, city hall, and public park. The project is scheduled for completion in June 2022. Other projects of significance funded in FY2021 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, 2020. 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, 2020. 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,



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, 2020

Christopher P. Morrill

Executive Director/CEO



LIST OF PRINCIPAL OFFICIALS

MAYOR

Georgia Lord

VICE MAYOR

Brannon Hampton

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

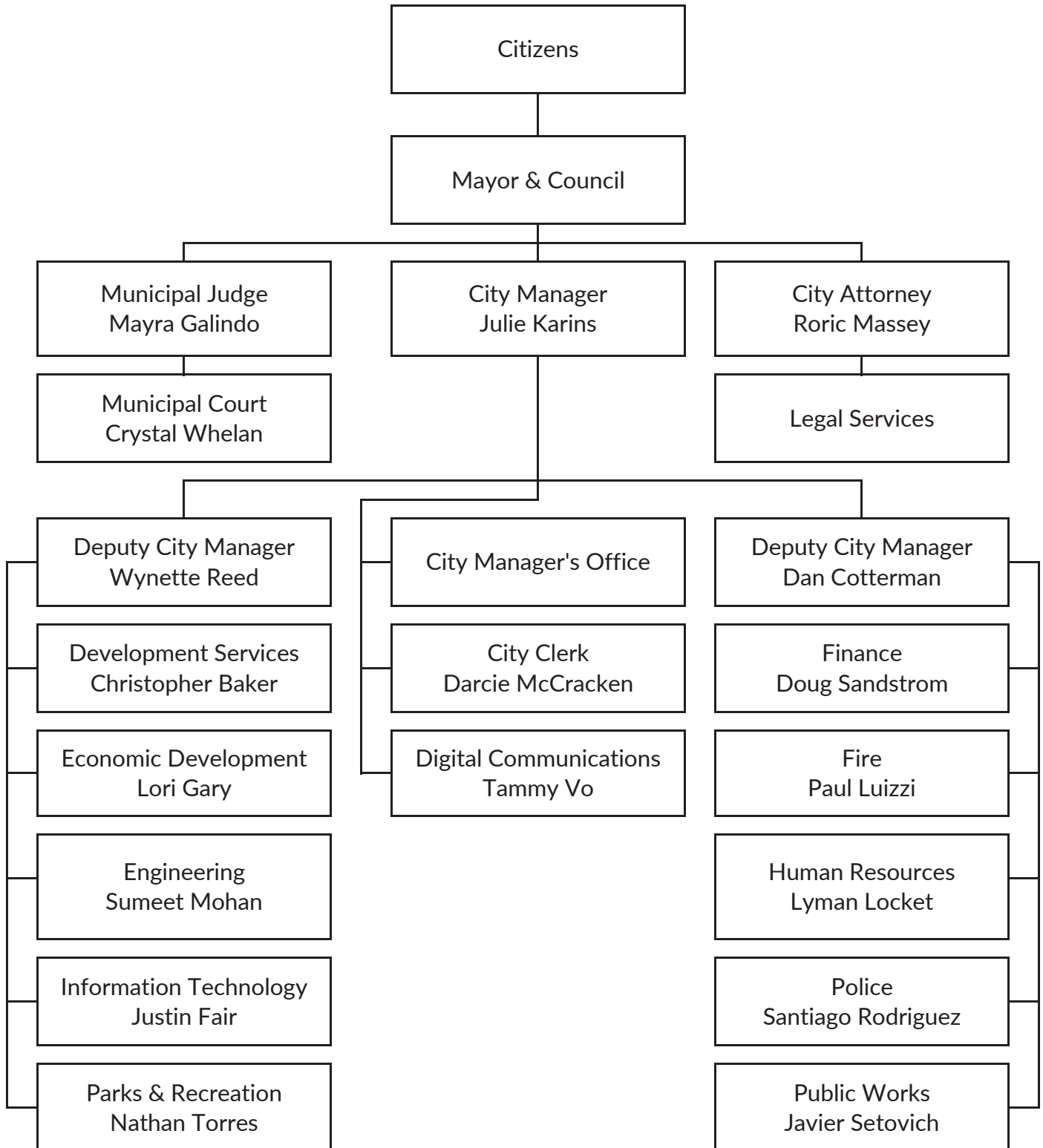
Lori Gary
Economic Development Director

Javier Setovich
Public Works Director

Tammy Vo
Communications Director

**Organizational Chart
Departments⁽¹⁵⁾**

Effective: April 13, 2021





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, 2021, 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, 2021, 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 December 3, 2021, 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
December 3, 2021

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MANAGEMENT'S DISCUSSION AND ANALYSIS

For the Year Ended June 30, 2021

Management is pleased to provide readers of the City of Goodyear, Arizona (City) financial statements this overview and analysis for the fiscal year ended June 30, 2021. This narrative is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the City's financial activity, (3) identify changes in the City's financial position, (4) identify any material deviations from the financial plan (the approved annual budget), and (5) identify individual fund issues or concerns.

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

FINANCIAL HIGHLIGHTS

- ◆ The City's government-wide assets and deferred outflows exceeded its liabilities and deferred inflows by \$1.011 B (*net position*) at the close of fiscal year 2021. Of this amount, \$126M represents unrestricted net position, which may be used to meet the City's ongoing obligations to citizens and creditors.
- ◆ The \$122 million increase in net position of the City is driven by an increase in construction in progress projects, including the Surface Water Treatment Plant, Well #26, as well as, increases in buildings, vehicles, furniture and equipment.
- ◆ As of the close of fiscal year 2021, the City's governmental funds reported combined ending fund balances of \$253 million, an increase of \$26.1 million (11 percent) in comparison with the prior year fund balance of \$227 million.
- ◆ At June 30, 2021, total unassigned fund balance for the governmental funds is \$29.1 million, an increase of \$11.6 million from the prior fiscal year.

OVERVIEW OF FINANCIAL STATEMENTS

This overview provides an introduction to the City's basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also 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, combining the two activities 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 ten (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 (5) governmental funds are combined into a single, aggregated Non-major Funds column for presentation. Individual fund data for each of these non-major governmental funds is provided as Supplementary Information, in the form of combining statements and schedules.

Proprietary Funds. The City maintains three (3) 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, wastewater, 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 (5) 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 are presented immediately following the Supplementary Information – Budgetary Comparison Schedules – Major Governmental Funds.

Budget to actual comparison schedules for the enterprise funds are presented in the Budgetary Comparison Schedules – Other Funds section.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following tables, graphs and analysis discuss the financial position and changes to the financial position of the City, as a whole, as of the year ended June 30, 2021 with comparative information for the previous year.

Net Position

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

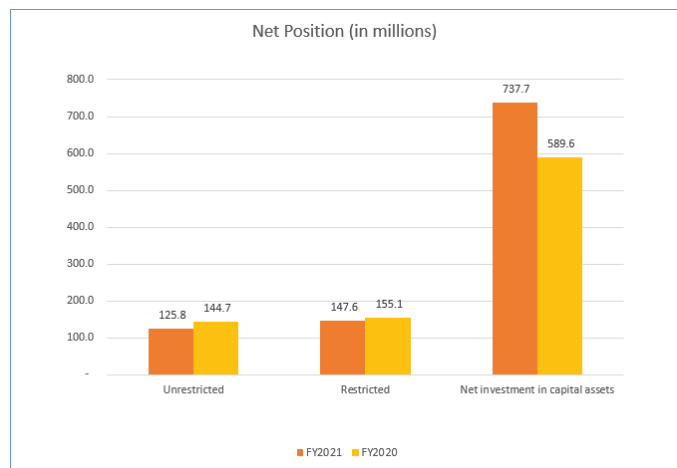
	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 365,555,820	\$ 323,192,933	\$ 87,244,683	\$ 136,041,692	\$ 452,800,503	\$ 459,234,625
Capital assets, net	707,505,519	645,902,096	451,174,855	373,953,026	1,158,680,374	1,019,855,122
Total assets	1,073,061,338	969,095,029	538,419,538	509,994,718	1,611,480,876	1,479,089,747
Deferred outflows	62,456,589	29,877,799	4,554,152	4,079,607	67,010,741	33,957,406
Current and other liabilities	79,860,191	61,233,989	19,870,555	21,201,698	99,730,746	82,435,687
Long-term liabilities	362,114,922	328,032,269	201,203,668	205,781,882	563,318,590	533,814,151
Total liabilities	441,975,113	389,266,258	221,074,223	226,983,580	663,049,336	616,249,838
Deferred inflows	4,176,583	6,861,891	151,406	570,954	4,327,989	7,432,845
Net position:						
Net investment in capital assets	435,167,043	334,972,021	302,551,844	254,623,951	737,718,887	589,595,972
Restricted for:						
Charter mandates	-	4,813,576	-	-	-	4,813,576
Capital projects	38,019,761	40,471,387	-	-	38,019,761	40,471,387
Community facilities	5,643,082	9,978,487	-	-	5,643,082	9,978,487
Debt service	46,045,911	54,900,772	-	-	46,045,911	54,900,772
Other purposes	57,862,298	44,931,443	-	-	57,862,298	44,931,443
Unrestricted	106,628,136	112,776,992	19,196,217	31,895,840	125,824,353	144,672,832
Total net position	\$ 689,366,231	\$ 602,844,678	\$ 321,748,061	\$ 286,519,791	\$ 1,011,114,292	\$ 889,364,469

The City's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$1.011 billion at the close of fiscal year 2021 and by \$889.4 million in 2020, providing an overall increase in the City's net position of \$122 million. Here are the major factors driving the overall increase:

- Current and other assets decreased by \$6.4 million. Governmental activities increased \$42.4M due to an increase in cash from the issuance of general obligation bonds, related to the construction of Civic Square. However, this was offset by a \$48.8 million decrease in cash for Business Activities, related to the spending down of bond funds related to Water and Wastewater CIP projects.

- Capital assets, net of depreciation, increased by \$139 million. An increase in Construction in Progress accounts for \$78 million of the increase, with work currently being performed on the following projects: Surface Water Treatment Plan, Well #26 and the Adaman Well & Treatment facility. An increase in Buildings, related to the acquisition of structures for various Well Sites and the Water Reclamation Facility, accounts for \$53 million of the increase. The remainder is due to increases in Infrastructure, Vehicles, Furniture and Equipment.
- Deferred outflows increased by \$33.1 million, related to pensions and other post-employment benefits (OPEB). Note that this is offset by the increase in long-term liabilities of \$29.5 million and a decrease in deferred inflows \$3.1 million.
- Current and other liabilities increased by \$17.3 million, attributable to an increase in accounts payable and deposits received from developers, resulting from the construction in process projects noted above.

The largest portion of the City’s net position totaling \$737.8 million (72.96% of total net position) reflects its net investment in capital assets (land and improvements, artwork, construction in progress, right of way, water rights, streetscape, infrastructure, buildings and improvements, vehicles, furniture, and equipment), less any related outstanding debt that was used to acquire those assets. The City uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending.



Although the City’s investment in capital assets is reported net of related debt, it should be noted that the resources to repay this debt must be provided from other resources, since the capital assets themselves cannot be used to liquidate these liabilities.

Approximately \$147.6 million, or 14.6% of government-wide fund balance represents resources that are restricted, meaning that they are subject to internal or external use restrictions.

The remaining balance of \$125.8 million, or 12.44%, of government-wide fund balance is unrestricted and may be used to meet the City’s ongoing obligations to its citizens and creditors.

At the end of fiscal year 2021, the City reported positive balances in all three categories of net position, 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 \$86.5 million from the prior fiscal year for an ending balance of \$689.4 million. The change was driven by an increase in cash related to debt proceeds received during the year, and construction in progress.

Business-type Activities

The City's business-type activities reported an increase of \$35.2 million in net position bringing the total net position to \$321.8 million. The change was driven by an increase in construction in progress, buildings, and infrastructure, offset by a decrease in restricted cash. Restricted cash decreased as debt proceeds were used to finance the acquisition and construction of the fixed assets mentioned.

Changes in Net Position

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

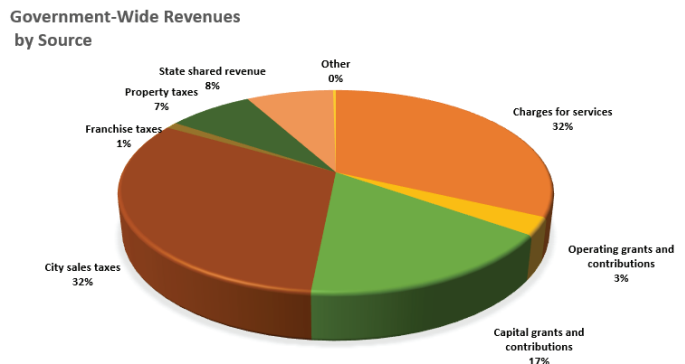
	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program revenues:						
Charges for services	\$ 38,088,917	\$ 33,458,896	\$ 71,026,425	\$ 68,712,257	\$ 109,115,342	\$ 102,171,153
Operating grants and contributions	9,587,222	18,571,098	-	-	9,587,222	18,571,098
Capital grants and contributions	30,499,488	23,253,699	26,481,652	5,765,107	56,981,140	29,018,806
General revenues:						
City sales taxes	108,495,439	89,722,744	-	-	108,495,439	89,722,744
Franchise taxes	3,604,030	3,207,164	-	-	3,604,030	3,207,164
Property taxes	25,858,467	23,673,696	-	-	25,858,467	23,673,696
State shared revenue	26,494,716	22,785,856	-	-	26,494,716	22,785,856
Unrestricted Investment earnings	899,168	4,412,256	(461,996)	1,800,177	437,172	6,212,433
Miscellaneous	309,020	596,649	113,950	200,756	422,970	797,405
Total revenues	243,836,467	219,682,058	97,160,031	76,478,297	340,996,498	296,160,355
Expenses:						
General government	31,006,001	26,604,672	-	-	31,006,001	26,604,672
Public safety	60,372,627	59,271,160	-	-	60,372,627	59,271,160
Highways and streets	21,439,214	21,599,888	-	-	21,439,214	21,599,888
Public works	9,655,317	10,177,808	-	-	9,655,317	10,177,808
Culture and recreation	19,716,170	18,739,373	-	-	19,716,170	18,739,373
Development services	11,665,512	10,466,142	-	-	11,665,512	10,466,142
Interest on long-term debt	10,360,626	9,009,554	-	-	10,360,626	9,009,554
Water and wastewater	-	-	48,483,586	40,540,282	48,483,586	40,540,282
Sanitation	-	-	6,547,622	6,028,780	6,547,622	6,028,780
Total expenses	164,215,467	155,868,597	55,031,208	46,569,062	219,246,675	202,437,659
Net Surplus (Deficit) before Transfers	79,621,000	63,813,461	42,128,823	29,909,235	121,749,823	93,722,696
Net Transfers	6,900,553	3,700,000	(6,900,553)	(3,700,000)	-	-
Net Surplus (Deficit)	86,521,553	67,513,461	35,228,270	26,209,235	121,749,823	93,722,696
Net position, beginning of the year	602,844,678	535,331,217	286,519,791	260,310,556	889,364,469	795,641,773
Changes in net position	86,521,553	67,513,461	35,228,270	26,209,235	121,749,823	93,722,696
Net position, ending for the year	\$ 689,366,231	\$ 602,844,678	\$321,748,061	\$ 286,519,791	\$ 1,011,114,292	\$ 889,364,469

FY21 total revenues totaled \$341M, an increase of \$45M when compared to the previous year. Program Revenues accounted for \$25.9M of the increase, with Charges for Services and Capital Grants & Contributions increasing by \$7M and \$27.96M, respectively. These were

offset by a decrease in Operating Grants and Contributions of \$8.98M. General Revenues accounted for \$18.9M, with the majority of the increase attributable to City Sales Tax Revenue. The pie chart below provides an illustration of government-wide revenues by source.

Government-Wide Revenues

Governmental activities account for 71.51% of total revenues, compared to 74% the prior year. The City’s sales tax revenue increased \$18.8 million, to \$108.5M, due to increased construction activity and population growth. Capital grants and contributions, charges for services, state shared revenues, and property taxes increased \$7.3 million, \$4.6 million, \$3.7 million, and \$2.2 million, respectively, as a result of the continued increase in commercial and residential development within the City.

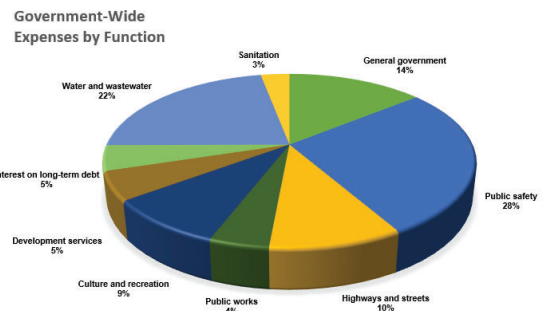


Business-type activities account for 28.49% of total revenues, compared to 26% the prior year. Capital grants and contributions and charges for services revenue increased by \$20.7 million and \$2.3 million, respectively.

Government-Wide Expenses

The following pie chart illustrates government-wide expenses by function.

Governmental activities account for 74.9% of expenses, and include the General Government (14.1%), Public Safety (27.5%), Highway and Streets (9.8%), Public Works (4.4%), Culture and Recreation (9.0%), Development Services (5.3%), and Interest on long-term debt (4.7%).



Business-type activities account for 25.10% of total expenses, with Water and Wastewater accounting for 22.1% and Sanitation accounting for 3.0%.

As shown in the Net Position table on the previous page, FY21 total expenses totaled \$219.3M, an increase of \$16.8M when compared to the previous year. The total change in expenses were attributable to the following:

- FY21 Water and Wastewater expenses of \$48.5 million were \$8 million more than total expenses of \$40.5 million in FY20. There was an increase in salaries and wages, costs of sales, depreciation, and interest expense, in the amount of \$916K, \$5.3M, \$1.2M, and \$484K.
- Governmental activities account for \$8.4M of the change, with General Government, Public Safety, Development Services and Interest Expense accounting for \$4.4 million, \$1.1 million, \$1.2 million, and \$1.4 million of the increase, respectively.

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 FY21, the City's governmental funds reported combined ending fund balances of \$253 million, which is an increase of \$26.1 million, or 11%, from the previous year. The change in fund balance is due primarily to an increase in restricted cash and investments, related to bond proceeds received in FY21. Nonspendable, Restricted, Committed, Assigned, and Unassigned Fund balances changed by \$121 thousand, (\$2.3 million), \$686 thousand, \$16 million, and \$11.6 million, respectively.

Revenues for governmental functions overall totaled \$231.2 million for the fiscal year ended June 30, 2021, which represents an increase of \$21.3 million from the prior fiscal year. The increase is attributable to Tax Revenue, Charges for Services, Special Assessments and License and Permits in the amount of \$21.7 million, \$6.5 million, \$1.3 million and \$1 million, respectively. These were offset by a decrease in Intergovernmental Revenue and Investment Income in the amount of \$5 million and \$3.5 million, respectively.

The expenditures for governmental functions totaled \$257.9 million, an increase of \$85.2 million from the prior year. The increase can be attributed to 1) capital outlay expenses that increased by \$44.2 million over the prior year, 2) an increase in public safety expenses of \$26.4, driven predominately by a \$24 million payment towards the City's unfunded Public Safety Retirement System pension liability, 3) debt service payments which increased by \$6.3 million due to recently issued debt and 4) general government expenses that increased by \$5.4 million, attributable to a developer reimbursement payment related to the Estrella Mountain Ranch CFD.

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 \$29.3 million, while total fund balance increased to \$147.3 million. As a measure of the General Fund's 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 11.34% of general fund expenditures, while total fund balance represents approximately 57.09% percent of general fund expenditures.

The fund balance of the Non-Utility Development Impact Fee Capital Projects Fund increased by \$12.7 million. The change is attributable to an increase in cash and investments, predominately driven by an increase in development impact fee revenues and construction sales tax of \$6.9M and \$1.2M, respectively.

The fund balance of the General Obligation / Capital Expenditure Fund decreased by \$2.5 million. While the fund balance decrease was only \$2.5 million, there was significant activity in this fund. Capital outlays of \$70.2 million were \$54.4 million more than the prior year total of \$15.8 million, attributable to the Recreation Campus, which included the Recreation Center, 30-acre park and Aquatics Center, as well as, the beginning of the Civic Square project. Investment Income(Loss) of (\$58 thousand) was \$1 million less than prior year income of \$1.1 million. There was also a debt issuance with a par value of \$39.530 million and a premium on debt issuance of \$5.86 million. Additionally, transfers in of \$20.7 million were \$11.8 million more than the previous year.

The fund balance of the McDowell Road Commercial Corridor – Debt Service remained consistent with the prior fiscal year, with only a \$2 thousand change in fund balance. There were special assessment collections of \$4.1 million, \$1 million more than the prior year. Principal and interest payments of \$4.1 million were \$934 thousand more than the previous year.

The fund balance of the Community Facilities District – Debt Service fund decreased by \$4.3 million. Principal and interest payments of \$13.6 million were \$4.9 million more than the prior year. The increase in debt payments were attributable to partial defeasances on the Centerra CFD, General District No. 1, Estrella Mountain, Palm Valley District No. 3, CFD District No. 1, Wildflower District No.1, Wildflower District No. 2, \$90 thousand, \$416 thousand, \$2.37 million, \$246 thousand, \$1.5 million, \$24 thousand, and \$12 thousand, respectively. Revenues of \$9.3 million were \$410 thousand more than the previous year, with a slight increase in taxes and special assessment revenues collected.

The fund balance for the Non-Major funds decreased by \$2.6 million. FY21 expenses were \$2.5 million more than the prior year. General Government expenses totaled \$4.3 million more than in previous years, attributable to developer reimbursements made by the CFDs. This was offset by a decrease in capital outlays of \$2.2 million compared to the previous year. The remainder of the difference was attributable to increases in Public Safety, Public Works/Streets, and Debt of \$18 thousand, \$288 thousand and \$252 thousand, respectively.

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 \$321.8 million, an increase of \$35.2 million from the previous fiscal year. The net position for Water and Wastewater totaled \$316 million, an increase of \$35 million when compared to the prior year. The net position for Sanitation totaled \$5.694 million, an increase of \$256 thousand when compared to last year.

FY21 operating revenues from Water and & Wastewater activities totaled \$62.984 million, an increase of \$2.59 million from the prior year. Non-operating revenues of \$26.482 million were \$20.7 million more than the previous year, attributable to developer contributions. FY21 operating expenses of \$42.2 million were \$7.46 million more than the prior year; salaries, wages and benefits were \$917 thousand more than the previous year; cost of sales / services was \$5.3 million more than the previous year; and depreciation was \$1.2 million more than the previous year. Non-operating interest expense and fiscal charges totaled \$6.34 million, an increase of \$484 thousand from the previous year.

FY21 operating revenues from Sanitation activities totaled \$8.043 million, a decrease of \$277 thousand from the previous year. FY21 operating expenses of \$6.55 million were \$519 thousand less when compared to the prior year.

BUDGETARY HIGHLIGHTS

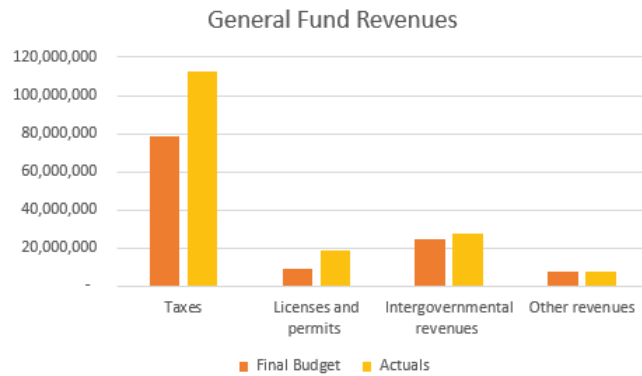
The City's annual budget is the legally adopted expenditure control document of the City. The schedules filed with the Auditor General's office list the original budget adopted for the prior year, estimated expenditures through the end of the fiscal year and the adopted current year's budget. Budgetary 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.

Following are the budgetary highlights for the General Fund:

As shown in the "General Fund Revenues" chart, FY21 actual revenues exceeded budget in the Tax, Licenses and Permits, and Intergovernmental Revenue.

- Tax revenues, which consist of City Sales Tax, Construction Sales Tax, Property Tax and Franchise fees exceeded the budget by \$33.4 million. The variance is attributable to increased residential and commercial construction activity, increased property tax valuation and an increased sales tax base.

- Licenses and Permits, which consists of inspection fees, engineer permits, plan review, zoning, development services fees, business licenses, liquor licenses, other licenses, permits and fees were \$9.82 million more than plan.



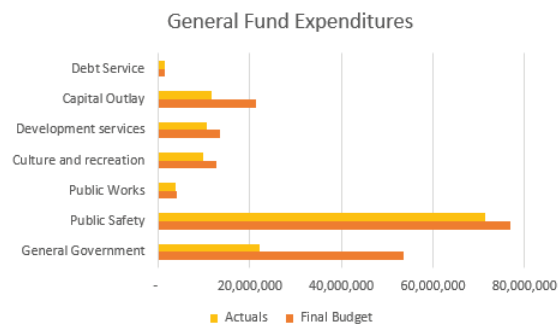
- Intergovernmental revenues, state income tax, vehicle license tax, and state sales tax exceeded budget by \$3.34 million. The resulting population expansion, discussed previously, also increases the percentage of state shared revenues received by the City.

As shown in the “General Fund Expenditures” chart, FY21 actual expenditures were less than budget in each category. The three largest positive variances were as follows:

- General Government actual expenditures of \$22.1 million were \$31.6 million less than a budget of \$53.672 million.

The positive variance was attributable to a contingency reserve of \$26.652 million and positive variances in all general government departments.

- Capital Outlays of \$11.75 million were \$9.72 million less than a budget of \$21.5 million.
- Public Safety actual expenditures of \$71.5 million were \$5.3 million less than a budget of \$76.8 million. Expenditures in Fire, Police and Court were \$2.4 million, \$2.5 million and \$470 thousand less than plan



Following are the budgetary highlights for the Other Major Governmental Funds:

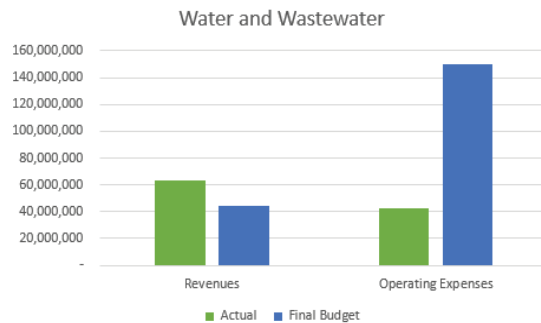
- Non-Utility Development Impact Fees – Actual revenues of \$30.6 million are \$12.8 million more than a final budget of \$17.9 million. Tax revenue and development impact fees were \$5.6 and \$7.3 million more than plan.
- GO Bonds / Capital Project Funds - Actual expenditures are \$104 million less than a final budget of \$174 million. The variance represents a timing difference based on when a project is completed. For example, the FY21 budget includes the total capital outlay of \$85.7 million for the Civic Square project. However, FY21 actual expenditures totaled \$15.4 million. The difference of \$70.3 million is anticipated to be spent in FY22, as we anticipate Civic Square opening at the end of the next fiscal year.
- McDowell Road Commercial Corridor – Actual revenues of \$4.1 million were \$970 thousand more than a budget amount of \$3.1 million. The variance is attributable to

additional special assessment payments received from residents in the McDowell Road Commercial Corridor.

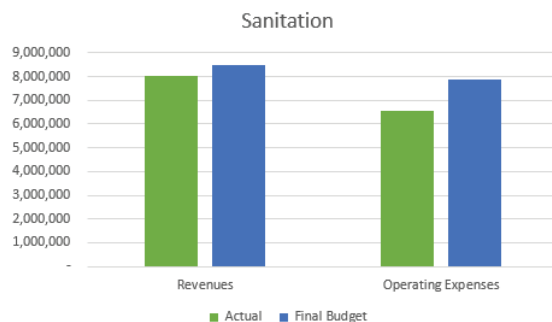
- Community Facilities Districts, Debt Service Funds – Actual revenues of \$9.3 million were \$557 thousand less than forecasted. Actual expenditures of \$13.6 million were \$3.7 million more than plan. But this was offset by a positive variance In Other Financing Uses of \$3.9 million.

Following are the budgetary highlights for Water, Wastewater and Sanitation:

- Water and Wastewater – Change in Net Position of \$35 million was \$148 million favorable to a planned loss of \$112 million. Revenues of \$63 million were \$19 million more than a plan of \$44.3 million. Operating expenses of \$42.2 million were \$108 million less than a plan of \$150.3 million. The variance in expenditures is related to the budget authority required for capital outlays which are included in the expense budget. Non-operating expenses of \$6.8 million were \$5.4 million less than a plan to \$12.2 million, attributable to a positive variance interest and debt costs.



- Sanitation – Change in Net Position of \$256 thousand was \$1.2 million favorable to a planned loss of \$959 thousand. Revenues were \$458 thousand less than a plan of \$ 8.5 million. Operating expenses of \$6.6 million were \$1.3 million less than a plan of \$7.9 million. Non-operating revenues of \$112 thousand were \$51 thousand more than plan, due to a gain on the sale of assets.



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, 2021 amounts to \$1,159 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 \$139 million from the prior year.

	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Land and improvements	\$ 32,197,554	\$ 32,444,037	\$ 8,155,895	\$ 8,155,895	\$ 40,353,449	\$ 40,599,932
Artwork	371,130	307,115	146,978	146,978	518,108	454,093
Construction in progress	86,118,710	29,258,931	111,469,677	90,170,997	197,588,387	119,429,928
Right of way	90,844,947	90,844,947	-	-	90,844,947	90,844,947
Water rights	-	-	18,497,925	18,688,396	18,497,925	18,688,396
Streetscape	9,061,008	9,061,008	-	-	9,061,008	9,061,008
Infrastructure	261,427,933	265,336,176	170,564,601	164,315,489	431,992,534	429,651,665
Building and improvements	201,542,550	198,166,701	135,032,542	85,580,682	336,575,092	283,747,383
Vehicles, furniture and equipment	25,941,686	20,483,180	7,307,237	6,894,589	33,248,923	27,377,769
Total	\$ 707,505,518	\$ 645,902,095	\$451,174,855	\$ 373,953,026	\$ 1,158,680,373	\$1,019,855,121

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 \$459.5 million. Of this amount \$134.8 million is general obligation bonds backed by the full faith and credit of the City, \$72.9 million is Community Facilities Districts bonds which are paid by the property owners within those districts, \$249.4 million of revenue bonds which are payable from user fees, assessments, and general fund revenues and \$2.5 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, 2021 and 2020:

	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
General obligation bonds	\$ 94,324,555	\$ 59,297,867	\$ 40,480,447	\$ 43,307,133	\$ 134,805,002	\$ 102,605,000
Community facilities districts bonds	72,888,000	82,488,000	-	-	72,888,000	82,488,000
Loan payable	-	-	2,488,002	2,772,195	2,488,002	2,772,195
Revenue bonds	110,298,918	119,833,776	139,065,000	141,220,000	249,363,918	261,053,776
Totals	\$ 277,511,473	\$ 261,619,643	\$182,033,449	\$ 187,299,328	\$ 459,544,922	\$ 448,918,971

The State constitution limits the amount of general obligation debt a city may issue to six percent (6%) of its total net full cash assessed property valuation. The current six percent debt limitation for the City is \$81.63 million. The City has \$39.5 million of outstanding revenue obligation bonds subject to the 6% limit. In addition, the State constitution limit allows a city to issue an additional twenty percent (20%) of its total net full cash assessed property valuation for water, wastewater, lights, transportation, public safety, open space preserves, parks, playgrounds and recreational facilities. The current 20 % debt limitation for the City is \$272.1 million. The City has \$95.3 million of outstanding general obligation debt of which all is subject to the 20% limit.

During the year, the City maintained the following bond ratings, as of June 30, 2021:

Type of Debt	Moody's	Standard &	Fitch Ratings
	Investors Service	Poor's	
General Obligation	Aa1	AA	N/R
Water & Wastewater Revenue Debt			
Senior Lien Water & Sewer Revenue Debt	Aa3	AA-	N/R
Subordinate Lien Water & Sewer Revenue Debt	Aa3	A+	N/R
Public Improvement Corporation	Aa2	AA+	N/R
Improvement District Bonds	Aa2	A	N/R

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 major economic factor impacting the City is continued growth related to construction activity. Consistent with high levels of building permit activity for new housing, our population continues to grow. In addition to our residential growth, many new businesses continue to locate in Goodyear and are contributing to both one-time and ongoing revenue through permit fees, construction sales taxes, and use tax on equipment. These new and expanding businesses will also generate future sales, property, and state-shared tax revenues for the city, as well as local jobs for our residents.

Arizona and the Phoenix metropolitan area continue to outperform the national average on job growth. According to fourth quarter 2020 reports used to develop the fiscal year 2022 budget, the state's jobs grew at 4.3%, which represents a rebound from 2.0% in the second quarter of 2020 during the initial months of the pandemic. Local economic forecasts for the metropolitan area predict annual personal income growth of 3.5% in both 2021 and 2022. Personal income growth reflects a fairly smooth transition from federal stimulus funding as the main support for growth to more normal economic activity driving the economy. On a statewide basis, retail sales are projected to grow by 8.4% in 2021 and 4.8% in 2022. Goodyear local sales taxes have consistently performed above these statewide economic measures that are indicative of local taxable spending. Our sales tax projections for retail include growth rates of 4.5% to 5.0% annually with actual total non-construction sales tax growth anticipated to continue to exceed statewide levels over the next five-years.

With no mandated restrictions in place during fiscal year 2021 or expected in 2022, the overall economic position of the City of Goodyear was not dramatically impacted by the Coronavirus Pandemic. Fiscal year 2021 saw a 20.9% increase in city sales taxes and a 16.8% increase in charges for services from the prior year. The major sales tax growth occurred in the retail and online marketplace categories. This is a result of higher population, an increase in the number of retail establishments within the City, and both an increase in online shopping and improvements to the process for collecting sales taxes on those purchases. After doubling in the prior year, construction sales tax collections remained constant for fiscal year 2021. This is indicative that the high rate of growth is being maintained within the City, and the potential ceiling caused by labor and materials shortages. Though construction activity has not slowed down in the City, the category has been conservatively budgeted to decrease in fiscal year 2022.

The longer-term impact of growth on city revenues is also evident in property tax collections. For FY2022 assessed valuation of newly constructed properties jumped from a four-year average of \$44.2 million annually to \$88.5 million. Existing property valuations also grew by 4.9%. This increase is reflective of strong real property appreciation and additions of new properties to the tax rolls. These property values serve as the base for both Primary and Secondary property taxes. Primary property tax revenue supports the day-to-day General Fund operating budget and is constrained to two percent (2%) growth over the prior year plus

a levy on new properties. Secondary property taxes support voter-approved G.O. bonded debt service.

The City continues to budget conservatively, with an emphasis on using one-time revenues for one-time expenses. The fiscal year 2022 budget focuses on providing services to the rapidly growing population and business base. A key feature is the addition of funding for the operations of newly completed and anticipated capital projects including the Goodyear Recreation Campus and two new fire stations. The City also monitors the local, regional, and national economies, most notably the construction labor and materials markets, in order to be ready to adapt to any changes, while still positioning ourselves for future growth.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the resources it receives. A copy of the City's Annual Comprehensive Financial Report is available on-line at www.goodyearaz.gov. If you have questions about this report or need additional information, contact the City of Goodyear, 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, 2021

	Governmental Activities	Business-type Activities	Total
Assets			
Cash and cash equivalents	\$ 178,802,668	\$ 26,869,016	\$ 205,671,684
Investments	97,441,971	2,764,825	100,206,796
Receivables (net of allowance)	60,886,430	9,546,490	70,432,920
Inventory	804,522	812,744	1,617,266
Prepaid items/deposits	2,200,521	-	2,200,521
Net pension/OPEB asset	440,825	30,295	471,120
Temporarily restricted assets:			
Cash and cash equivalents	23,303,633	47,221,313	70,524,946
Notes receivable	1,675,250	-	1,675,250
Capital assets (net of accumulated depreciation):			
Land	30,327,071	8,155,895	38,482,966
Artwork	371,130	146,978	518,108
Right of way	90,844,947	-	90,844,947
Streetscape	9,061,008	-	9,061,008
Construction in progress	86,118,710	111,469,677	197,588,387
Buildings	201,542,550	135,032,542	336,575,092
Infrastructure	261,427,933	170,564,601	431,992,534
Land improvements	1,870,483	-	1,870,483
Vehicles, furniture, and equipment	25,941,686	7,307,237	33,248,923
Water rights	-	18,497,925	18,497,925
Total assets	<u>1,073,061,338</u>	<u>538,419,538</u>	<u>1,611,480,876</u>
Deferred Outflows of Resources			
Deferred outflows related to pensions/OPEB	56,151,747	1,582,449	57,734,196
Deferred charge on refunding	6,304,842	2,971,703	9,276,545
Total deferred outflows	<u>62,456,589</u>	<u>4,554,152</u>	<u>67,010,741</u>
Liabilities			
Accounts payable and other current liabilities	32,424,705	12,993,023	45,417,728
Interest payable	1,284,248	-	1,284,248
Deposits	20,861,537	1,236,532	22,098,069
Unearned revenues	839,168	25,663	864,831
Noncurrent liabilities:			
Due within one year	24,450,533	5,615,337	30,065,870
Due in more than one year	278,458,634	193,912,997	472,371,631
Net pension and OPEB liability	83,656,288	7,290,671	90,946,959
Total liabilities	<u>441,975,113</u>	<u>221,074,223</u>	<u>663,049,336</u>
Deferred Inflows of Resources			
Deferred inflows related to pensions/OPEB	4,176,583	151,406	4,327,989
Total deferred inflows	<u>4,176,583</u>	<u>151,406</u>	<u>4,327,989</u>
Net Position			
Net investment in capital assets	435,167,043	302,551,844	737,718,887
Restricted for:			
Capital projects	38,019,761	-	38,019,761
Community facilities	5,643,082	-	5,643,082
Debt service	46,045,911	-	46,045,911
Other purposes	57,862,298	-	57,862,298
Unrestricted	106,628,136	19,196,217	125,824,353
Total net position	<u>\$ 689,366,231</u>	<u>\$ 321,748,061</u>	<u>\$ 1,011,114,292</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, 2021

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions
Governmental activities:				
General government	\$ 31,006,001	\$ 7,070,344	\$ 1,771,706	\$ 1,237,180
Public safety	60,372,627	7,421,123	84,098	10,149,697
Highways and streets	21,439,214	490,969	6,047,403	3,109,361
Public works	9,655,317	501,541	-	194,290
Culture and recreation	19,716,170	2,765,727	-	4,981,819
Development services	11,665,512	19,839,213	62,500	10,827,141
Interest on long-term debt	10,360,626	-	1,621,515	-
Total governmental activities	164,215,467	38,088,917	9,587,222	30,499,488
Business-type activities:				
Water and wastewater	48,483,586	62,983,880	-	26,481,652
Sanitation	6,547,622	8,042,545	-	-
Total business-type activities	55,031,208	71,026,425	-	26,481,652
Total primary government	\$ 219,246,675	\$ 109,115,342	\$ 9,587,222	\$ 56,981,140

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
\$ (20,926,771)	\$ -	\$ (20,926,771)
(42,717,709)	-	(42,717,709)
(11,791,481)	-	(11,791,481)
(8,959,486)	-	(8,959,486)
(11,968,624)	-	(11,968,624)
19,063,342	-	19,063,342
(8,739,111)	-	(8,739,111)
(86,039,840)	-	(86,039,840)
-	40,981,946	40,981,946
-	1,494,923	1,494,923
-	42,476,869	42,476,869
108,495,439	-	108,495,439
3,604,030	-	3,604,030
25,858,467	-	25,858,467
4,121,551	-	4,121,551
9,962,516	-	9,962,516
12,410,649	-	12,410,649
899,168	(461,996)	437,172
309,020	113,950	422,970
6,900,553	(6,900,553)	-
172,561,393	(7,248,599)	165,312,794
86,521,553	35,228,270	121,749,823
602,844,678	286,519,791	889,364,469
\$ 689,366,231	\$ 321,748,061	\$ 1,011,114,292

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



FUND FINANCIAL STATEMENTS

CITY OF GOODYEAR, ARIZONA
Balance Sheet
Governmental Funds
June 30, 2021

	<u>General</u>	<u>Non-Utility Development Impact Fees Capital Projects</u>	<u>GO Bonds Capital Projects</u>
ASSETS			
Cash and cash equivalents	\$ 79,437,848	\$ 45,609,971	\$ 31,322,873
Investments	78,824,781	10,482,959	5,856,986
Receivables:			
Taxes	13,656,028	713,391	-
Interest	257,726	24,140	35,655
Other	1,244,069	-	-
Assessments	-	-	-
Intergovernmental	-	-	-
Inventories	283,305	-	-
Prepaid items	2,159,059	-	-
Notes receivable	1,675,250	-	-
Restricted cash and investments	-	-	17,353,761
Total assets	<u>\$ 177,538,066</u>	<u>\$ 56,830,461</u>	<u>\$ 54,569,275</u>
LIABILITIES			
Accounts payable	\$ 4,693,549	\$ 453,369	\$ 16,549,514
Accrued wages and benefits	3,594,396	-	-
Accrued interest payable	-	-	-
Accrued liabilities	227,079	-	-
Deposits held	20,007,380	663,949	-
Current bonds payable	-	-	-
Unearned revenue	24,635	-	-
Total liabilities	<u>28,547,039</u>	<u>1,117,318</u>	<u>16,549,514</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue-property taxes	62,637	-	-
Unavailable revenue-special assessments	-	-	-
Unavailable revenue-intergovernmental	-	-	-
Unavailable revenue-other	1,675,250	-	-
Total deferred inflows of resources	<u>1,737,887</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Nonspendable	2,442,364	-	-
Restricted	2,086,585	55,713,143	38,019,761
Committed	-	-	-
Assigned	113,465,757	-	-
Unassigned	29,258,434	-	-
Total fund balances	<u>147,253,140</u>	<u>55,713,143</u>	<u>38,019,761</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 177,538,066</u>	<u>\$ 56,830,461</u>	<u>\$ 54,569,275</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
\$ 247,919	\$ -	\$ 15,537,797	\$ 172,156,408
-	-	2,277,245	97,441,971
-	172,547	119,237	14,661,203
-	-	7,957	325,478
-	-	4,647	1,248,716
23,315,000	20,453,836	39,290	43,808,126
-	-	842,907	842,907
-	-	521,217	804,522
-	-	-	2,159,059
-	-	-	1,675,250
-	5,949,872	-	23,303,633
<u>\$ 23,562,919</u>	<u>\$ 26,576,255</u>	<u>\$ 19,350,297</u>	<u>\$ 358,427,273</u>
\$ 4,036	\$ 5,628	\$ 2,161,721	\$ 23,867,817
-	-	174,283	3,768,679
-	1,063,366	-	1,063,366
-	-	-	227,079
-	-	190,208	20,861,537
-	3,747,000	-	3,747,000
12,194	-	802,339	839,168
<u>16,230</u>	<u>4,815,994</u>	<u>3,328,551</u>	<u>54,374,646</u>
-	47,105	55,723	165,465
23,315,000	20,453,836	-	43,768,836
-	-	5,374,749	5,374,749
-	-	-	1,675,250
<u>23,315,000</u>	<u>20,500,941</u>	<u>5,430,472</u>	<u>50,984,300</u>
-	-	521,217	2,963,581
231,689	1,259,320	6,491,718	103,802,216
-	-	3,729,087	3,729,087
-	-	-	113,465,757
-	-	(150,748)	29,107,686
<u>231,689</u>	<u>1,259,320</u>	<u>10,591,274</u>	<u>253,068,327</u>
<u>\$ 23,562,919</u>	<u>\$ 26,576,255</u>	<u>\$ 19,350,297</u>	<u>\$ 358,427,273</u>



CITY OF GOODYEAR, ARIZONA
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2021

Total governmental fund balances \$ 253,068,327

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Governmental capital assets	\$ 1,001,033,531	
Less accumulated depreciation	(293,528,013)	
		707,505,518

Net OPEB asset is not an available resource and, therefore is not reported in the funds.

440,825

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.

Bonds payable	\$ (295,997,078)	
Deferred charge on refunding	6,304,842	
Net pension and OPEB liabilities	(83,656,288)	
Compensated absences	(6,912,089)	
		(380,260,613)

Interest payable on long-term debt does not require current financial resources and therefore, is not reported as a liability in the governmental funds balance sheet.

(220,882)

Some receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.

Property taxes	\$ 165,465	
Special assessments	43,768,836	
Intergovernmental	5,374,749	
Other	1,675,250	
		50,984,300

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

5,873,592

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.

Deferred outflows	\$ 56,151,747	
Deferred inflows	(4,176,583)	
		51,975,164

Total net position of governmental activities

\$ 689,366,231

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, 2021

REVENUES	<u>General</u>	<u>Non-Utility Development Impact Fees Capital Projects</u>	<u>GO Bonds Capital Projects</u>
Taxes	\$ 112,312,049	\$ 10,305,164	\$ -
Licenses, permits and fees	19,073,277	-	-
Intergovernmental revenue	28,054,198	-	-
Charges for services	2,033,775	20,476,785	-
Fines and forfeitures	1,037,122	-	-
Investment income	1,197,463	(162,243)	(57,622)
Special assessments	-	-	-
Contributions	2,119,851	-	2,070,000
Other revenues	1,256,896	-	-
Total revenues	<u>167,084,631</u>	<u>30,619,706</u>	<u>2,012,378</u>
EXPENDITURES			
Current:			
General government	22,063,640	-	-
Public safety	71,683,219	-	-
Highways and streets	-	-	-
Public works	3,708,625	-	-
Culture and recreation	9,861,453	-	-
Development services	10,500,186	-	-
Capital outlay	11,784,987	2,164,544	70,221,236
Debt service			
Debt issuance cost	-	-	281,714
Principal	1,324,858	-	-
Interest and fiscal charges	85,913	-	-
Total expenditures	<u>131,012,881</u>	<u>2,164,544</u>	<u>70,502,950</u>
Excess (deficiency) of revenues over (under) expenditures	<u>36,071,750</u>	<u>28,455,162</u>	<u>(68,490,572)</u>
OTHER FINANCING SOURCES (USES)			
Debt issuance	-	-	39,530,000
Premium on debt issuance	-	-	5,859,505
Payments to refunding escrow	-	-	-
Refunding bonds issued	-	-	-
Sale of assets	213,803	-	-
Transfers out	(22,010,535)	(16,999,774)	-
Transfers in	8,418,960	1,256,445	20,649,441
Total other financing sources (uses)	<u>(13,377,772)</u>	<u>(15,743,329)</u>	<u>66,038,946</u>
Net change in fund balances	22,693,978	12,711,833	(2,451,626)
Fund balances, beginning of year	<u>124,559,162</u>	<u>43,001,310</u>	<u>40,471,387</u>
Fund balances, end of year	<u>\$ 147,253,140</u>	<u>\$ 55,713,143</u>	<u>\$ 38,019,761</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
\$ -	\$ 6,600,555	\$ 8,829,128	\$ 138,046,896
-	-	-	19,073,277
-	-	6,598,741	34,652,939
-	-	1,288,686	23,799,246
-	-	-	1,037,122
-	3,969	(82,968)	898,599
4,080,028	2,729,988	-	6,810,016
-	-	1,399,069	5,588,920
619	-	-	1,257,515
<u>4,080,647</u>	<u>9,334,512</u>	<u>18,032,656</u>	<u>231,164,530</u>
-	-	6,125,454	28,189,094
-	-	380,943	72,064,162
-	-	7,548,526	7,548,526
-	-	-	3,708,625
-	-	4,639,317	14,500,770
-	-	-	10,500,186
-	-	618,160	84,788,927
-	61,494	318,990	662,198
3,295,000	9,630,000	11,423,314	25,673,172
783,278	3,939,793	5,470,336	10,279,320
<u>4,078,278</u>	<u>13,631,287</u>	<u>36,525,040</u>	<u>257,914,980</u>
<u>2,369</u>	<u>(4,296,775)</u>	<u>(18,492,384)</u>	<u>(26,750,450)</u>
-	-	-	39,530,000
-	-	-	5,859,505
-	-	(25,201,010)	(25,201,010)
-	-	25,520,000	25,520,000
-	-	-	213,803
-	-	(18,900)	(39,029,209)
-	-	15,604,916	45,929,762
-	-	15,905,006	52,822,851
2,369	(4,296,775)	(2,587,378)	26,072,401
229,320	5,556,095	13,178,652	226,995,926
<u>\$ 231,689</u>	<u>\$ 1,259,320</u>	<u>\$ 10,591,274</u>	<u>\$ 253,068,327</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, 2021

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

Net change in fund balances - total governmental funds	\$ 26,072,401
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.	
Capital outlay	\$ 81,839,772
Depreciation expense	<u>(23,333,592)</u>
	58,506,180
Disposals and transfers of capital assets are not reported in the governmental funds. The net effect of these transactions decreased net position.	(12,118)
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.	3,109,361
Some revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	
Property taxes	\$ (119,507)
Special assessments	(5,186,515)
Intergovernmental	5,209,443
Other	<u>(1,565,979)</u>
	(1,662,558)
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.	(70,909,505)
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.	
Bond principal retirement	\$ 49,188,172
Amortization of deferred charges	125,622
Amortization of premiums and discounts	<u>2,362,162</u>
	51,675,956
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.	
Pension and OPEB contributions	\$ 32,882,550
Pension and OPEB expense	<u>(13,837,305)</u>
	19,045,245
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.	(562,004)
Accrued interest for long-term debt is not reported as an expenditure for the current period while it is recorded in the statement of activities.	(220,882)
The net revenues of certain activities of the internal service fund is reported with governmental activities.	<u>1,479,477</u>
Change in net position of governmental activities	<u>\$ 86,521,553</u>

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

CITY OF GOODYEAR, ARIZONA
Statement of Net Position
Proprietary Funds
June 30, 2021

	Business-type Activities - Enterprise Funds			Governmental
	Water & Wastewater	Sanitation	Totals	Self-Insurance Trust Internal Service Fund
ASSETS				
Current Assets:				
Cash	\$ 22,508,442	\$ 4,360,574	\$ 26,869,016	\$ 6,646,260
Investments	1,980,717	784,108	2,764,825	-
Receivables (net of allowance)	8,586,979	947,627	9,534,606	-
Interest receivable	9,244	2,640	11,884	-
Inventories	812,744	-	812,744	-
Prepaid items	-	-	-	41,462
Total current assets	33,898,126	6,094,949	39,993,075	6,687,722
Noncurrent Assets:				
Restricted cash and investments	47,221,313	-	47,221,313	-
Net pension/OPEB asset	25,890	4,405	30,295	-
Land	8,155,895	-	8,155,895	-
Artwork	146,978	-	146,978	-
Construction in progress	111,469,677	-	111,469,677	-
Buildings	169,077,874	150,522	169,228,396	-
Infrastructure	235,006,036	-	235,006,036	-
Vehicles, furniture, and equipment	17,371,702	1,867,780	19,239,482	-
Water rights	21,088,078	-	21,088,078	-
Accumulated depreciation	(112,226,763)	(932,924)	(113,159,687)	-
Total noncurrent assets	497,336,680	1,089,783	498,426,463	-
Total Assets	531,234,806	7,184,732	538,419,538	6,687,722
DEFERRED OUTFLOWS OF RESOURCES				
Loss on refunding	2,971,703	-	2,971,703	-
Deferred outflows related to pensions/OPEB	1,352,379	230,070	1,582,449	-
Total deferred outflows of resources	4,324,082	230,070	4,554,152	-
LIABILITIES				
Current liabilities:				
Accounts payable	12,232,413	475,045	12,707,458	116,536
Accrued wages and benefits	243,598	41,967	285,565	-
Claims payable	-	-	-	697,594
Unearned revenue	25,663	-	25,663	-
Customer deposits	1,227,622	8,910	1,236,532	-
Compensated absences - current portion	279,277	46,881	326,158	-
Loans payable - current portion	289,877	-	289,877	-
Bonds payable - current portion	4,999,302	-	4,999,302	-
Total current liabilities	19,297,752	572,803	19,870,555	814,130
Noncurrent liabilities:				
Compensated absences	319,790	66,359	386,149	-
Net pension/OPEB liability	6,230,693	1,059,978	7,290,671	-
Loans payable, net of current portion	2,198,124	-	2,198,124	-
Bonds payable, net of current portion	191,328,724	-	191,328,724	-
Total noncurrent liabilities	200,077,331	1,126,337	201,203,668	-
Total liabilities	219,375,083	1,699,140	221,074,223	814,130
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pensions/OPEB	129,393	22,013	151,406	-
Total deferred inflows of resources	129,393	22,013	151,406	-
NET POSITION				
Net investment in capital assets	301,466,466	1,085,378	302,551,844	-
Unrestricted	14,587,946	4,608,271	19,196,217	5,873,592
Total net position	\$ 316,054,412	\$ 5,693,649	\$ 321,748,061	\$ 5,873,592

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, 2021

	Business-type Activities - Enterprise Funds			Governmental Activities
	Water & Wastewater	Sanitation	Totals	Self-Insurance Trust Internal Service Fund
Operating Revenues				
Charges for services	\$ 62,819,793	\$ 8,042,545	\$ 70,862,338	\$ -
Self insurance premiums	-	-	-	10,448,623
Other revenues	164,087	-	164,087	574,256
Total operating revenues	<u>62,983,880</u>	<u>8,042,545</u>	<u>71,026,425</u>	<u>11,022,879</u>
Operating Expenses				
Salaries, wages and benefits	6,728,658	1,208,574	7,937,232	-
Cost of sales and services	26,064,560	5,112,620	31,177,180	1,586,063
Claims expense	-	-	-	7,957,908
Depreciation	9,353,072	226,428	9,579,500	-
Total operating expenses	<u>42,146,290</u>	<u>6,547,622</u>	<u>48,693,912</u>	<u>9,543,971</u>
Operating income (loss)	<u>20,837,590</u>	<u>1,494,923</u>	<u>22,332,513</u>	<u>1,478,908</u>
Non-operating Revenues (Expenses)				
Investment income	(464,874)	2,878	(461,996)	569
Interest expense and fiscal charges	(6,337,296)	-	(6,337,296)	-
Gain (loss) on sale of assets	4,725	109,225	113,950	-
Total non-operating revenue (expense)	<u>(6,797,445)</u>	<u>112,103</u>	<u>(6,685,342)</u>	<u>569</u>
Income (loss) before contributions and transfers	14,040,145	1,607,026	15,647,171	1,479,477
Capital contributions	26,481,652	-	26,481,652	-
Transfers out	(5,549,718)	(1,350,835)	(6,900,553)	-
Change in net position	34,972,079	256,191	35,228,270	1,479,477
Total net position, beginning of year	<u>281,082,333</u>	<u>5,437,458</u>	<u>286,519,791</u>	<u>4,394,115</u>
Total net position, end of year	<u>\$ 316,054,412</u>	<u>\$ 5,693,649</u>	<u>\$ 321,748,061</u>	<u>\$ 5,873,592</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, 2021

	Water & Wastewater	Sanitation	Totals	Self-Insurance Trust Internal Service Fund
Cash Flows From Operating Activities:				
Cash received from customers	\$ 64,367,238	\$ 8,105,577	\$ 72,472,815	\$ -
Cash received from contributions	-	-	-	11,022,879
Cash paid to suppliers	(27,755,277)	(5,004,789)	(32,760,066)	(1,467,731)
Cash paid to employees	(6,663,769)	(1,089,644)	(7,753,413)	-
Cash paid for claims	-	-	-	(7,829,017)
Cash flows from operating activities	<u>29,948,192</u>	<u>2,011,144</u>	<u>31,959,336</u>	<u>1,726,131</u>
Cash Flows From Noncapital				
Financing Activities:				
Transfers	(5,549,718)	(1,350,835)	(6,900,553)	-
Cash flows from noncapital financing activities	<u>(5,549,718)</u>	<u>(1,350,835)</u>	<u>(6,900,553)</u>	<u>-</u>
Cash Flows From Capital and Related				
Financing Activities:				
Purchase of capital assets	(77,126,074)	(150,128)	(77,276,202)	-
Proceeds from sale of capital assets	5,204	109,225	114,429	-
Principal paid on long term debt	(5,265,879)	-	(5,265,879)	-
Interest paid	(7,036,185)	-	(7,036,185)	-
Development fees	17,121,488	-	17,121,488	-
Cash flows from capital and related financing activities	<u>(72,301,446)</u>	<u>(40,903)</u>	<u>(72,342,349)</u>	<u>-</u>
Cash Flows From Investing Activities:				
Sale (purchase) of investments	(599,361)	(18,784)	(618,145)	-
Investment income	386,635	17,418	404,053	569
Cash flows from investing activities	<u>(212,726)</u>	<u>(1,366)</u>	<u>(214,092)</u>	<u>569</u>
Net change in cash and cash equivalents	(48,115,698)	618,040	(47,497,658)	1,726,700
Cash and cash equivalents, including temporarily restricted cash, beginning of year	<u>117,845,453</u>	<u>3,742,534</u>	<u>121,587,987</u>	<u>4,919,560</u>
Cash and cash equivalents, including temporarily restricted cash, end of year	<u><u>\$ 69,729,755</u></u>	<u><u>\$ 4,360,574</u></u>	<u><u>\$ 74,090,329</u></u>	<u><u>\$ 6,646,260</u></u>
Reconciliation of operating income to net cash flows from operating activities:				
Net operating income (loss)	\$ 20,837,590	\$ 1,494,923	\$ 22,332,513	\$ 1,478,908
Adjustments to reconcile operating income (loss) to net cash flows from operating activities:				
Depreciation/amortization	9,353,072	226,428	9,579,500	-
Pension/OPEB expense	895,969	182,132	1,078,101	-
Employer pension/OPEB contributions	(532,100)	(90,522)	(622,622)	-
Changes in operating assets and liabilities:				
(Increase) decrease in receivables	1,358,254	63,032	1,421,286	-
(Increase) decrease in prepaid items & deposits	-	-	-	34,791
(Increase) decrease in inventory	(350,600)	-	(350,600)	-
Increase (decrease) in payables	(1,340,117)	98,921	(1,241,196)	212,432
Increase (decrease) in accrued liabilities & deposits	(298,980)	36,230	(262,750)	-
Increase (decrease) in unearned revenue	25,104	-	25,104	-
Net cash flows from operating activities	<u><u>\$ 29,948,192</u></u>	<u><u>\$ 2,011,144</u></u>	<u><u>\$ 31,959,336</u></u>	<u><u>\$ 1,726,131</u></u>
Supplemental Schedule of Non-cash				
Financing and Investing Activities:				
Contributed capital assets	\$ 9,360,164	\$ -	\$ 9,360,164	\$ -
Unrealized gains and losses on investments	\$ 851,509	\$ 14,540	\$ 866,049	\$ -

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

CITY OF GOODYEAR, ARIZONA
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2021

	Pension Trust Fund	Custodial Funds			
		GAIN	Fill-A-Need	Shop with a Cop	Arizona in Action
Assets					
Cash and cash equivalents	\$ 28,813	\$ 8,679	\$ 14,672	\$ 36,323	\$ 3,230
Mutual funds - equity	564,075	-	-	-	-
Mutual funds - income	129,872	-	-	-	-
Total assets	<u>722,760</u>	<u>8,679</u>	<u>14,672</u>	<u>36,323</u>	<u>3,230</u>
Net Position					
Restricted for:					
Pensions	722,760	-	-	-	-
Individuals and organizations	-	8,679	14,672	36,323	3,230
Total net position	<u>\$ 722,760</u>	<u>\$ 8,679</u>	<u>\$ 14,672</u>	<u>\$ 36,323</u>	<u>\$ 3,230</u>

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

CITY OF GOODYEAR, ARIZONA
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2021

	<u>Pension Trust</u>	<u>Custodial Funds</u>			<u>Arizona in Action</u>
		<u>GAIN</u>	<u>Fill-A-Need</u>	<u>Shop with a Cop</u>	
Additions					
Investment Income	\$ 194,543	\$ -	\$ -	\$ -	\$ -
Other income	2,693	-	7,966	11,455	-
Total additions	<u>197,236</u>	<u>-</u>	<u>7,966</u>	<u>11,455</u>	<u>-</u>
Deductions					
Benefits	10,750	-	-	-	-
Recipient payments	-	-	15,000	3,086	-
Total deductions	<u>10,750</u>	<u>-</u>	<u>15,000</u>	<u>3,086</u>	<u>-</u>
Net increase (decrease) in fiduciary net position	186,486	-	(7,034)	8,369	-
Net position, beginning of year	536,274	8,679	21,706	27,954	3,230
Net position, end of year	<u>\$ 722,760</u>	<u>\$ 8,679</u>	<u>\$ 14,672</u>	<u>\$ 36,323</u>	<u>\$ 3,230</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.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) present financial information about the City as a whole. Generally, the effect of interfund activity has been removed from the government-wide financial statements. Net interfund activity and balances between the governmental activities and the business-type activities are shown in the government-wide financial statements. The “doubling up” effect of internal service fund activity has been removed from the government-wide statements with the expenses shown in the various functions on the

Statement of Activities. These statements are to distinguish between the governmental and business-type activities of the City. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges.

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

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

C. Fund Balances – Governmental Funds

As of June 31, 2021, 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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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. 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 2021 on-going revenues.

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 general obligation bond debt.

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

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

The City reports the following non-major governmental funds are as follows:

Highway User Revenue Fund (HURF) – This fund accounts for the City's share of tax revenues legally restricted to the maintenance of the highways within the City's boundaries.

Community Facilities Districts – This fund accounts for the operations and maintenance portion of the City's special districts formed for the purpose of financing the acquisition, construction, operation, and maintenance of the public infrastructure benefiting the community.

Office of Tourism Prop 302 – This fund accounts for the funds received to support Maricopa County tourism, marketing, and promotion

Grants Funds – This fund accounts for the City's federal, state, local and tribal grants.

Ballpark Fund – This fund accounts for the operations of the City's ballpark facility and operations.

Debt Service Fund – This fund accounts for debt proceeds and the accumulation of resources for the payment of principal and interest and related costs.

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.

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.

The City reports the following fiduciary funds:

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

Custodial 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 custodial 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 custodial 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.

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.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 2021.

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.

S. New Pronouncements

For the year ended June 30, 2021, the City implemented the provisions of GASB Statement No. 84, Fiduciary Activities. GASB Statement No. 84 improves guidance regarding the identification of fiduciary activities and how those activities should be reported. Implementation of the new standard resulted in a change in reporting "Agency Funds" to "Custodial Funds" and also required the inclusion of a Statement of Changes in Fiduciary Net Position.

NOTE 2 CASH AND INVESTMENTS

On June 30, 2021, cash and cash equivalents are presented as follows:

	Governmental Activities	Business Activities	Fiduciary Funds	Total
Cash and cash equivalents	\$ 178,802,668	\$ 26,869,016	\$ 91,717	\$ 205,763,401
Restricted cash and cash equivalents	23,303,633	47,221,313		70,524,946
Total	<u>\$ 202,106,301</u>	<u>\$ 74,090,329</u>	<u>\$ 91,717</u>	<u>\$ 276,288,347</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, 2021, the City had \$11,350 of cash on hand. The carrying amount of the City’s deposits totaled \$86,756,683, and the bank balance was \$91,686,804. Of the bank balance, \$500,000 was covered by federal depository insurance, \$12,934,538 was covered by the Statewide Pooled Collateral Program, and \$78,723,774 were securities held by the pledging financial institution’s trust department in the City’s name.

Cash Equivalents

The City invests in the Local Government Investment Pool 5 and Pool 7 (LGIP) investment pools managed by the State Treasurer’s Office that allows governments within the State to pool their funds for investment purposes. The LGIP is not registered with the Securities Exchange Commission under the 1940 Investment Advisors Act. The State Board of Investment has oversight responsibilities of the investment pool in accordance with ARS 35-311. The pool’s policy is to invest in fixed-rate securities with a final maturity less than 18 months from the settlement date of the purchase and variable-rate securities with final maturity less than 2 years. The weighted average to maturity shall not exceed 90 days. The net asset value per share of the pool at June 30, 2021 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, 2021, the City’s funds invested with the State Treasurer totaled \$189,520,312.

NOTE 2 CASH AND INVESTMENTS

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	\$ 2,331,344	\$ 2,331,344
LGIP 7	187,188,968	187,188,968
Total	<u>\$189,520,312</u>	<u>\$189,520,312</u>

Investment Type	Total	Rating as of Year End
		AAA
LGIP 5	\$ 2,331,344	\$ 2,331,344
LGIP 7	187,188,968	187,188,968
Total	<u>\$189,520,312</u>	<u>\$189,520,312</u>

Investments

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

On June 30, 2021, 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	\$ 53,129,321	\$ 10,997,336	\$ 21,355,871	\$ 20,776,114	53%
Federal Agency Securities	26,515,817		13,739,622	12,776,195	26%
Corporate Notes	15,028,254		4,392,080	10,636,174	15%
Negotiable Certificates of Deposit	5,376,307	1,234,250	4,142,057		5%
Money Market Fund	157,098	157,098			0%
Mutual Funds	726,057	726,057			1%
Total	<u>\$ 100,932,854</u>	<u>\$ 13,114,741</u>	<u>\$ 43,629,630</u>	<u>\$ 44,188,483</u>	<u>100%</u>

NOTE 2 CASH AND INVESTMENTS

Investment Rating	U.S. Treasuries	Corporate Notes	Federal Agency	Negotiable Certificates of Deposit	Mutual Funds	Money Market Fund	Total
A	\$ -	\$ 2,853,795	\$ -	\$ -	\$ -	\$ -	\$ 2,853,795
A-		3,399,852					3,399,852
A+		2,541,431		1,394,417			3,935,848
A-1				1,987,774			1,987,774
A-1+							-
AA		1,379,202					1,379,202
AA-		1,397,391		1,994,116			3,391,507
AA+	53,129,321	602,486	26,515,817				80,247,624
AAA						157,098	157,098
AAA							-
BBB-							-
BBB+		2,854,097					2,854,097
Not Rated					726,057		726,057
	<u>\$53,129,321</u>	<u>\$15,028,254</u>	<u>\$26,515,817</u>	<u>\$5,376,307</u>	<u>\$726,057</u>	<u>\$157,098</u>	<u>\$100,932,854</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, 2021, the average duration to maturity is 1.85 years.

Credit Risk

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

Concentration of Credit Risk

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

NOTE 3 RECEIVABLES

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:

	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
Tax Receivable	\$ 13,656,028	\$ 713,391	\$ -	\$ -	\$ 172,547	\$ 119,237	\$14,661,204
Accounts Receivable	1,244,404	-	-	-	-	43,937	1,288,341
Intergovernmental Receivable	-	-	-	-	-	842,572	842,572
Notes Receivable	1,675,250	-	-	-	-	-	1,675,250
Interest Receivable	257,726	24,140	35,655	-	-	7,957	325,478
Special Assessments Receivable	-	-	-	23,315,000	20,453,836	-	43,768,836
Total Receivables	\$ 16,833,408	\$ 737,531	\$ 35,655	\$ 23,315,000	\$ 20,626,383	\$ 1,013,703	\$62,561,680

As of June 30, 2021, 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, 2021.

	Water and Wastewater Fund	Sanitation Fund	Total
Accounts Receivable	\$ 8,917,216	\$ 997,245	\$ 9,914,461
Interest Receivable	9,244	2,640	11,884
	<u>8,926,460</u>	<u>999,885</u>	<u>9,926,344</u>
Less:			
Allowance	330,237	49,618	379,855
Total Receivables	\$ 8,596,223	\$ 950,267	\$ 9,546,490

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 \$154,187 and \$34,972, respectively.

NOTE 4 CAPITAL ASSETS

A summary of capital assets activity for the fiscal year ended June 30, 2021 follows:

Governmental activities:	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 30,197,312	\$ 129,759	\$ -	\$ 30,327,071
Artwork	307,115	64,015	-	371,129
Construction in progress	29,258,931	70,892,670	14,032,891	86,118,710
Right of way	90,844,947	-	-	90,844,947
Streetscape	9,061,008	-	-	9,061,008
Total capital assets, not being depreciated	159,669,313	71,086,444	14,032,891	216,722,866
Capital assets, being depreciated:				
Land improvements	4,669,247	-	-	4,669,247
Infrastructure	408,929,678	5,334,755	-	414,264,434
Buildings and improvements	287,505,585	12,621,227	-	300,126,812
Vehicles, furniture and equipment	56,375,045	9,938,998	1,063,871	65,250,173
Total capital assets, being depreciated	757,479,556	27,894,981	1,063,871	784,310,665
Less accumulated depreciation for:				
Land improvements	(2,422,521)	(376,242)	-	(2,798,763)
Infrastructure	(143,593,501)	(9,242,999)	-	(152,836,500)
Buildings and improvements	(89,338,885)	(9,245,378)	-	(98,584,263)
Vehicles, furniture and equipment	(35,891,864)	(4,468,976)	1,052,353	(39,308,487)
Total accumulated depreciation	(271,246,771)	(23,333,594)	1,052,353	(293,528,013)
Total capital assets, being depreciated, net	486,232,784	4,561,386	11,518	490,782,652
Governmental activities capital assets, net	<u>\$ 645,902,097</u>	<u>\$ 75,647,830</u>	<u>\$ 14,044,409</u>	<u>\$ 707,505,518</u>
Business-type activities:	Beginning	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 8,155,895	\$ -	\$ -	\$ 8,155,895
Artwork	146,978	-	-	146,978
Construction in progress	90,170,997	71,993,468	50,694,789	111,469,677
Total capital assets, not being depreciated	98,473,870	71,993,468	50,694,789	119,772,550
Capital assets, being depreciated:				
Infrastructure	224,561,643	10,444,393	-	235,006,036
Buildings and improvements	115,592,511	53,635,885	-	169,228,396
Vehicles, furniture and equipment	18,184,897	1,422,850	368,265	19,239,482
Water rights	21,088,078	-	-	21,088,078
Total capital assets, being depreciated	379,427,129	65,503,127	368,265	444,561,991
Less accumulated depreciation for:				
Infrastructure	(60,246,154)	(4,195,281)	-	(64,441,434)
Buildings and improvements	(30,011,829)	(4,184,025)	-	(34,195,853)
Vehicles, furniture and equipment	(11,290,308)	(1,006,703)	364,765	(11,932,245)
Water rights	(2,399,682)	(190,472)	-	(2,590,153)
Total accumulated depreciation	(103,947,972)	(9,576,479)	364,765	(113,159,686)
Total capital assets, being depreciated, net	275,479,157	55,926,648	3,500	331,402,305
Business-type activities capital assets, net	<u>\$ 373,953,027</u>	<u>\$ 127,920,116</u>	<u>\$ 50,698,289</u>	<u>\$ 451,174,854</u>

Depreciation expense was charged to functions/programs as follows:

Governmental activities:		Business-type activities:	
General government	\$ 682,550	Water and wastewater	\$ 9,350,051
Public safety	3,678,762	Sanitation	226,428
Highway and streets	13,571,488	Total depreciation expense	<u>\$ 9,576,479</u>
Culture and recreation	4,034,117		
Public works	1,366,679		
Total depreciation expense	<u>\$ 23,333,596</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 on June 30, 2021, is as follows:

Description	Interest Rate (Including Fees)	Maturity	Outstanding Principal June 30, 2021	Due Within One Year
Business-type activities				
Water Infrastructure Finance Authority Loan	2.00%	7/1/21-29	\$ 2,488,002	\$ 289,877
Total business-type activities			\$ 2,488,002	\$ 289,877

Annual debt service requirements to maturity on the loan payable on June 30, 2021 is summarized as follows:

Fiscal Year Ending June 30,	Principal	Interest
2022	289,877	49,760
2023	295,674	43,962
2024	301,588	38,050
2025	307,619	32,018
2026	313,772	25,864
2027-2031	979,472	39,438
	<u>2,488,002</u>	<u>229,092</u>

NOTE 6 GENERAL OBLIGATION BONDS PAYABLE

Bonds payable on June 30, 2021, 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, \$70,486,616 remains unissued. The bonds payable on June 30, 2021, are presented below.

Purpose	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2021	Due Within One Year
Governmental activities:				
General Obligation Bonds Refunding Series 2016	2.00-4.00%	7/1/21-37	12,464,553	1,620,698
General Obligation Bonds Series 2017	3.00-5.00%	7/1/21-37	19,275,000	-
General Obligation Bonds Series 2019	2.00-3.00%	7/1/21-38	23,055,000	-
General Obligation Bonds Series 2020	3.00-5.00%	7/1/21-40	39,530,000	3,045,000
Total governmental activities			\$ 94,324,553	\$ 4,665,698
Business-type activities:				
General Obligation Bonds Refunding Series 2016	2.00-4.00%	7/1/21-37	28,100,447	2,304,302
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	8,275,000	755,000
Total business-type activities			40,480,447	3,059,302
Total			\$ 134,805,000	\$ 7,725,000

NOTE 6 GENERAL OBLIGATION BONDS PAYABLE

Annual debt service requirements to maturity on general obligation bonds payable on June 30, 2021, are summarized as follows:

Fiscal Year Ending June 30,	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2022	4,665,698	3,505,994	3,059,302	1,489,832
2023	5,043,495	3,128,715	3,126,505	1,421,098
2024	3,673,629	2,926,975	3,301,371	1,288,188
2025	3,802,327	2,799,429	3,412,672	1,164,432
2026	3,944,262	2,657,336	3,550,739	1,027,926
2027-2031	22,167,387	10,842,492	14,972,614	2,893,522
2032-2036	26,487,313	6,554,168	7,397,687	930,518
2037-2041	24,540,443	1,873,400	1,659,557	49,786
	<u>94,324,555</u>	<u>34,288,510</u>	<u>40,480,447</u>	<u>10,265,302</u>

On May 11, 2021, the City issued general obligation bonds with a par amount of \$39,530,000, and coupon rates between 3.00 and 5.00 percent. The net proceeds of \$45,389,505 included an original issue premium of \$5,859,505 (after payment of \$136,731 in underwriting fees and \$157,774 in costs of issuance), \$45,095,000 was immediately deposited into a project fund. The general obligation bonds were issued to fund the construction of the City of Goodyear Civic Square, which will house city hall, a library, and a park/gathering place.

NOTE 7 REVENUE BONDS PAYABLE

Revenue bonds payable on June 30, 2021, consisted of the outstanding revenue bonds and refunding bonds presented on the following table. The bonds are generally callable after 10 years with interest payable semi-annually.

Purpose	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2021	Due Within One Year
Governmental activities:				
Excise Tax Revenue Bond				
Taxable Excise Tax Revenue Refunding, Series 2021	.210-1.736%	7/1/21-27	24,735,000	880,000
			<u>24,735,000</u>	<u>880,000</u>
Public Improvement Corporation Municipal Facilities				
PIC Revenue Refunding Bonds, Series 2016A	3.00-5.00%	7/1/20-32	31,230,000	3,760,000
PIC Revenue Refunding Bonds, Series 2016B	4.00-5.00%	7/1/20-31	21,980,000	1,885,000
McDowell Road Commercial Improvement District Refunding Bonds, Series 2018	1.95-3.60%	1/1/20-31	23,315,000	2,235,000
Total			<u>76,525,000</u>	<u>7,880,000</u>
Direct borrowings or direct placements:				
Tax-Exempt Revenue Bonds, Series 2012A	2.48%	12/15/20-6/15/23	1,980,762	978,176
Taxable Revenue Bonds, Series 2012B	3.44%	12/15/20-6/15/23	243,156	119,505
Facilities Revenue Bonds, Series 2017	3.31%	7/1/20-27	6,815,000	1,045,000
Total direct borrowings or direct placements			<u>9,038,918</u>	<u>2,142,681</u>
Total governmental activities			<u>\$ 110,298,918</u>	<u>\$ 10,902,681</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	6,420,000	160,000
Revenue Bonds, Series 2020	2.00-5.00%	7/1/20-49	77,115,000	945,000
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	11,840,000	345,000
Revenue Refunding Taxable Bonds, Series 2020	1.428-3.506%	7/1/20-41	12,415,000	490,000
Total business-type activities			<u>139,065,000</u>	<u>1,940,000</u>
Total			<u>\$ 249,363,918</u>	<u>\$ 12,842,681</u>

NOTE 7 REVENUE BONDS PAYABLE

Revenue bond debt service requirements to maturity are as follows:

Fiscal Year Ending June 30,	Governmental Activities				Business-Type Activities	
	Principal	Interest	Direct Borrowings or Direct Placements		Principal	Interest
			Principal	Interest		
2022	8,760,000	3,327,117	2,142,681	276,017	1,940,000	5,319,710
2023	8,675,000	2,982,541	2,206,237	212,877	2,025,000	5,251,428
2024	8,840,000	2,817,241	1,115,000	155,239	2,070,000	5,168,118
2025	9,025,000	2,629,180	1,155,000	118,333	2,180,000	5,081,933
2026	9,250,000	2,409,367	1,190,000	80,102	2,245,000	5,022,781
2027-2031	50,750,000	6,938,400	1,230,000	40,713	15,870,000	23,343,858
2032-2036	5,960,000	178,800	-	-	21,310,000	19,438,302
2037-2041	-	-	-	-	31,280,000	14,579,990
2042-2046	-	-	-	-	35,460,000	7,996,590
2047-2051	-	-	-	-	24,685,000	1,617,206
	<u>101,260,000</u>	<u>21,282,645</u>	<u>9,038,918</u>	<u>883,280</u>	<u>139,065,000</u>	<u>92,819,914</u>

On May 6, 2021, the City issued refunding bonds with a par amount of \$25,520,000, and coupon rates between .210% and 1.736%. The net proceeds of \$25,201,010 included an underwriter’s discount of \$103,904 and costs of issuance of \$215,086. Proceeds of \$25,416,096, along with a City contribution of \$258,825, were immediately deposited into an irrevocable trust. The trust will hold the proceeds until future debt service payments are made on the refunded the Public Improvement Corporation Municipal Facilities Revenue Funding Bonds, Series 2011A. The par amount of refunded bonds totaled \$23,770,000. The refunding was undertaken to reduce total debt service payments by \$2,149,042 over the next six years and resulted in present value savings of \$2,055,039.

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 \$7,530,598 and \$42,476,869, 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, including the refunded bonds, for the current year and total pledged revenues were \$34,515,742 and \$139,901,726, respectively.

C. McDowell Road Corridor Improvement District Bonds

The City acts as an administrator for the McDowell Road Corridor Improvement District whereby

NOTE 7 REVENUE BONDS PAYABLE

it collects the assessments levied against owners of property within the established district and disburses the amounts collected to retire the bonds issued to finance infrastructure improvements. The last scheduled debt service payment on the bond is 1/1/2031. On June 30, 2021, the special assessments receivable, together with amounts paid in advance and interest to be received over the life of the assessment period, is adequate for the scheduled maturities of the bonds payable and the related interest. Principal and interest paid for the current year and total revenues available to service the debt were \$4,077,979 and \$4,080,647, 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 on June 30, 2021, consisted of outstanding general obligation and special assessment bonds. The bonds are generally callable with interest payable semiannually. Community facilities district bonds payable on June 30, 2021, are presented below.

<u>Purpose</u>	<u>Interest Rates</u>	<u>Remaining Maturities</u>	<u>Outstanding Principal June 30, 2021</u>	<u>Due Within One Year</u>
General District No. 1:				
General Obligation Refunding Bonds, Series 2013	5.00%	7/15/28	\$ 5,975,000	\$ 785,000
Palm Valley:				
General Obligation Refunding Bonds, Series 2016	2.00-4.00%	7/15/32	4,440,000	355,000
Utilities District No. 1:				
General Obligation Refunding Bonds, Series 2014	4.00%	7/15/28	8,080,000	740,000
General Obligation Refunding Bonds, Series 2015	3.00-4.125%	7/15/29	4,575,000	315,000
General Obligation Refunding Bonds, Series 2016	2.00-4.00%	7/15/32	14,720,000	670,000
Wildflower Ranch District 1:				
General Obligation Bonds, Series 1997	6.50%	7/15/22	50,000	50,000
General Obligation Bonds, Series 1998	5.70-5.75%	7/15/23	130,000	50,000
Wildflower Ranch District 2:				
General Obligation Bonds, Series 2000	6.75-7.00%	7/15/25	205,000	45,000
General Obligation Bonds, Series 2001	5.875-5.90%	7/15/26	245,000	45,000
Estrella Mountain Ranch:				
Special Assessment Revenue Bonds, Series 2015M2	2.50-5.00%	7/1/39	4,051,000	152,000
General Obligation Refunding Bonds, Series 2017	3.00-5.00%	7/1/32	8,575,000	780,000
Special Assessment Revenue Bonds Series 2019 Lucero	2.60-4.75%	7/1/43	6,627,000	197,000
Total			<u>57,673,000</u>	<u>4,184,000</u>
Direct placements:				
Centerra:				
General Obligation Refunding Bonds, Series 2016	2.70%	7/15/31	2,139,000	195,000
General Obligation Bonds, Series 2016	2.70%	7/15/31	322,000	7,000
Cortina:				
General Obligation Refunding Bonds, Series 2017	3.18%	7/15/31	1,495,000	130,000
Cottonflower:				
General Obligation Refunding Bonds, Series 2017	2.92%	7/15/28	1,355,000	175,000
Estrella Mountain Ranch:				
Special Assessment Revenue Refunding Bonds				
Series 2018 Desert Village	3.15%	7/1/26	1,274,000	279,000
Series 2018 Golf Village	2.81%	7/1/24	794,000	361,000
Series 2018 Golf Village 2	3.67%	7/1/30	3,653,000	399,000
Series 2018 Montecito 2	3.75%	7/15/31	4,153,000	388,000
Total direct borrowings or direct placements			<u>15,185,000</u>	<u>1,934,000</u>
Total			<u>\$ 72,858,000</u>	<u>\$ 6,118,000</u>

NOTE 8 COMMUNITY FACILITIES DISTRICTS BONDS PAYABLE

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

Fiscal Year Ending June 30,	Governmental Activities			
			Direct Borrowings / Placements	
	Principal	Interest	Principal	Interest
2022	4,184,000	2,344,081	1,934,000	506,910
2023	4,498,000	2,173,937	1,887,000	444,086
2024	4,767,000	1,992,436	1,853,000	382,296
2025	4,957,000	1,806,216	1,672,000	321,209
2026	5,105,000	1,597,576	1,688,000	265,142
2027-2031	24,200,000	5,001,488	6,151,000	561,723
2032-2036	6,247,000	1,444,058	-	-
2037-2041	2,827,000	582,735	-	-
2042-2046	888,000	63,983	-	-
2047-2051	-	-	-	-
	<u>57,673,000</u>	<u>17,006,509</u>	<u>15,185,000</u>	<u>2,481,365</u>

NOTE 9 CHANGES IN LONG-TERM LIABILITIES

Long-term liabilities activity for the year ended June 30, 2021 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Compensated absences payable	\$ 6,350,085	\$ 17,121,011	\$ 16,559,006	\$ 6,912,090	\$ 2,764,154
General obligation bonds payable	59,297,867	39,530,000	4,503,314	94,324,553	4,665,698
Community Facilities District bonds payable	65,278,000	-	7,605,000	57,673,000	4,184,000
Direct borrowings or direct placements-CFD	17,210,000	-	2,025,000	15,185,000	1,934,000
Public improvement bonds payable	82,105,000	-	28,895,000	53,210,000	5,645,000
Direct borrowings or direct placements-PIC	11,118,776	-	2,079,858	9,038,918	2,142,681
Revenue bonds payable	26,610,000	24,735,000	3,295,000	48,050,000	3,115,000
Premiums	15,049,505	5,859,505	2,363,806	18,545,204	-
Discounts	(31,241)	-	(1,644)	(29,597)	-
Net OPEB liability	175,701	23,087	-	198,788	-
Net pension liability	67,243,613	16,213,887	-	83,457,500	-
Governmental activities long-term liabilities	<u>\$ 350,407,306</u>	<u>\$ 103,482,490</u>	<u>\$ 67,324,340</u>	<u>\$ 386,565,456</u>	<u>\$ 24,450,533</u>
Business-type activities:					
Compensated absences payable	\$ 580,722	\$ 1,672,919	\$ 1,541,335	\$ 712,306	\$ 326,157
General obligation bonds payable	43,307,133	-	2,826,666	40,480,467	3,059,302
Revenue bonds payable	141,220,000	-	2,155,000	139,065,000	1,940,000
Loans payable - Direct borrowing	2,772,195	-	284,193	2,488,002	289,877
Premiums	17,686,751	-	904,193	16,782,558	-
Discounts	-	-	-	-	-
Net OPEB liability	25,839	6,319	-	32,158	-
Net pension liability	5,691,277	1,567,236	-	7,258,513	-
Business-type activities long-term liabilities	<u>\$ 211,283,917</u>	<u>\$ 3,246,474</u>	<u>\$ 7,711,387</u>	<u>\$ 206,819,004</u>	<u>\$ 5,615,336</u>

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 \$15,185,000 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 \$9,038,918 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 \$2,488,002 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

Transfers during the fiscal year were as follows:

	Transfers Out	Transfers In
General Fund	\$ 22,010,535	\$ 8,418,960
Non Utility Development Impact Fee	16,999,774	1,256,445
GO Bond Capital Projects	-	20,649,441
Non-Major Governmental Funds	18,900	15,604,915
Water and Wastewater Fund	5,549,717	-
Sanitation Fund	1,350,835	-
Total	\$ 45,929,761	\$ 45,929,761

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, 2021; 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.

The City established a Self-Insurance Trust (an Internal Service Fund) to account for and finance its uninsured risk loss related to healthcare claims. Under this program, the Fund provides coverage for up to a maximum of \$250,000 for each claim, not to exceed an annual aggregate of \$15,673,387. The Fund purchases commercial insurance for claims in excess of this coverage. Settled claims have not exceeded the annual aggregate in any of the past five fiscal years.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of 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
Healthcare Benefits				
2020-21	\$ 568,703	\$ 8,509,024	\$ 8,380,133	\$ 697,594

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, 2021, the City reported the following aggregate amounts related to pensions and other postemployment benefits (OPEB) for all plans to which it contributes.

	FY2021		Total
	Governmental Activities	Business-type Activities	
Net pension and OPEB assets	\$ 440,825	\$ 30,295	\$ 471,120
Net pension and OPEB liability	83,656,288	7,290,671	90,946,959
Deferred outflows of resources	56,151,747	1,582,449	57,734,196
Deferred inflows of resources	4,176,583	151,406	4,327,989
Pension and OPEB expense	13,876,020	886,606	14,762,626

The City reported \$13,876,020 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

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT 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.

Retired and disabled members, with at least five years of credited service, are eligible to receive health insurance premium benefits. The benefits are payable only with respect to allowable health insurance premiums for which the member is responsible. For members with 10 or more years of service, benefits range from \$100 per month to \$260 per month depending on the age of the member and dependents. For members with five to nine years of service, the benefits are the same dollar amounts as above multiplied by a vesting fraction based on completed years of service.

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 12.22 percent (12.04 percent for retirement and 0.18 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 12.22 percent (11.65 percent for retirement, 0.39 percent for health insurance premium benefit, and 0.18 percent for long-term disability) of the active members’ annual covered payroll.

	<u>Contributions</u>
Pension	\$ 3,729,453
Health Insurance Premium	124,849
Long-Term Disability	57,622

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 10.21 percent (10.14 for retirement and 0.07 percent for long-term disability). ACR contributions are included in employer contributions presented above.

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

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, 2020. 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, 2019, to the measurement date of June 30, 2020. 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, 2020.

At June 30, 2021, the City reported the following amounts for its proportionate share of the ASRS plans net assets/liability. In addition, at June 30, 2020, the City’s percentage proportion for each plan and the related change from its proportion measured as of June 30, 2019 was:

	Net (Assets) Liability	City % Proportion	Increase (Decrease)
Pension	\$ 45,605,133	0.263	0.01
Health Insurance Premium	(190,345)	0.269	0.01
Long-Term Disability	202,049	0.266	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, 2021, the City recognized pension and OPEB expense as follows:

	Expense
Pension	\$ 5,435,475
Health Insurance Premium	60,242
Long-Term Disability	65,177

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	\$ 412,577	\$ -	\$ 17,583
Changes of assumptions or other inputs	-	105,526	21,770
Net difference between projected and actual earnings on pension investments	4,398,668	194,757	22,245
Changes in porportion and differences between contributions and proportionate share of contributions	846,384	830	10,228
Contributions subsequent to the measurement date	3,729,453	124,849	57,622
Total	<u>\$ 9,387,082</u>	<u>\$ 425,962</u>	<u>\$ 129,448</u>

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

	Deferred Inflows of Resources		
	Pension	Health Insurance Premium	Long-Term Disability
Differences between expected and actual experience	\$ -	\$ 375,062	\$ 5,203
Changes of assumptions or other inputs	-	-	-
Net difference between projected and actual earnings on pension investments	-	-	-
Changes in porportion and differences between contributions and proportionate share of contributions	566,658	1,200	3,163
Total	<u>\$ 566,658</u>	<u>\$ 376,262</u>	<u>\$ 8,366</u>

The amounts of deferred outflows of resources resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as an adjustment of the net pension and OPEB assets/liability in the year ended June 30, 2022. 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 Premium	
2022	\$ 389,719	\$ (40,415)	\$ 10,525
2023	1,749,722	789	14,134
2024	1,591,045	9,668	14,796
2025	1,360,485	(10,641)	13,421
2026	-	(34,550)	7,660
Thereafter	-	-	2,924

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

Actuarial valuation date	June 30, 2019
Actuarial roll forward date	June 30, 2020
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, 2019 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

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%	6.39%
Fixed income - credit	20%	5.44%
Fixed income- interest rate sensitive	10%	0.22%
Real estate	20%	5.85%
Total	100%	

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, 2020. 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		
	Current Discount		
	1% Decrease	Rate	1% Increase
Rate	6.5%	7.5%	8.5%
Pension	\$ 62,364,401	\$ 45,605,133	\$ 31,595,247
Health Insurance Premium	249,752	(190,345)	(564,883)
Long-Term Disability	220,604	202,049	17,583

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

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.

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%

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Accidental disability retirement	50% or normal retirement, whichever is greater
Catastrophic disability retirement	90% of the first 60 months then reduced to either 62.5% or normal retirement, whichever is greater
Ordinary disability retirement	Normal retirement calculated with actual years of credited service or 20 years of credited service, whichever is greater, multiplied by years of credited service (not to exceed 20 years) divided by 20
Survivor benefit:	
Retired members	80% to 100% of retired member's pension benefit
Active members	80% of accidental disability retirement benefit or 100% of average monthly compensation if death was the result of injuries received on the job

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

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

Employees Covered by Benefit Terms. At June 30, 2021 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	26	26	13	13
Inactive, non-retired members	28	8	13	11
Active members	101	101	91	91
Total	155	135	117	115

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, 2021, are indicated below. Rates are a percentage of active members' annual covered payroll.

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

	Tier 1 & 2		Tier 3	
	PSPRS - Police	PSPRS - Fire	PSPRS - Police	PSPRS - Fire
Active members - pension	7.65% to 11.65%		9.21%	9.21%
City of Goodyear:				
Pension	30.37%	27.50%	24.18%	21.31%
Health insurance	0.23%	0.38%	0.14%	0.14%

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 11.51 percent for fire PSPRS and 14.38 percent for Police PSPRS. ACR contributions are included in employer contributions presented above.

In addition to the current contributions shown below, the City made a \$12,000,000 payment towards its unfunded liability with PSPRS Police, and \$12,000,000 payment towards its PSPRS Fire unfunded liability.

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

	Contributions	
	PSPRS - Police	PSPRS - Fire
Pension	\$ 1,953,578	\$ 1,952,580
Pension - Tier 2	930,031	202,995
Pension - Tier 3	162,636	331,088
Health insurance	14,901	29,009
Health insurance - Tier 2	8,813	2,882
Health insurance - Tier 3	1,104	3,631

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

Pension and OPEB Assets/Liability. At June 30, 2021, the City reported the following assets and liabilities.

	Net (Asset) Liability	
	PSPRS - Police	PSPRS - Fire
Pension	\$ 23,986,393	\$ 21,124,487
Health insurance	(280,775)	28,897

The net pension and OPEB assets/liability were measured as of June 30, 2020. 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, 2020, reflects no changes of actuarial assumptions to the investment rate of return of 7.3 percent or the mortality rates.

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

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

Actuarial valuation date	June 30, 2020
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, 2020, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2017.

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
U.S. public Equity	23%	4.93%
International Public Equity	15%	6.09%
Global Private Equity	18%	8.42%
Other Assets	7%	5.61%
Core Bonds	2%	0.22%
Private Credit	22%	5.31%
Diversifying Strategies	12%	3.22%
Cash – Mellon	1%	(0.60)%
Total	100%	

Discount Rate. At June 30, 2020, the discount rate used to measure the total pension and OPEB liability was 7.3 percent, which was which is the same discount rate used in the previous year, June 30, 2019.

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

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

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, 2020	\$ 55,265,788	\$ 34,888,797	\$ 20,376,991	\$ 740,060	\$ 976,029	\$ (235,969)
Change for the year:						
Service cost	2,269,992	-	2,269,992	40,698	-	40,698
Interest on the total liability	4,141,357	-	4,141,357	57,502	-	57,502
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience in the measurement of the liability	1,426,978	-	1,426,978	(103,246)	-	(103,246)
Changes of assumptions or other inputs	-	-	-	-	-	-
Contributions - employer	-	2,900,958	(2,900,958)	-	28,426	(28,426)
Contributions - employee	-	870,194	(870,194)	-	-	-
Net investment income	-	479,482	(479,482)	-	12,337	(12,337)
Benefit payments, including refunds of employee contributions	(1,609,732)	(1,609,732)	-	(7,405)	(7,405)	-
Administrative expense	-	(39,094)	39,094	-	(1,003)	1,003
Other changes/Adjustments to PY	-	17,385	(17,385)	-	-	-
Net changes	6,228,595	2,619,193	3,609,402	(12,451)	32,355	(44,806)
Balances at June 30, 2021	<u>\$ 61,494,383</u>	<u>\$ 37,507,990</u>	<u>\$ 23,986,393</u>	<u>\$ 727,609</u>	<u>\$ 1,008,384</u>	<u>\$ (280,775)</u>

	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	\$ 54,071,103	\$ 38,563,377	\$ 15,507,726	\$ 790,892	\$ 757,762	\$ 33,130
Change for the year:						
Service cost	1,996,708	-	1,996,708	31,919	-	31,919
Interest on the total liability	4,060,626	-	4,060,626	60,500	-	60,500
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience in the measurement of the liability	3,164,096	-	3,164,096	(61,104)	-	(61,104)
Changes of assumptions or other inputs	-	-	-	-	-	-
Contributions - employer	-	2,448,698	(2,448,698)	-	26,821	(26,821)
Contributions - employee	-	668,206	(668,206)	-	-	-
Net investment income	-	531,059	(531,059)	-	9,500	(9,500)
Benefit payments, including refunds of employee contributions	(885,597)	(885,597)	-	(10,499)	(10,499)	-
Administrative expense	-	(43,297)	43,297	-	(773)	773
Other changes/Adjustments to PY	-	3	(3)	-	-	-
Net changes	8,335,833	2,719,072	5,616,761	20,816	25,049	(4,233)
Balances at June 30, 2020	<u>\$ 62,406,936</u>	<u>\$ 41,282,449</u>	<u>\$ 21,124,487</u>	<u>\$ 811,708</u>	<u>\$ 782,811</u>	<u>\$ 28,897</u>

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Sensitivity of the Net Pension and OPEB Assets (Liability) to Changes in the Discount Rate. The following presents the **City/Town's** net pension and OPEB assets (liability) calculated using the discount 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	\$ 33,836,445	\$ 23,986,393	\$ 16,079,897
Net OPEB (assets) liability	(180,334)	(280,775)	(364,402)
PSPRS - Fire			
Rate	6.30%	7.30%	8.30%
Net pension (assets) liability	\$ 31,352,345	\$ 21,124,487	\$ 12,881,353
Net OPEB (assets) liability	135,090	28,897	(60,168)

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

Expense. For the year ended June 30, 2021, the City recognized the following as pension and OPEB expense:

	Expense	
	PSPRS - Police	PSPRS - Fire
Pension	\$ 4,795,443	\$ 4,384,753
Health insurance	(781)	19,536

Deferred Outflows/Inflows of Resources. At June 30, 2021, 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	\$ 2,753,243	\$ 617,572	\$ 10,214	\$ 260,440
Changes of assumptions or other inputs	1,912,402	-	11,824	31,502
Net difference between projected and actual earnings on plan investments	1,922,305	-	53,629	
Changes in proportion and differences between contributions and proportionate share of contributions	-	-	-	-
Contributions subsequent to the measurement date	15,002,998	-	68,065	-
Total	\$21,590,948	\$ 617,572	\$ 143,732	\$ 291,942

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

PSPRS - Fire

Differences between expected and actual experience	\$ 7,164,452	\$ 2,257,572	\$ 14,092	\$ 153,106
Changes of assumptions or other inputs	2,173,954	-	12,440	56,512
Net difference between projected and actual earnings on plan investments	2,172,994	-	41,904	
Changes in proportion and differences between contributions and proportionate share of contributions	-	-	-	-
Contributions subsequent to the measurement date	14,364,140	-	158,045	-
Total	\$ 25,875,540	\$ 2,257,572	\$ 226,481	\$ 209,618

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, 2022. 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
2022	1,373,448	(28,004)	1,499,625	(17,771)
2023	1,500,133	(21,636)	1,732,970	(12,929)
2024	1,152,759	(22,375)	1,699,006	(13,560)
2025	878,549	(22,982)	1,564,917	(16,352)
2026	449,576	(29,811)	1,099,841	(25,629)
Thereafter	615,913	(91,467)	1,612,469	(54,941)

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, 2021. As of June 30, 2021, there were five eligible employees participating in the plan. The plan was administered by Innes Associates LTD.

NOTE 13 PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

As of June 30, 2021, the plan's assets consisted of the following:

Cash and Cash Alternatives	\$ 28,813
Mutual Funds	<u>693,947</u>
	\$ <u>722,760</u>

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, 2021, 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 Funds	Total Governmental Funds
Fund Balances (deficits):							
Nonspendable							
Inventory	\$ 283,305	\$ -	\$ -	\$ -	\$ -	\$ 521,217	\$ 804,522
Prepaid items	2,159,059	-	-	-	-	-	2,159,059
Restricted							
Capital projects	-	-	38,019,761	-	-	-	38,019,761
Community facilities districts operator	-	-	-	-	-	5,643,082	5,643,082
Court	453,814	-	-	-	-	-	453,814
Debt service	-	-	-	231,689	1,259,320	786,066	2,277,075
Development impact fees	-	55,713,143	-	-	-	-	55,713,143
Grants	-	-	-	-	-	-	-
Law enforcement	372,270	-	-	-	-	-	372,270
Streets	-	-	-	-	-	70	70
Tourism	-	-	-	-	-	62,500	62,500
Transit	1,260,501	-	-	-	-	-	1,260,501
Committed							
Ball park	-	-	-	-	-	3,729,087	3,729,087
Assigned							
Fire asset reserve	987,419	-	-	-	-	-	987,419
Fleet replacement	5,953,763	-	-	-	-	-	5,953,763
IT replacement	3,209,868	-	-	-	-	-	3,209,868
Risk management	750,000	-	-	-	-	-	750,000
Parks management	3,103,501	-	-	-	-	-	3,103,501
Traffic signal reserve	1,387,206	-	-	-	-	-	1,387,206
General Fund FY2022 Budget	98,074,000	-	-	-	-	-	98,074,000
Unassigned	29,258,434	-	-	-	-	(150,748)	29,107,686
Total fund balances	<u>\$ 147,253,140</u>	<u>\$ 55,713,143</u>	<u>\$ 38,019,761</u>	<u>\$ 231,689</u>	<u>\$ 1,259,320</u>	<u>\$ 10,591,274</u>	<u>\$ 253,068,327</u>

NOTE 16 DEFICIT FUND BALANCES

As of June 30, 2021, the Grants Fund had a deficit fund balance of \$150,748. 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, 2021. The commitments for these active projects are being financed from existing fund balances. The balances for work not yet complete as of June 30, 2021 were as follows:

Project	Amount
30006 - Fire Truck - Pumper	\$ 417,692
35002 - New World Systems/Tyler CAD Upgrade	150,000
41003 - Enhanced Bullard Landscape and Branding	210,839
42001 - 86 Acre Recreation Campus - RID	55,689
42008 - Recreation Campus - Estrella Pkwy	646,598
42009 - Recreation Campus - Harrison St.	203,058
42013 - Traffic Signal - Camelback and Perryville	10,512
42016 - Civic Square	1,481,051
42034 - Goodyear Recreation Campus GMP # 1 & 2	101,025
50004 - Goodyear Community Park Maintenance Bldg Ex	17,022
35003 - Police Building Phase II	960,113
42016 - Civic Square at Estrella Falls	63,904,271
42024 - North Subdivision Street Lights	29,598
42026 - Estrella Pkwy/Vineyard Rd to MC85	118,294
42027 - Estrella Pkwy/PebbleCreek Prkwy and I-10 Inter	145,354
42029 - McDowell Rd and Citrus Rd Intersection	129,707
50001 - Recreation Campus - Recreation Center - Non Ut	946,455
50002 - Recreation Campus - 30 Acre Park - Non Utility D	920,037
50003 - Recreation Camus - Aquatic Facility - GO Bonds	362,381
60001 - Municipal Ops Parking & Infrastructure Improv.	700,038
60005 - Site 13 & 23 TTHM Mitigation	634,252
60015 - Surface Water Project	16,550,854
60035 - Manzanita Heights	54,723
60036 - QS 59 Repair & Rehab Design	52,333
60041 - WaterMain Replacement	76,656
60045 - Litchfield Rd Water Transmission Main Improve	200,487
60046 - Historic Goodyear Waterlines	260,785
60052 - GY WRF - Blower Bldg Coolers	515,114
60058 - Rainbow Valley Lift Station Odor Control	208,554
60059 - Water and Wastewater SCADA	683,907
	<u>\$ 90,747,394</u>

NOTE 17 COMMITMENTS

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, 2021, the encumbrances to be honored in the next fiscal year are as follows:

Fund	Amount
General Fund	\$ 2,920,438
Non-Utility Development Impact Fees	\$ 2,141,553
GO Bonds Capital Projects	\$ 65,747,703
Total Governmental Funds	\$ 70,809,694
Water & Wastewater Fund	\$ 19,937,700
Total Proprietary Funds	\$ 19,937,700

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, 2021, government property lease agreements the City entered into reduced the City tax revenues by \$397,330.

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.

NOTE 18 TAX ABATEMENT AGREEMENTS

3. Internet fulfillment companies can locate within a designated foreign trade zone building, generate a minimum of \$25 million of Arizona end-user sales and invest at least \$25 million in capital equipment and real property.
4. Businesses can locate within one of the federally approved Magnet foreign trade zones and comply with the City's Foreign Trade Zone policy and federal requirements.

For the year ended June 30, 2021, properties within the foreign trade zones reduced the City tax revenues by \$310,971.

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, 2021, the one developer agreement reduced City sales tax revenues by \$2,024,577.

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, 2021

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 78,932,400	\$ 78,932,400	\$ 112,312,049	\$ 33,379,649
Licenses and permits	8,271,800	9,253,700	19,073,277	9,819,577
Intergovernmental revenues	23,731,000	24,631,000	27,970,101	3,339,101
Charges for services	1,748,600	1,748,600	1,847,765	99,165
Fines and forfeitures	958,400	958,400	912,150	(46,250)
Investment income	600,000	600,000	1,196,889	596,889
Contributions	4,465,400	3,565,400	2,119,851	(1,445,549)
Other revenues	643,000	643,000	1,256,896	613,896
Total revenues	<u>119,350,600</u>	<u>120,332,500</u>	<u>166,688,978</u>	<u>46,356,478</u>
EXPENDITURES				
Current:				
General government:				
City attorney	2,006,300	2,020,300	1,897,395	122,905
City clerk	963,200	969,300	813,966	155,334
City manager	2,563,600	2,583,400	2,439,894	143,506
Communications	1,105,100	1,119,500	1,064,595	54,905
Finance	4,334,900	4,480,100	3,819,601	660,499
Human resources	4,588,100	5,154,500	4,188,005	966,495
ITS	6,485,200	6,916,400	5,574,370	1,342,030
Mayor and council	370,300	370,300	236,422	133,878
Non-departmental	3,406,000	3,406,000	2,029,395	1,376,605
Reserved for contingency	34,162,900	26,651,800	-	26,651,800
Total general government	<u>59,985,600</u>	<u>53,671,600</u>	<u>22,063,643</u>	<u>31,607,957</u>
Public safety:				
Fire	22,282,400	35,157,000	32,757,934	2,399,066
Municipal Court	1,468,200	1,576,300	1,106,107	470,193
Police	27,355,400	40,068,800	37,617,702	2,451,098
Total public safety	<u>51,106,000</u>	<u>76,802,100</u>	<u>71,481,743</u>	<u>5,320,357</u>
Public works:				
Administration	566,800	571,800	651,046	(79,246)
Building services	2,748,500	2,621,900	2,331,584	290,316
Fleet services	100,000	403,500	176,585	226,915
Program management	511,200	514,200	549,411	(35,211)
Total public works	<u>3,926,500</u>	<u>4,111,400</u>	<u>3,708,626</u>	<u>402,774</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, 2021

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Culture and recreation:				
Arts and culture	254,100	309,500	245,529	63,971
Parks	8,009,800	8,843,200	7,238,657	1,604,543
Recreation	3,348,200	3,632,000	2,377,267	1,254,733
Total culture and recreation	<u>11,612,100</u>	<u>12,784,700</u>	<u>9,861,453</u>	<u>2,923,247</u>
Development services:				
Development services	3,778,500	4,639,900	4,048,374	591,526
Economic development	3,077,100	3,087,900	1,318,817	1,769,083
Engineering	4,265,000	5,763,700	5,132,994	630,706
Total development services	<u>11,120,600</u>	<u>13,491,500</u>	<u>10,500,185</u>	<u>2,991,315</u>
Capital Outlay	<u>18,829,900</u>	<u>21,464,300</u>	<u>11,747,257</u>	<u>9,717,043</u>
Debt Service				
Principal	1,324,800	1,324,800	1,324,858	(58)
Interest	85,900	85,900	85,913	(13)
Total debt service	<u>1,410,700</u>	<u>1,410,700</u>	<u>1,410,771</u>	<u>(71)</u>
Total expenditures	<u>157,991,400</u>	<u>183,736,300</u>	<u>130,773,678</u>	<u>52,962,622</u>
Excess of revenues over expenditures	<u>(38,640,800)</u>	<u>(63,403,800)</u>	<u>35,915,300</u>	<u>99,319,100</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	213,803	213,803
Transfers out	(59,192,000)	(56,376,200)	(22,010,535)	34,365,665
Transfers in	6,444,500	6,444,500	8,418,960	1,974,460
Total other financing sources and (uses)	<u>(52,747,500)</u>	<u>(49,931,700)</u>	<u>(13,377,772)</u>	<u>36,553,928</u>
Net change in fund balance	(91,388,300)	(113,335,500)	22,537,528	135,873,028
Fund balance, beginning of year	<u>122,629,028</u>	<u>122,629,028</u>	<u>122,629,028</u>	<u>-</u>
Fund balance, end of year	<u>\$ 31,240,728</u>	<u>\$ 9,293,528</u>	<u>\$ 145,166,556</u>	<u>\$ 135,873,028</u>

CITY OF GOODYEAR, ARIZONA
Notes to Budget and Actual Schedules
For the Year Ended June 30, 2021

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:

	Beginning Fund Balance	Revenue	Expenditures	Ending Fund Balance
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	\$ 124,559,162	\$ 175,717,394	\$ 153,023,416	\$ 147,253,140
Activity budgeted as special revenue funds	<u>(1,930,134)</u>	<u>(395,653)</u>	<u>(239,203)</u>	<u>(2,086,584)</u>
Schedule of Revenues, Expenditures and Changes in Fund Balances - General Fund	<u>\$ 122,629,028</u>	<u>\$ 175,321,741</u>	<u>\$ 152,784,213</u>	<u>\$ 145,166,556</u>



CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of the Proportionate Share of the Net Pension Liability
June 30, 2021

ASRS - Pension	Reporting Fiscal Year (Measurement Date)		
	2021 (2020)	2020 (2019)	2019 (2018)
Proportion of the net pension liability (asset)	0.26321%	0.25462%	0.26689%
Proportionate share of the net pension liability (asset)	\$ 45,605,133	\$ 37,050,173	\$ 37,221,762
Covered payroll	\$ 28,572,110	\$ 26,747,686	\$ 25,325,110
Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	159.61%	138.52%	146.98%
Plan fiduciary net position as a percentage of the total pension liability	69.33%	73.24%	73.40%

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

2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)
0.24000%	0.24000%	0.24000%	0.22000%
\$ 37,471,443	\$ 39,085,443	\$ 36,986,742	\$ 33,264,817
\$ 23,806,419	\$ 22,599,315	\$ 21,761,494	\$ 20,166,769
157.40%	172.95%	169.96%	164.95%
69.92%	67.06%	68.35%	69.49%

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of the Proportionate Share of the Net OPEB Liability
June 30, 2021

ASRS - Health insurance premium benefit	Reporting Fiscal Year (Measurement Date)	
	2021	2020
	(2020)	(2019)
Proportion of the net OPEB (asset)	0.268850%	0.260420%
Proportionate share of the net OPEB (asset)	\$ (190,345)	\$ (71,968)
Covered payroll	\$ 28,572,110	\$ 26,747,686
Proportionate share of the net OPEB (asset) as a percentage of its covered payroll	-0.67%	-0.27%
Plan fiduciary net position as a percentage of the total OPEB liability	104.33%	102.20%
ASRS - Long-term disability	Reporting Fiscal Year (Measurement Date)	
	2021	2020
	(2020)	(2019)
Proportion of the net OPEB (asset)	0.266340%	0.258210%
Proportionate share of the net OPEB (asset)	\$ 202,049	\$ 168,210
Covered payroll	\$ 28,572,110	\$ 26,747,686
Proportionate share of the net OPEB (asset) as a percentage of its covered payroll	0.71%	0.63%
Plan fiduciary net position as a percentage of the total OPEB liability	68.01%	77.83%

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

2019 (2018)	2018 (2017)
0.271700%	0.243230%
\$ (97,837)	\$ (132,414)
\$ 25,325,110	\$ 23,806,419
-0.39%	-0.56%
102.20%	103.57%

2019 (2018)	2018 (2017)
0.267470%	0.241210%
\$ 139,754	\$ 87,433
\$ 25,325,110	\$ 23,806,419
0.55%	0.37%
77.83%	84.44%

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of Changes in the Net Pension Liability and Related Ratios
June 30, 2021

PSPRS Police - Pension	Reporting Fiscal Year (Measurement Date)		
	2021 (2020)	2020 (2019)	2019 (2018)
Total pension liability			
Service cost	\$ 2,269,992	\$ 2,184,422	\$ 2,123,570
Interest on total pension liability	4,141,357	3,834,071	3,331,300
Changes of benefit terms	-	-	-
Difference between expected and actual experience of the total net pension liability	1,426,978	(759,999)	1,802,331
Changes of assumptions	-	1,323,823	-
Benefit payments, including refunds of employee contributions	<u>(1,609,732)</u>	<u>(1,887,751)</u>	<u>(1,283,523)</u>
Net change in total pension liability	<u>6,228,595</u>	<u>4,694,566</u>	<u>5,973,678</u>
Total pension liability - beginning	<u>55,265,788</u>	<u>50,571,222</u>	<u>44,597,544</u>
Total pension liability - ending (a)	<u><u>\$ 61,494,383</u></u>	<u><u>\$ 55,265,788</u></u>	<u><u>\$ 50,571,222</u></u>
Plan fiduciary net position			
Contributions - employer	\$ 2,900,958	\$ 3,042,548	\$ 3,953,950
Contributions - employee	870,194	785,605	947,565
Net investment income	479,482	1,784,598	1,918,567
Benefit payments, including refunds of employee contributions	(1,609,732)	(1,887,751)	(1,283,523)
Hall/Parker settlement	-	-	(1,135,981)
Plan administrative expenses	(39,094)	(32,005)	(29,900)
Other (net transfer)	<u>17,383</u>	<u>-</u>	<u>66,475</u>
Net change in plan fiduciary net position	<u>2,619,191</u>	<u>3,692,995</u>	<u>4,437,153</u>
Plan fiduciary net position - beginning	<u>34,888,797</u>	<u>31,210,198</u>	<u>26,773,045</u>
Adjustment to beginning of year	<u>2</u>	<u>(14,396)</u>	<u>-</u>
Plan fiduciary net position - ending (b)	<u><u>\$ 37,507,990</u></u>	<u><u>\$ 34,888,797</u></u>	<u><u>\$ 31,210,198</u></u>
Net pension liability - ending (a) - (b)	<u><u>\$ 23,986,393</u></u>	<u><u>\$ 20,376,991</u></u>	<u><u>\$ 19,361,024</u></u>
Plan fiduciary net position as a percentage of the total pension liability	60.99%	63.13%	61.72%
Covered payroll	\$ 9,220,411	\$ 9,600,397	\$ 9,388,019
Net pension liability as a percentage of covered payroll	260.14%	212.25%	206.23%

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

2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)
\$ 1,914,605	\$ 1,437,416	\$ 1,278,133	\$ 1,278,071
2,971,515	2,477,882	2,301,498	1,966,048
456,529	3,357,342	-	186,683
494,534	389,465	(159,382)	260,090
824,808	1,580,891	-	1,746,183
<u>(1,454,686)</u>	<u>(1,398,856)</u>	<u>(1,107,068)</u>	<u>(1,220,650)</u>
5,207,305	7,844,140	2,313,181	4,216,425
39,390,239	31,546,099	29,232,918	25,016,493
<u>\$ 44,597,544</u>	<u>\$ 39,390,239</u>	<u>\$ 31,546,099</u>	<u>\$ 29,232,918</u>
\$ 1,633,633	\$ 1,597,875	\$ 1,173,950	\$ 1,116,495
930,370	885,129	768,858	704,171
2,810,340	130,212	739,152	2,311,670
(1,454,686)	(1,398,856)	(1,107,068)	(1,220,650)
-	-	-	-
(25,267)	(19,137)	(18,421)	-
333,337	167,861	(57,781)	(476,423)
4,227,727	1,363,084	1,498,690	2,435,263
22,545,318	21,182,234	19,683,544	17,248,281
-	-	-	-
<u>\$ 26,773,045</u>	<u>\$ 22,545,318</u>	<u>\$ 21,182,234</u>	<u>\$ 19,683,544</u>
<u>\$ 17,824,499</u>	<u>\$ 16,844,921</u>	<u>\$ 10,363,865</u>	<u>\$ 9,549,374</u>
60.03%	57.24%	67.15%	67.33%
\$ 8,331,614	\$ 7,375,148	\$ 7,012,489	\$ 6,630,426
213.94%	228.40%	147.79%	144.02%

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of Changes in the Net Pension Liability and Related Ratios
June 30, 2021

PSPRS Fire - Pension	Reporting Fiscal Year		
	(Measurement Date)		
	2021	2020	2019
	(2020)	(2019)	(2018)
Total pension liability			
Service cost	\$ 1,996,708	\$ 1,979,628	\$ 2,044,963
Interest on total pension liability	4,060,626	3,813,916	3,111,423
Changes of benefit terms	-	-	-
Difference between expected and actual experience of the total net pension liability	3,164,096	(2,153,410)	4,118,805
Changes of assumptions	-	1,175,572	-
Benefit payments, including refunds of employee contributions	(885,597)	(608,760)	(869,611)
Net change in total pension liability	8,335,833	4,206,946	8,405,580
Total pension liability - beginning	54,071,103	49,864,157	41,458,577
Total pension liability - ending (a)	\$ 62,406,936	\$ 54,071,103	\$ 49,864,157
Plan fiduciary net position			
Contributions - employer	\$ 2,448,698	\$ 2,107,184	\$ 3,893,514
Contributions - employee	668,206	598,158	905,341
Net investment income	531,059	1,962,666	2,135,563
Benefit payments, including refunds of employee contributions	(885,597)	(608,760)	(869,611)
Hall/Parker settlement	-	-	(1,424,092)
Plan administrative expenses	(43,297)	(35,097)	(33,203)
Other (net transfer)	-	-	53,121
Net change in plan fiduciary net position	2,719,069	4,024,151	4,660,633
Plan fiduciary net position - beginning	38,563,377	34,551,812	29,891,179
Adjustment to beginning of year	3	(12,586)	-
Plan fiduciary net position - ending (b)	\$ 41,282,449	\$ 38,563,377	\$ 34,551,812
Net pension liability - ending (a) - (b)	\$ 21,124,487	\$ 15,507,726	\$ 15,312,345
Plan fiduciary net position as a percentage of the total pension liability	66.15%	71.32%	69.29%
Covered payroll	\$ 8,191,627	\$ 8,445,713	\$ 8,787,982
Net pension liability as a percentage of covered payroll	257.88%	183.62%	174.24%

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

2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)
\$ 1,819,328	\$ 1,558,056	\$ 1,409,380	\$ 1,405,013
2,846,014	2,121,084	1,822,450	1,640,015
208,024	4,046,976	-	(18,156)
(389,024)	1,915,498	1,030,908	(813,497)
222,373	1,632,401	-	619,565
<u>(570,665)</u>	<u>(385,270)</u>	<u>(680,367)</u>	<u>(341,865)</u>
4,136,050	10,888,745	3,582,371	2,491,075
<u>37,322,527</u>	<u>26,433,782</u>	<u>22,851,411</u>	<u>20,360,336</u>
<u>\$ 41,458,577</u>	<u>\$ 37,322,527</u>	<u>\$ 26,433,782</u>	<u>\$ 22,851,411</u>
\$ 1,153,600	\$ 1,173,975	\$ 968,726	\$ 948,481
1,109,821	992,221	848,048	754,465
3,112,669	141,788	791,715	2,374,446
(570,665)	(385,270)	(680,367)	(341,865)
-	-	-	-
(27,942)	(20,803)	(19,707)	-
301	278,213	304,136	(228,831)
<u>4,777,784</u>	<u>2,180,124</u>	<u>2,212,551</u>	<u>3,506,696</u>
25,113,395	22,933,271	20,720,720	17,214,024
-	-	-	-
<u>\$ 29,891,179</u>	<u>\$ 25,113,395</u>	<u>\$ 22,933,271</u>	<u>\$ 20,720,720</u>
<u>\$ 11,567,398</u>	<u>\$ 12,209,132</u>	<u>\$ 3,500,511</u>	<u>\$ 2,130,691</u>
72.10%	67.29%	86.76%	90.68%
\$ 8,028,810	\$ 8,217,597	\$ 7,822,842	\$ 7,338,829
144.07%	148.57%	44.75%	29.03%

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of Changes in the Net OPEB Liability and Related Ratios
June 30, 2021

PSPRS Police Health Insurance Premium Benefit	Reporting Fiscal Year (Measurement Date)			
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)
Total OPEB liability				
Service cost	\$ 40,698	\$ 27,225	\$ 30,980	\$ 27,494
Interest on total OPEB liability	57,502	64,999	57,711	57,481
Changes of benefit terms	-	-	-	3,790
Difference between expected and actual experience of the total net OPEB liability	(103,246)	(210,833)	11,892	4,452
Changes of assumptions or other inputs	-	14,776	-	(66,210)
Benefit payments	(7,405)	(14,484)	(13,196)	(17,372)
Net change in total OPEB liability	(12,451)	(118,317)	87,387	9,635
Total OPEB liability - beginning	740,060	858,377	770,990	761,355
Total OPEB liability - ending (a)	\$ 727,609	\$ 740,060	\$ 858,377	\$ 770,990
Plan fiduciary net position				
Contributions - employer	\$ 28,426	\$ 30,174	\$ 17,033	\$ 30,113
Contributions - employee	-	-	-	-
Net investment income	12,337	48,982	58,322	87,559
Benefit payments	(7,405)	(14,484)	(13,196)	(17,372)
Administrative expense	(1,003)	(846)	(888)	(774)
Other changes	-	-	1	-
Net change in plan fiduciary net position	32,355	63,826	61,272	99,526
Plan fiduciary net position - beginning	976,029	897,807	836,535	737,009
Adjustment to beginning of year	-	14,396	-	-
Plan fiduciary net position - ending (b)	\$ 1,008,384	\$ 976,029	\$ 897,807	\$ 836,535
Net OPEB liability - ending (a) - (b)	\$ (280,775)	\$ (235,969)	\$ (39,430)	\$ (65,545)
Plan fiduciary net position as a percentage of the total OPEB liability	138.59%	131.89%	104.59%	108.50%
Covered payroll	\$ 9,220,411	\$ 9,600,397	\$ 9,388,019	\$ 8,331,614
Net OPEB (asset) liability as a percentage of covered payroll	-3.05%	-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, 2021

PSPRS Fire Health Insurance Premium Benefit	Reporting Fiscal Year (Measurement Date)			
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)
Total OPEB liability				
Service cost	\$ 31,919	\$ 19,334	\$ 22,849	\$ 20,875
Interest on total OPEB liability	60,500	62,411	57,087	58,459
Changes of benefit terms	-	-	-	375
Difference between expected and actual experience of the total net OPEB liability	(61,104)	(124,547)	2,063	21,035
Changes of assumptions or other inputs	-	15,548	-	(94,084)
Benefit payments	(10,499)	(11,820)	(24,100)	(7,230)
Net change in total OPEB liability	20,816	(39,074)	57,899	(570)
Total OPEB liability - beginning	790,892	829,966	772,067	772,637
Total OPEB liability - ending (a)	\$ 811,708	\$ 790,892	\$ 829,966	\$ 772,067
Plan fiduciary net position				
Contributions - employer	\$ 26,821	\$ 28,091	\$ 22,840	\$ 31,049
Contributions - employee	-	-	-	-
Net investment income	9,500	37,808	44,799	66,973
Benefit payments	(10,499)	(11,820)	(24,100)	(7,230)
Administrative expense	(773)	(653)	(682)	(593)
Other changes	-	-	1	-
Net change in plan fiduciary net position	25,049	53,426	42,858	90,199
Plan fiduciary net position - beginning	757,762	691,751	648,893	558,694
Adjustment to beginning of year	-	12,585	-	-
Plan fiduciary net position - ending (b)	\$ 782,811	\$ 757,762	\$ 691,751	\$ 648,893
Net OPEB liability - ending (a) - (b)	\$ 28,897	\$ 33,130	\$ 138,215	\$ 123,174
Plan fiduciary net position as a percentage of the total OPEB liability	96.44%	95.81%	83.35%	84.05%
Covered payroll	\$ 8,191,627	\$ 8,445,713	\$ 8,787,982	\$ 8,028,810
Net OPEB (asset) liability as a percentage of covered payroll	0.35%	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, 2021

ASRS - Pension	Reporting Fiscal Year		
	2021	2020	2019
Contractually required contribution	\$ 3,729,453	\$ 3,294,032	\$ 3,002,190
Contributions in relation to the contractually required contribution	\$ (3,729,453)	\$ (3,294,032)	\$ (3,002,190)
Contribution deficiency (excess)	\$ -	\$ -	\$ -
Covered payroll	\$ 32,091,131	\$ 28,572,110	\$ 26,747,686
Contributions as a percentage of covered payroll	11.62%	11.53%	11.22%
PSPRS Police-Pension			
	Reporting Fiscal Year		
	2021	2020	2019
Actuarially determined contribution	\$ 3,071,063	\$ 2,900,958	\$ 3,042,548
Contributions in relation to the actuarially determined contribution	\$ (15,071,063)	\$ (2,900,958)	\$ (3,042,548)
Contribution deficiency (excess)	\$ (12,000,000)	\$ -	\$ -
Covered payroll	\$ 10,490,267	\$ 9,220,411	\$ 9,600,397
Contributions as a percentage of covered payroll	143.67%	31.46%	31.69%
PSPRS Fire-Pension			
	Reporting Fiscal Year		
	2021	2020	2019
Actuarially determined contribution	\$ 2,490,266	\$ 2,448,698	\$ 2,107,184
Contributions in relation to the actuarially determined contribution	(14,490,266)	(2,448,698)	(2,107,184)
Contribution deficiency (excess)	\$ (12,000,000)	\$ -	\$ -
Covered payroll	\$ 9,424,909	\$ 8,191,627	\$ 8,445,713
Contributions as a percentage of covered payroll	153.74%	29.89%	24.95%

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

2018	2017	2016	2015
\$ 2,760,437	\$ 2,566,332	\$ 2,452,025	\$ 2,369,823
\$ (2,760,437)	\$ (2,566,332)	\$ (2,452,025)	\$ (2,369,823)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 25,325,110	\$ 23,806,419	\$ 22,599,315	\$ 21,761,494
10.90%	10.78%	10.85%	10.89%

2018	2017	2016	2015
\$ 3,953,950	\$ 1,633,633	\$ 1,597,875	\$ 1,173,950
\$ (3,953,950)	\$ (1,633,633)	\$ (1,597,875)	\$ (1,173,950)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 9,388,019	\$ 8,331,614	\$ 7,375,148	\$ 7,012,489
42.12%	19.61%	21.67%	16.74%

2018	2017	2016	2015
\$ 3,893,514	\$ 1,153,600	\$ 1,173,975	\$ 968,726
(3,893,514)	(1,153,600)	(1,173,975)	(968,726)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 8,787,982	\$ 8,028,810	\$ 8,217,597	\$ 7,822,842
44.30%	14.37%	14.29%	12.38%

CITY OF GOODYEAR, ARIZONA
Required Supplementary Information
Schedule of Pension/OPEB Contributions
June 30, 2021

ASRS - Health insurance premium benefit	Reporting Fiscal Year			
	2021	2020	2019	2018
Contractually required contribution	\$ 124,849	\$ 140,567	\$ 123,288	\$ 143,399
Contributions in relation to the contractually required contribution	(124,849)	(140,567)	(123,288)	(143,399)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 32,091,131	\$ 28,572,110	\$ 26,747,686	\$ 25,325,110
Contributions as a percentage of covered payroll	0.39%	0.49%	0.46%	0.57%
ASRS - Long-term disability				
ASRS - Long-term disability	Reporting Fiscal Year			
	2021	2020	2019	2018
Contractually required contribution	\$ 57,622	\$ 48,822	\$ 42,908	\$ 40,972
Contributions in relation to the contractually required contribution	(57,622)	(48,822)	(42,908)	(40,972)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 32,091,131	\$ 28,572,110	\$ 26,747,686	\$ 25,325,110
Contributions as a percentage of covered payroll	0.18%	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, 2021

PSPRS Police Health Insurance Premium Benefit	Reporting Fiscal Year				
	2021	2020	2019	2018	2017
Actuarially determined contribution	\$ 40,698	\$ 28,426	\$ 30,174	\$ 17,033	\$ 30,113
Contributions in relation to the actuarially determined contribution	\$ (40,698)	\$ (28,426)	\$ (30,174)	\$ (17,033)	\$ (30,113)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 10,490,267	\$ 9,220,411	\$ 9,600,397	\$ 9,388,019	\$ 8,331,614
Contributions as a percentage of covered payroll	0.39%	0.31%	0.31%	0.18%	0.36%
PSPRS Fire Health Insurance Premium Benefit	Reporting Fiscal Year				
	2021	2020	2019	2018	2017
Actuarially determined contribution	\$ 31,919	\$ 26,821	\$ 28,091	\$ 22,840	\$ 31,049
Contributions in relation to the actuarially determined contribution	\$ (31,919)	\$ (26,821)	\$ (28,091)	\$ (22,840)	\$ (31,049)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 9,424,909	\$ 8,191,627	\$ 8,445,713	\$ 8,787,982	\$ 8,028,810
Contributions as a percentage of covered payroll	0.34%	0.33%	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, 2021

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 2019 actuarial valuation	17 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, 2021

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, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 4,689,300	\$ 4,689,300	\$ 10,305,164	\$ 5,615,864
Charges for services	13,152,600	13,152,600	20,476,785	7,324,185
Investment income	25,000	25,000	(162,243)	(187,243)
Total revenues	<u>17,866,900</u>	<u>17,866,900</u>	<u>30,619,706</u>	<u>12,752,806</u>
EXPENDITURES				
Capital outlay	4,019,700	3,453,700	2,164,544	1,289,156
Total expenditures	<u>4,019,700</u>	<u>3,453,700</u>	<u>2,164,544</u>	<u>1,289,156</u>
Excess (deficiency) of revenues over (under) expenditures	13,847,200	14,413,200	28,455,162	14,041,962
OTHER FINANCING SOURCES (USES)				
Transfers out	(29,928,300)	(23,601,600)	(16,999,774)	6,601,826
Transfers in	-	3,100	1,256,445	1,253,345
Total other financing Sources (Uses)	<u>(29,928,300)</u>	<u>(23,598,500)</u>	<u>(15,743,329)</u>	<u>7,855,171</u>
Net change in fund balances	(16,081,100)	(9,185,300)	12,711,833	21,897,133
Fund balance, beginning of year	43,001,310	43,001,310	43,001,310	-
Fund balance, end of year	<u>\$ 26,920,210</u>	<u>\$ 33,816,010</u>	<u>\$ 55,713,143</u>	<u>\$ 21,897,133</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, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Investment income	\$ -	\$ -	\$ (57,622)	\$ (57,622)
Contributions	-	-	2,070,000	2,070,000
Total revenues	<u>-</u>	<u>-</u>	<u>2,012,378</u>	<u>2,012,378</u>
EXPENDITURES				
Capital outlay	201,291,900	174,604,300	70,221,236	104,383,064
Debt service				
Debt issuance cost	-	158,000	281,714	(123,714)
Total expenditures	<u>201,291,900</u>	<u>174,762,300</u>	<u>70,502,950</u>	<u>104,259,350</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(201,291,900)</u>	<u>(174,762,300)</u>	<u>(68,490,572)</u>	<u>106,271,728</u>
OTHER FINANCING SOURCES (USES)				
Debt issuance	87,300,000	86,318,100	39,530,000	(46,788,100)
Premium on debt issuance	-	-	5,859,505	5,859,505
Transfers in	72,886,500	63,053,300	20,649,441	(42,403,859)
Total other financing Sources (Uses)	<u>160,186,500</u>	<u>149,371,400</u>	<u>66,038,946</u>	<u>(83,332,454)</u>
Net change in fund balances	(41,105,400)	(25,390,900)	(2,451,626)	22,939,274
Fund balance, beginning of year	<u>40,471,387</u>	<u>40,471,387</u>	<u>40,471,387</u>	<u>-</u>
Fund balance, end of year	<u>\$ (634,013)</u>	<u>\$ 15,080,487</u>	<u>\$ 38,019,761</u>	<u>\$ 22,939,274</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, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Special assessments	\$ 3,111,000	\$ 3,111,000	\$ 4,080,028	\$ 969,028
Other revenues	-	-	619	619
Total revenues	<u>3,111,000</u>	<u>3,111,000</u>	<u>4,080,647</u>	<u>969,647</u>
EXPENDITURES				
Debt service:				
Principal	2,290,000	3,285,000	3,295,000	(10,000)
Interest and fiscal charges	<u>793,900</u>	<u>793,900</u>	<u>783,278</u>	<u>10,622</u>
Total expenditures	<u>3,083,900</u>	<u>4,078,900</u>	<u>4,078,278</u>	<u>622</u>
Excess (deficiency) of revenues over (under) expenditures	<u>27,100</u>	<u>(967,900)</u>	<u>2,369</u>	<u>970,269</u>
Fund balance, beginning of year	<u>229,320</u>	<u>229,320</u>	<u>229,320</u>	<u>-</u>
Fund balance, end of year	<u>\$ 256,420</u>	<u>\$ (738,580)</u>	<u>\$ 231,689</u>	<u>\$ 970,269</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, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 6,568,000	\$ 6,568,000	\$ 6,600,555	\$ 32,555
Investment income	31,000	31,000	3,969	(27,031)
Special assessments	3,224,200	3,224,200	2,729,988	(494,212)
Contributions	67,800	67,800	-	(67,800)
Total revenues	<u>9,891,000</u>	<u>9,891,000</u>	<u>9,334,512</u>	<u>(556,488)</u>
EXPENDITURES				
Debt service:				
Debt issuance costs	-	-	61,494	(61,494)
Principal	6,260,000	6,685,000	9,630,000	(2,945,000)
Interest and fiscal charges	3,276,900	3,276,900	3,939,793	(662,893)
Total expenditures	<u>9,536,900</u>	<u>9,961,900</u>	<u>13,631,287</u>	<u>(3,669,387)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>354,100</u>	<u>(70,900)</u>	<u>(4,296,775)</u>	<u>(4,225,875)</u>
OTHER FINANCING SOURCES (USES)				
Payments to refunding escrow	<u>(3,859,300)</u>	<u>(3,859,300)</u>	<u>-</u>	<u>3,859,300</u>
Total other financing sources (uses)	<u>(3,859,300)</u>	<u>(3,859,300)</u>	<u>-</u>	<u>3,859,300</u>
Net change in fund balance	(3,505,200)	(3,930,200)	(4,296,775)	(366,575)
Fund balance, beginning of year	<u>5,556,095</u>	<u>5,556,095</u>	<u>5,556,095</u>	<u>-</u>
Fund balance, end of year	<u>\$ 2,050,895</u>	<u>\$ 1,625,895</u>	<u>\$ 1,259,320</u>	<u>\$ (366,575)</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.
- **Office of Tourism Prop 302** – Used to account for restricted funds to support Maricopa County tourism, marketing, and promotion.
- **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, 2021

	Special Revenue		
	Highway User Revenue	Community Facilities District	Office of Tourism Prop 302
ASSETS			
Cash	\$ 2,517,761	\$ 5,636,897	\$ 62,500
Investments	-	-	-
Receivables:			
Taxes	-	34,069	-
Interest	-	-	-
Assessments	-	-	-
Intergovernmental	545,972	-	-
Accounts	335	4,312	-
Inventories	521,217	-	-
Total assets	<u>\$ 3,585,285</u>	<u>\$ 5,675,278</u>	<u>\$ 62,500</u>
LIABILITIES			
Accounts payable	\$ 2,011,066	\$ 21,935	\$ -
Accrued wages and salaries	60,520	-	-
Deposits held for others	190,208	-	-
Unearned revenues	802,204	-	-
Total liabilities	<u>3,063,998</u>	<u>21,935</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenues- property taxes	-	10,261	-
Unavailable revenue-intergovernmental	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>10,261</u>	<u>-</u>
FUND BALANCES			
Nonspendable	521,217	-	-
Restricted	70	5,643,082	62,500
Committed	-	-	-
Unassigned	-	-	-
Total fund balances	<u>521,287</u>	<u>5,643,082</u>	<u>62,500</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 3,585,285</u>	<u>\$ 5,675,278</u>	<u>\$ 62,500</u>

<u>Grants</u>	<u>Ball Park Special Revenue</u>	<u>Debt Service</u>	<u>Total</u>
\$ 4,992,268	\$ 1,582,103	\$ 746,268	\$ 15,537,797
-	2,277,245	-	2,277,245
-	-	85,168	119,237
-	7,865	92	7,957
-	39,290	-	39,290
296,935	-	-	842,907
-	-	-	4,647
-	-	-	521,217
<u>\$ 5,289,203</u>	<u>\$ 3,906,503</u>	<u>\$ 831,528</u>	<u>\$ 19,350,297</u>
\$ 56,008	\$ 72,712	\$ -	\$ 2,161,721
9,194	104,569	-	174,283
-	-	-	190,208
-	135	-	802,339
<u>65,202</u>	<u>177,416</u>	<u>-</u>	<u>3,328,551</u>
-	-	45,462	55,723
5,374,749	-	-	5,374,749
<u>5,374,749</u>	<u>-</u>	<u>45,462</u>	<u>5,430,472</u>
-	-	-	521,217
-	-	786,066	6,491,718
-	3,729,087	-	3,729,087
(150,748)	-	-	(150,748)
<u>(150,748)</u>	<u>3,729,087</u>	<u>786,066</u>	<u>10,591,274</u>
<u>\$ 5,289,203</u>	<u>\$ 3,906,503</u>	<u>\$ 831,528</u>	<u>\$ 19,350,297</u>

CITY OF GOODYEAR, ARIZONA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2021

	Special Revenue		
	Highway User Revenue	Community Facilities Districts	Office of Tourism Prop 302
REVENUES			
Taxes	\$ -	\$ 1,679,889	\$ -
Intergovernmental	6,047,403	-	62,500
Charges for services	34,727	-	-
Investment income	1,800	4,449	-
Contributions	-	105,711	-
	<u>6,083,930</u>	<u>1,790,049</u>	<u>62,500</u>
Total revenues	<u>6,083,930</u>	<u>1,790,049</u>	<u>62,500</u>
EXPENDITURES			
Current:			
General government	-	6,125,454	-
Public safety	-	-	-
Public works/streets	7,484,210	-	-
Culture and recreation	-	-	-
Capital outlay	175,134	-	-
Debt service:			
Bond issuance costs	-	-	-
Principal	-	-	-
Interest and fiscal charges	-	-	-
	<u>7,659,344</u>	<u>6,125,454</u>	<u>-</u>
Total expenditures	<u>7,659,344</u>	<u>6,125,454</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,575,414)</u>	<u>(4,335,405)</u>	<u>62,500</u>
OTHER FINANCING SOURCES (USES)			
Payments to refunding escrow	-	-	-
Refunding bonds issued	-	-	-
Transfers out	(18,900)	-	-
Transfers in	2,115,601	-	-
	<u>2,096,701</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses):	<u>2,096,701</u>	<u>-</u>	<u>-</u>
Net change in fund balances	521,287	(4,335,405)	62,500
Fund balances, beginning of year	<u>-</u>	<u>9,978,487</u>	<u>-</u>
Fund balances, end of year	<u>\$ 521,287</u>	<u>\$ 5,643,082</u>	<u>\$ 62,500</u>

Grants	Ball Park Special Revenue	Debt Service	Total
\$ -	\$ -	\$ 7,149,239	\$ 8,829,128
488,838	-	-	6,598,741
-	1,253,959	-	1,288,686
-	(39,875)	(49,342)	(82,968)
-	1,293,358	-	1,399,069
<u>488,838</u>	<u>2,507,442</u>	<u>7,099,897</u>	<u>18,032,656</u>
-	-	-	6,125,454
380,943	-	-	380,943
64,316	-	-	7,548,526
-	4,639,317	-	4,639,317
191,244	251,782	-	618,160
-	318,990	-	318,990
-	6,920,000	4,503,314	11,423,314
-	3,499,813	1,970,523	5,470,336
<u>636,503</u>	<u>15,629,902</u>	<u>6,473,837</u>	<u>36,525,040</u>
<u>(147,665)</u>	<u>(13,122,460)</u>	<u>626,060</u>	<u>(18,492,384)</u>
-	(25,201,010)	-	(25,201,010)
-	25,520,000	-	25,520,000
-	-	-	(18,900)
-	13,489,315	-	15,604,916
<u>-</u>	<u>13,808,305</u>	<u>-</u>	<u>15,905,006</u>
(147,665)	685,845	626,060	(2,587,378)
<u>(3,083)</u>	<u>3,043,242</u>	<u>160,006</u>	<u>13,178,652</u>
<u>\$ (150,748)</u>	<u>\$ 3,729,087</u>	<u>\$ 786,066</u>	<u>\$ 10,591,274</u>

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, 2021

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental revenue	\$ 5,283,600	\$ 5,283,600	\$ 6,047,403	\$ 763,803
Charges for services	-	-	34,727	34,727
Investment income	-	-	1,800	1,800
Total revenues	<u>5,283,600</u>	<u>5,283,600</u>	<u>6,083,930</u>	<u>800,330</u>
EXPENDITURES				
Current:				
Highways and streets	9,028,200	9,190,500	7,484,210	1,706,290
Capital outlay	<u>71,000</u>	<u>967,900</u>	<u>175,134</u>	<u>792,766</u>
Total expenditures	<u>9,099,200</u>	<u>10,158,400</u>	<u>7,659,344</u>	<u>2,499,056</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,815,600)</u>	<u>(4,874,800)</u>	<u>(1,575,414)</u>	<u>3,299,386</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(251,900)	(18,900)	(18,900)	-
Transfers in	<u>3,909,400</u>	<u>4,290,300</u>	<u>2,115,601</u>	<u>(2,174,699)</u>
Total other financing sources (uses)	<u>3,657,500</u>	<u>4,271,400</u>	<u>2,096,701</u>	<u>(2,174,699)</u>
Net change in fund balance	(158,100)	(603,400)	521,287	1,124,687
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	<u>\$ (158,100)</u>	<u>\$ (603,400)</u>	<u>\$ 521,287</u>	<u>\$ 1,124,687</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, 2021

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes	\$ 1,813,400	\$ 1,813,400	\$ 1,679,889	\$ (133,511)
Investment income	63,600	63,600	4,449	(59,151)
Contributions	102,000	102,000	105,711	3,711
Total revenues	<u>1,979,000</u>	<u>1,979,000</u>	<u>1,790,049</u>	<u>(188,951)</u>
EXPENDITURES				
Current:				
General government	<u>7,676,400</u>	<u>7,676,400</u>	<u>6,125,454</u>	<u>1,550,946</u>
Total expenditures	<u>7,676,400</u>	<u>7,676,400</u>	<u>6,125,454</u>	<u>1,550,946</u>
Net change in fund balance	(5,697,400)	(5,697,400)	(4,335,405)	1,361,995
Fund balance, beginning of year	<u>9,978,487</u>	<u>9,978,487</u>	<u>9,978,487</u>	<u>-</u>
Fund balance, end of year	<u>\$ 4,281,087</u>	<u>\$ 4,281,087</u>	<u>\$ 5,643,082</u>	<u>\$ 1,361,995</u>

CITY OF GOODYEAR, ARIZONA
OFFICE OF TOURISM PROP 302
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental revenue	\$ -	\$ -	\$ 62,500	\$ 62,500
Total revenues	<u>-</u>	<u>-</u>	<u>62,500</u>	<u>62,500</u>
Net change in fund balance	-	-	62,500	62,500
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 62,500</u>	<u>\$ 62,500</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, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental revenue	\$ 232,100	\$ 232,100	\$ 488,838	\$ 256,738
Total revenues	<u>232,100</u>	<u>232,100</u>	<u>488,838</u>	<u>256,738</u>
EXPENDITURES				
Current:				
Public safety	519,300	760,400	380,943	379,457
Highways and streets	138,400	102,500	64,316	38,184
Capital outlay	<u>33,000</u>	<u>288,600</u>	<u>191,244</u>	<u>97,356</u>
Total expenditures	<u>690,700</u>	<u>1,151,500</u>	<u>636,503</u>	<u>514,997</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(458,600)</u>	<u>(919,400)</u>	<u>(147,665)</u>	<u>771,735</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>-</u>	<u>(785,100)</u>	<u>-</u>	<u>785,100</u>
Total other financing sources (uses)	<u>-</u>	<u>(785,100)</u>	<u>-</u>	<u>785,100</u>
Net change in fund balance	(458,600)	(1,704,500)	(147,665)	1,556,835
Fund balance, beginning of year	<u>(3,083)</u>	<u>(3,083)</u>	<u>(3,083)</u>	<u>-</u>
Fund balance, end of year	<u>\$ (461,683)</u>	<u>\$ (1,707,583)</u>	<u>\$ (150,748)</u>	<u>\$ 1,556,835</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, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 3,578,600	\$ 2,295,200	\$ 1,253,959	\$ (1,041,241)
Investment income	2,100	2,100	(39,875)	(41,975)
Contributions	64,500	1,347,900	1,293,358	(54,542)
Total revenues	<u>3,645,200</u>	<u>3,645,200</u>	<u>2,507,442</u>	<u>(1,137,758)</u>
EXPENDITURES				
Current:				
Culture and recreation	5,153,500	5,903,400	4,639,317	1,264,083
Capital outlay	1,138,300	1,460,800	251,782	1,209,018
Debt Service:				
Bond issuance cost	-	319,100	318,990	110
Principal	6,135,000	6,135,000	6,920,000	(785,000)
Interest	4,026,100	4,026,100	3,499,813	526,287
Total expenditures	<u>16,452,900</u>	<u>17,844,400</u>	<u>15,629,902</u>	<u>2,214,498</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(12,807,700)</u>	<u>(14,199,200)</u>	<u>(13,122,460)</u>	<u>1,076,740</u>
OTHER FINANCING SOURCES (USES)				
Payments to refunding escrow	-	(25,201,100)	(25,201,010)	90
Refunding bonds issued	-	-	25,520,000	25,520,000
Transfers in	13,711,700	14,542,600	13,489,315	(1,053,285)
Total other financing sources (uses)	<u>13,711,700</u>	<u>(10,658,500)</u>	<u>13,808,305</u>	<u>24,466,805</u>
Net change in fund balance	904,000	(24,857,700)	685,845	25,543,545
Fund balance, beginning of year	<u>3,043,242</u>	<u>3,043,242</u>	<u>3,043,242</u>	<u>-</u>
Fund balance, end of year	<u>\$ 3,947,242</u>	<u>\$ (21,814,458)</u>	<u>\$ 3,729,087</u>	<u>\$ 25,543,545</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, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 7,193,200	\$ 7,193,200	\$ 7,149,239	\$ (43,961)
Investment income	-	-	(49,342)	(49,342)
Total revenues	<u>7,193,200</u>	<u>7,193,200</u>	<u>7,099,897</u>	<u>(93,303)</u>
EXPENDITURES				
Debt service				
Principal	5,323,700	5,323,700	4,503,314	820,386
Interest and fiscal charges	1,975,000	1,975,000	1,970,523	4,477
Total expenditures	<u>7,298,700</u>	<u>7,298,700</u>	<u>6,473,837</u>	<u>824,863</u>
Net change in fund balance	(105,500)	(105,500)	626,060	731,560
Fund balance, beginning of year	<u>160,006</u>	<u>160,006</u>	<u>160,006</u>	<u>-</u>
Fund balance, end of year	<u>\$ 54,506</u>	<u>\$ 54,506</u>	<u>\$ 786,066</u>	<u>\$ 731,560</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, 2021

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Charges for services	\$ 120,000	\$ 120,000	\$ 103,507	\$ (16,493)
Investment income	-	-	167	167
Total revenues	<u>120,000</u>	<u>120,000</u>	<u>103,674</u>	<u>(16,326)</u>
EXPENDITURES				
Current:				
Highways and streets	<u>200,000</u>	<u>200,000</u>	-	<u>200,000</u>
Total expenditures	<u>200,000</u>	<u>200,000</u>	-	<u>200,000</u>
Net change in fund balances	(80,000)	(80,000)	103,674	183,674
Fund balance, beginning of year	<u>1,156,827</u>	<u>1,156,827</u>	<u>1,156,827</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,076,827</u>	<u>\$ 1,076,827</u>	<u>\$ 1,260,501</u>	<u>\$ 183,674</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, 2021

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Fines and forfeits	\$ 55,000	\$ 55,000	\$ 89,135	\$ 34,135
Investment income	-	-	89	89
Total revenues	<u>55,000</u>	<u>55,000</u>	<u>89,224</u>	<u>34,224</u>
EXPENDITURES				
Current:				
Public safety	<u>47,800</u>	<u>48,200</u>	<u>35,112</u>	<u>13,088</u>
Total expenditures	<u>47,800</u>	<u>48,200</u>	<u>35,112</u>	<u>13,088</u>
Net change in fund balances	7,200	6,800	54,112	47,312
Fund balance, beginning of year	<u>216,368</u>	<u>216,368</u>	<u>216,368</u>	<u>-</u>
Fund balance, end of year	<u>\$ 223,568</u>	<u>\$ 223,168</u>	<u>\$ 270,480</u>	<u>\$ 47,312</u>

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, 2021

	<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	\$ 7,263	\$ (237)
Investment income	-	-	61	61
Total revenues	<u>7,500</u>	<u>7,500</u>	<u>7,324</u>	<u>(176)</u>
EXPENDITURES				
Current:				
Public Safety	<u>100,000</u>	<u>100,000</u>	<u>65,671</u>	<u>34,329</u>
Total expenditures	<u>100,000</u>	<u>100,000</u>	<u>65,671</u>	<u>34,329</u>
Net change in fund balances	(92,500)	(92,500)	(58,347)	34,153
Fund balance, beginning of year	<u>121,560</u>	<u>121,560</u>	<u>121,560</u>	<u>-</u>
Fund balance, end of year	<u>\$ 29,060</u>	<u>\$ 29,060</u>	<u>\$ 63,213</u>	<u>\$ 34,153</u>

CITY OF GOODYEAR, ARIZONA
JCEF
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2021

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Fines and forfeits	\$ 16,000	\$ 16,000	\$ 12,360	\$ (3,640)
Investment income	-	-	215	215
Total revenues	<u>16,000</u>	<u>16,000</u>	<u>12,575</u>	<u>(3,425)</u>
EXPENDITURES				
Current:				
Public Safety	<u>80,000</u>	<u>80,000</u>	-	<u>80,000</u>
Total expenditures	<u>80,000</u>	<u>80,000</u>	-	<u>80,000</u>
Net change in fund balances	(64,000)	(64,000)	12,575	76,575
Fund balance, beginning of year	<u>107,546</u>	<u>107,546</u>	<u>107,546</u>	<u>-</u>
Fund balance, end of year	<u>\$ 43,546</u>	<u>\$ 43,546</u>	<u>\$ 120,121</u>	<u>\$ 76,575</u>

CITY OF GOODYEAR, ARIZONA
IMPOUND
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2021

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Charges for services	\$ 76,000	\$ 76,000	\$ 82,500	\$ 6,500
Investment income	4,000	4,000	43	(3,957)
Total revenues	<u>80,000</u>	<u>80,000</u>	<u>82,543</u>	<u>2,543</u>
EXPENDITURES				
Current:				
Public safety	127,400	128,300	86,170	42,130
Capital outlay	<u>67,300</u>	<u>67,300</u>	<u>37,730</u>	<u>29,570</u>
Total expenditures	<u>194,700</u>	<u>195,600</u>	<u>123,900</u>	<u>71,700</u>
Net change in fund balances	(114,700)	(115,600)	(41,357)	74,243
Fund balance, beginning of year	<u>282,219</u>	<u>282,219</u>	<u>282,219</u>	<u>-</u>
Fund balance, end of year	<u>\$ 167,519</u>	<u>\$ 166,619</u>	<u>\$ 240,862</u>	<u>\$ 74,243</u>

CITY OF GOODYEAR, ARIZONA
AZ SMART AND SAFE
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2021

	<u>Budgeted Amounts</u>		<u>Non-GAAP Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental revenue	\$ -	\$ -	\$ 84,098	\$ 84,098
Total revenues	<u>-</u>	<u>-</u>	<u>84,098</u>	<u>84,098</u>
Net change in fund balances	-	-	84,098	84,098
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 84,098</u>	<u>\$ 84,098</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, 2021

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Fines and forfeits	\$ 20,000	\$ 20,000	\$ 16,215	\$ (3,785)
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>16,215</u>	<u>(3,785)</u>
EXPENDITURES				
Current:				
Public safety	<u>11,500</u>	<u>28,500</u>	<u>14,520</u>	<u>13,980</u>
Total expenditures	<u>11,500</u>	<u>28,500</u>	<u>14,520</u>	<u>13,980</u>
Net change in fund balances	8,500	(8,500)	1,695	10,195
Fund balance, beginning of year	<u>45,615</u>	<u>45,615</u>	<u>45,615</u>	<u>-</u>
Fund balance, end of year	<u>\$ 54,115</u>	<u>\$ 37,115</u>	<u>\$ 47,310</u>	<u>\$ 10,195</u>

CITY OF GOODYEAR, ARIZONA
WATER AND WASTEWATER
Enterprise Fund
Schedule of Operations
Budget and Actual
For the Year Ended June 30, 2021

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Operating Revenues				
Charges for services	\$ 43,284,100	\$ 43,284,100	\$ 62,819,793	\$ 19,535,693
Other revenues	1,015,200	1,015,200	164,087	(851,113)
Total operating revenues	<u>44,299,300</u>	<u>44,299,300</u>	<u>62,983,880</u>	<u>18,684,580</u>
Operating Expenses				
Salaries, wages and benefits	6,983,800	7,039,200	6,728,658	310,542
Cost of sales and services	171,589,800	143,225,900	26,064,560	117,161,340
Depreciation	-	-	9,353,072	(9,353,072)
Total operating expenses	<u>178,573,600</u>	<u>150,265,100</u>	<u>42,146,290</u>	<u>108,118,810</u>
Operating income (loss)	<u>(134,274,300)</u>	<u>(105,965,800)</u>	<u>20,837,590</u>	<u>126,803,390</u>
Non-operating Revenues (Expenses)				
Investment income	573,900	573,900	(464,874)	(1,038,774)
Interest and debt cost	(12,743,600)	(12,743,600)	(6,337,296)	6,406,304
Gain (loss) on sale of assets	-	-	4,725	4,725
Total non-operating revenue (expense)	<u>(12,169,700)</u>	<u>(12,169,700)</u>	<u>(6,797,445)</u>	<u>5,372,255</u>
Income (loss) before contributions and transfers	(146,444,000)	(118,135,500)	14,040,145	132,175,645
Capital contributions	11,244,000	11,244,000	26,481,652	15,237,652
Transfers out	(5,970,400)	(5,927,000)	(5,549,718)	377,282
Change in net position	(141,170,400)	(112,818,500)	34,972,079	147,790,579
Total net position, beginning of year	<u>281,082,333</u>	<u>281,082,333</u>	<u>281,082,333</u>	<u>-</u>
Total net position, end of year	<u>\$ 139,911,933</u>	<u>\$ 168,263,833</u>	<u>\$ 316,054,412</u>	<u>\$ 147,790,579</u>

CITY OF GOODYEAR, ARIZONA
SANITATION
Enterprise Fund
Schedule of Operations
Budget and Actual
For the Year Ended June 30, 2021

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Operating Revenues				
Charges for services	\$ 8,491,300	\$ 8,491,300	\$ 8,042,545	\$ (448,755)
Other revenues	9,000	9,000	-	(9,000)
Total operating revenues	<u>8,500,300</u>	<u>8,500,300</u>	<u>8,042,545</u>	<u>(457,755)</u>
Operating Expenses				
Salaries, wages and benefits	1,134,900	1,144,400	1,208,574	(64,174)
Cost of sales and services	6,650,000	6,750,800	5,112,620	1,638,180
Depreciation	-	-	226,428	(226,428)
Total operating expenses	<u>7,784,900</u>	<u>7,895,200</u>	<u>6,547,622</u>	<u>1,347,578</u>
Operating income (loss)	<u>715,400</u>	<u>605,100</u>	<u>1,494,923</u>	<u>889,823</u>
Non-operating Revenues (Expenses)				
Investment income	61,000	61,000	2,878	(58,122)
Gain (loss) on sale of assets	-	-	109,225	109,225
Total non-operating revenue (expense)	<u>61,000</u>	<u>61,000</u>	<u>112,103</u>	<u>51,103</u>
Income (loss) before contributions and transfers	776,400	666,100	1,607,026	940,926
Transfers out	<u>(1,609,500)</u>	<u>(1,625,000)</u>	<u>(1,350,835)</u>	<u>274,165</u>
Change in net position	(833,100)	(958,900)	256,191	1,215,091
Total net position, beginning of year	<u>5,437,458</u>	<u>5,437,458</u>	<u>5,437,458</u>	<u>-</u>
Total net position, end of year	<u>\$ 4,604,358</u>	<u>\$ 4,478,558</u>	<u>\$ 5,693,649</u>	<u>\$ 1,215,091</u>

STATISTICAL SECTION

The Statistical Section presents financial statement trends as well as detailed financial and operational information not available elsewhere in the report. The Statistical Section is intended to enhance the reader's understanding of the information presented in the Financial Statements, Notes to the Financial Statements, and Other Supplementary Information presented in this report.



STATISTICAL SECTION

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

Financial Trends

These schedules contain 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			
	2012*	2013	2014**	2015
Governmental Activities				
Net investment in capital assets	\$ 329,064,345	\$ 333,034,884	\$ 345,513,895	\$ 365,019,949
Restricted	108,246,415	99,128,020	85,246,465	92,247,738
Unrestricted	<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>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	178,432,900	178,456,590	177,274,142	176,380,867
Restricted	3,799,026	3,196,131	5,640,492	7,607,902
Unrestricted	<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>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	507,497,245	511,491,474	522,788,037	541,400,816
Restricted	112,045,441	102,324,151	90,886,957	99,855,640
Unrestricted	<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>\$ 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	2021
\$ 361,739,970	\$ 379,899,821	\$ 381,473,262	\$ 342,610,234	\$ 334,972,021	\$ 435,167,043
92,276,066	90,497,505	87,435,376	149,077,511	155,095,665	147,571,052
19,147,997	16,944,442	29,981,817	43,643,472	112,776,992	106,628,136
<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>	<u>689,366,231</u>
180,640,162	181,242,982	199,032,946	227,004,152	254,623,951	302,551,844
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	19,196,217
<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>	<u>321,748,061</u>
542,380,132	561,142,803	580,506,208	569,614,386	589,595,972	737,718,887
110,407,785	111,569,739	100,904,084	155,423,715	155,095,665	147,571,052
26,528,488	32,919,264	54,348,401	70,603,672	144,672,832	125,824,353
<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>	<u>\$ 1,011,114,292</u>

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

	2012	2013	2014	2015	2016
Expenses**					
Governmental Activities:					
General government	\$ 18,353,630	\$ 17,652,646	\$ 18,216,169	\$ 19,624,056	\$ 19,824,313
Public safety	25,423,233	27,987,404	30,710,193	31,834,683	34,823,588
Highways and streets	13,179,678	14,355,644	19,368,539	17,941,162	20,753,487
Public works	4,168,252	3,090,345	2,773,348	3,361,822	7,920,958
Culture and recreation	4,962,070	5,539,612	5,827,309	6,422,764	6,880,654
Development services	6,225,917	7,194,428	5,836,254	7,005,308	7,981,904
Interest on long-term debt	10,441,684	10,411,562	9,282,269	8,763,353	8,479,284
Total Governmental Activities Expenses	<u>\$ 82,754,464</u>	<u>\$ 86,231,641</u>	<u>\$ 92,014,081</u>	<u>\$ 94,953,148</u>	<u>\$ 106,664,188</u>
Business-type Activities					
Water and wastewater	\$ 20,654,800	\$ 21,912,587	\$ 23,511,395	\$ 25,489,522	\$ 27,647,487
Sanitation	5,154,201	5,246,666	5,472,534	5,802,163	6,444,459
Stadium*	11,634,491	12,204,354	12,529,987	12,407,494	12,647,134
Total Business-type Activities Expenses	<u>\$ 37,443,492</u>	<u>\$ 39,363,607</u>	<u>\$ 41,513,916</u>	<u>\$ 43,699,179</u>	<u>\$ 46,739,080</u>
Total Primary Government Expenses	<u>\$ 120,197,956</u>	<u>\$ 125,595,248</u>	<u>\$ 133,527,997</u>	<u>\$ 138,652,327</u>	<u>\$ 153,403,268</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 statement

Source: Statement of Activities

Table 2

	2017	2018	2019	2020	2021
\$	20,151,975	\$ 23,781,937	\$ 23,478,993	\$ 26,604,672	\$ 31,006,001
	47,535,184	45,439,446	52,241,594	59,271,160	60,372,627
	19,181,162	26,460,464	21,330,274	21,599,888	21,439,214
	3,569,658	4,232,567	7,972,935	10,177,808	9,655,317
	15,363,752	19,080,188	19,083,232	18,739,373	19,716,170
	7,316,935	6,591,111	8,380,985	10,466,142	11,665,512
	12,131,284	11,582,014	8,797,275	9,009,554	10,360,626
\$	<u>125,249,950</u>	<u>137,167,727</u>	<u>141,285,288</u>	<u>155,868,597</u>	<u>164,215,467</u>
\$	30,139,626	\$ 26,853,794	\$ 31,493,180	\$ 40,540,282	\$ 48,483,586
	5,868,228	6,206,843	6,681,134	6,028,780	6,547,622
	-	-	-	-	-
\$	<u>36,007,854</u>	<u>33,060,637</u>	<u>38,174,314</u>	<u>46,569,062</u>	<u>55,031,208</u>
\$	<u>161,257,804</u>	<u>170,228,364</u>	<u>179,459,602</u>	<u>202,437,659</u>	<u>219,246,675</u>

continued

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

	Fiscal Year				
	2012	2013	2014	2015	2016
Program Revenue*					
Governmental Activities:					
Charges for Services:					
General government	\$ 1,691,455	\$ 2,884,854	\$ 2,603,723	\$ 2,766,974	\$ 2,398,256
Public safety	807,498	1,176,336	714,614	1,624,427	1,713,627
Highway and streets	-	-	-	-	-
Public works	-	-	-	-	-
Culture and recreation	322,215	304,128	433,384	416,607	386,041
Developmental services	4,163,050	6,206,750	6,899,047	5,353,778	7,043,227
Operating Grants and Contributions	7,636,691	4,654,268	7,565,511	10,777,134	9,518,206
Capital Grants and Contributions	9,701,254	11,358,824	6,171,185	8,252,449	12,134,476
Total Governmental Activities Program Revenues	<u>\$ 24,322,163</u>	<u>\$ 26,585,160</u>	<u>\$ 24,387,464</u>	<u>\$ 29,191,369</u>	<u>\$ 33,193,833</u>
Business-type Activities:					
Charges for Services:					
Water and wastewater	\$ 20,105,006	\$ 22,667,401	\$ 24,767,428	\$ 24,650,687	\$ 27,724,410
Sanitation	6,115,977	6,368,920	6,641,318	6,922,425	7,125,427
Stadium*	1,633,230	1,741,609	2,182,278	2,237,359	2,234,046
Operating Grants and Contributions	-	-	-	-	110,837
Capital Grants and Contributions	9,252,599	7,987,680	5,962,050	14,454,883	11,692,490
Total Business-type Activities Revenues	<u>37,106,812</u>	<u>38,765,610</u>	<u>39,553,074</u>	<u>48,265,354</u>	<u>48,887,210</u>
Total Primary Government Revenues	<u>\$ 61,428,975</u>	<u>\$ 65,350,770</u>	<u>\$ 63,940,538</u>	<u>\$ 77,456,723</u>	<u>\$ 82,081,043</u>
Net (Expense)/Revenue					
Governmental Activities	\$ (58,432,301)	\$ (59,646,481)	\$ (67,626,617)	\$ (65,761,779)	\$ (73,470,355)
Business-type Activities	(336,680)	(597,997)	(1,960,842)	4,566,175	2,148,130
Total Primary Government Net Revenues	<u>\$ (58,768,981)</u>	<u>\$ (60,244,478)</u>	<u>\$ (69,587,459)</u>	<u>\$ (61,195,604)</u>	<u>\$ (71,322,225)</u>

Note:

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

Source: Statement of Activities

Table 2

Fiscal Year				
2017	2018	2019	2020	2021
\$ 2,368,056	\$ 2,592,414	\$ 4,965,435	\$ 3,509,152	\$ 7,070,344
1,313,160	1,373,556	6,987,626	7,243,340	7,421,123
-	81,727	382,531	440,190	490,969
-	-	405,393	583,405	501,541
3,135,416	2,984,530	4,008,274	2,916,950	2,765,727
9,079,431	10,416,143	12,993,399	18,765,859	19,839,213
10,546,333	16,164,698	9,809,818	18,571,098	9,587,222
12,246,216	7,442,815	21,231,123	23,253,699	30,499,488
<u>\$ 38,688,612</u>	<u>\$ 41,055,883</u>	<u>\$ 60,783,599</u>	<u>\$ 75,283,693</u>	<u>\$ 78,175,627</u>
\$ 31,358,803	\$ 35,203,483	\$ 42,658,585	\$ 60,392,907	\$ 62,983,880
7,577,840	7,812,267	8,058,461	8,319,350	8,042,545
-	-	-	-	-
110,718	-	-	-	-
13,317,172	12,237,823	12,962,807	5,765,107	26,481,652
<u>52,364,533</u>	<u>55,253,573</u>	<u>63,679,853</u>	<u>74,477,364</u>	<u>97,508,077</u>
<u>\$ 91,053,145</u>	<u>\$ 96,309,456</u>	<u>\$ 124,463,452</u>	<u>\$ 149,761,057</u>	<u>\$ 175,683,704</u>
\$ (86,561,338)	\$ (96,111,844)	\$ (80,501,689)	\$ (80,584,904)	\$ (86,039,840)
16,356,679	22,192,936	25,505,539	27,908,302	42,476,869
<u>\$ (70,204,659)</u>	<u>\$ (73,918,908)</u>	<u>\$ (54,996,150)</u>	<u>\$ (52,676,602)</u>	<u>\$ (43,562,971)</u>

continued

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

	Fiscal Year				
	2012	2013	2014	2015	2016
Revenues and Other Changes in Net Position					
Governmental Activities:					
Taxes	\$ 55,301,512	\$ 58,957,595	\$ 63,495,983	\$ 66,223,459	\$ 71,256,446
Intergovernmental	12,704,826	14,194,960	15,285,440	16,361,588	16,848,837
Investment income	319,017	439,982	414,689	361,146	710,040
Special assessments*	-	-	2,189,906	4,980,000	-
Miscellaneous	493,244	1,455,665	1,183,618	975,258	393,977
Transfers	(3,892,665)	(4,876,544)	(5,138,252)	(582,797)	(5,564,606)
Special item - Loss on debt extinguishment	-	-	-	-	-
Total Governmental Activities	<u>\$ 64,925,934</u>	<u>\$ 70,171,658</u>	<u>\$ 77,431,384</u>	<u>\$ 88,318,654</u>	<u>\$ 83,644,694</u>
Business-type Activities					
Investment income	\$ 92,945	\$ 95,839	\$ 136,531	\$ 151,405	\$ 237,615
Proceeds from the sale of water rights	-	-	-	-	-
Miscellaneous	117,103	432,983	222,911	103,482	22,955
Transfers	3,892,665	4,876,544	5,138,252	582,797	5,564,606
Total Business-type Activities	<u>\$ 4,102,713</u>	<u>\$ 5,405,366</u>	<u>\$ 5,497,694</u>	<u>\$ 837,684</u>	<u>\$ 5,825,176</u>
Total Primary Government	<u>\$ 69,028,647</u>	<u>\$ 75,577,024</u>	<u>\$ 82,929,078</u>	<u>\$ 89,156,338</u>	<u>\$ 89,469,870</u>
Changes in Net Position					
Governmental Activities	\$ 6,493,633	\$ 10,525,177	\$ 9,804,767	\$ 22,556,875	\$ 10,174,339
Business-type Activities	3,766,033	4,807,369	3,536,852	5,403,859	7,973,306
Total Primary Government	<u>\$ 10,259,666</u>	<u>\$ 15,332,546</u>	<u>\$ 13,341,619</u>	<u>\$ 27,960,734</u>	<u>\$ 18,147,645</u>

Note:

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

Source: Statement of Activities

Table 2

Fiscal Year				
2017	2018	2019	2020	2021
\$ 74,899,373	\$ 82,662,446	\$ 90,314,174	\$ 116,603,604	\$ 137,957,936
20,019,457	19,967,694	21,244,412	22,785,856	26,494,716
560,547	1,196,857	4,661,685	4,412,256	899,168
-	-	-	-	-
886,502	341,814	934,949	797,405	309,020
2,800,000	3,700,000	3,700,000	3,499,244	6,900,553
-	(36,893)	-	-	-
<u>\$ 99,165,879</u>	<u>\$ 107,868,811</u>	<u>\$ 120,855,220</u>	<u>\$ 148,098,365</u>	<u>\$ 172,561,393</u>
\$ 123,100	\$ 47,246	\$ 1,595,877	\$ 1,800,177	\$ (461,996)
-	-	-	-	-
31,081	37,024	40,902	-	113,950
(2,800,000)	(3,700,000)	(3,700,000)	(3,499,244)	(6,900,553)
<u>\$ (2,645,819)</u>	<u>\$ (3,615,730)</u>	<u>\$ (2,063,221)</u>	<u>\$ (1,699,067)</u>	<u>\$ (7,248,599)</u>
<u>\$ 96,520,060</u>	<u>\$ 104,253,081</u>	<u>\$ 118,791,999</u>	<u>\$ 146,399,298</u>	<u>\$ 165,312,794</u>
\$ 12,604,541	\$ 11,756,967	\$ 40,353,531	\$ 67,513,461	\$ 86,521,553
13,710,860	18,577,206	23,442,318	26,209,235	35,228,270
<u>\$ 26,315,401</u>	<u>\$ 30,334,173</u>	<u>\$ 63,795,849</u>	<u>\$ 93,722,696</u>	<u>\$ 121,749,823</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	
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
2021	25,858,467	108,495,439	3,604,030	14,084,067	12,410,649	6,020,431

Source: City Financial Records and Reports

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

	Fiscal Year				
	2012	2013	2014	2015	2016
City Privilege (Sales) Tax	\$ 36,364,557	\$ 40,222,752	\$ 43,775,464	\$ 45,333,649	\$ 49,309,600
State-Shared Sales Tax	5,100,608	5,342,879	5,681,717	5,965,400	6,258,721
State-Shared Income Tax	5,509,258	6,667,701	7,275,727	7,901,942	7,859,101
State-Share Vehicle License Tax	2,094,960	2,184,380	2,327,996	2,494,245	2,729,966
Fines and Forfeitures	825,971	809,334	884,735	860,313	839,108
Franchise Taxes	2,460,521	2,529,456	2,611,016	2,718,204	2,832,759
Total	<u>\$ 52,355,875</u>	<u>\$ 57,756,502</u>	<u>\$ 62,556,655</u>	<u>\$ 65,273,754</u>	<u>\$ 69,829,255</u>

Source: City Financial Records and Reports

Table 4

Fiscal Year				
2017	2018	2019	2020	2021
\$ 52,085,570	\$ 58,831,503	\$ 64,940,363	\$ 89,722,744	\$ 108,495,439
7,217,395	7,151,224	8,121,305	8,558,218	9,962,516
9,665,448	9,613,508	9,670,794	10,711,765	12,410,649
3,106,615	3,202,962	3,452,313	3,515,873	4,121,551
925,314	1,044,317	1,044,516	869,101	1,037,122
2,941,175	3,181,840	3,274,113	3,207,164	3,604,030
<u>\$ 75,941,517</u>	<u>\$ 83,025,354</u>	<u>\$ 90,503,404</u>	<u>\$ 116,584,865</u>	<u>\$ 139,631,307</u>

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

	Fiscal Year				
	2012	2013	2014	2015	2016
Retail Trade	\$ 13,576,350	\$ 14,265,735	\$ 15,787,043	\$ 16,348,224	\$ 17,279,498
Food for Home Consumption	N/A	N/A	N/A	N/A	N/A
Retail Sales Single Item Over \$5,000	N/A	N/A	N/A	N/A	N/A
Online Marketplace	N/A	N/A	N/A	N/A	N/A
Construction	4,755,592	7,027,296	7,988,471	5,559,142	7,545,663
Restaurant & Bar	4,763,951	5,079,528	5,450,424	6,343,415	7,032,111
Utilities	3,469,559	3,656,309	3,819,536	4,051,837	4,077,652
Real Estate	3,480,031	4,405,695	4,467,373	5,480,481	5,575,550
Use Tax	N/A	N/A	N/A	N/A	N/A
Hotels	873,241	885,571	849,052	1,067,357	1,096,710
Miscellaneous	1,414,929	873,005	968,896	1,032,464	839,592
Services	1,640,296	1,700,258	1,764,488	2,424,312	2,833,590
Mining & Government	9,534	970	4,024	7,159	6,534
Manufacturing	701,876	759,858	931,362	1,318,999	1,410,894
Wholesale Trade	924,842	977,475	1,072,608	1,130,527	1,032,679
Total*	<u>\$ 35,610,202</u>	<u>\$ 39,631,700</u>	<u>\$ 43,103,277</u>	<u>\$ 44,763,917</u>	<u>\$ 48,730,473</u>

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

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

Table 5

Fiscal Year					
	2017	2018	2019	2020	2021
\$	15,858,660	\$ 17,225,692	\$ 19,005,260	\$ 23,110,619	\$ 33,935,084
	3,025,758	3,010,974	3,521,946	4,244,991	4,934,402
	1,467,287	1,551,211	1,572,031	1,808,400	2,235,620
	N/A	N/A	N/A	1,420,681	4,453,219
	10,836,043	13,341,879	16,452,327	32,982,384	32,360,764
	8,506,564	9,225,969	9,958,478	10,088,705	11,978,934
	3,606,813	3,804,722	3,882,328	3,880,600	4,325,833
	4,772,566	5,005,280	5,690,265	6,518,205	8,006,495
	1,185,539	1,530,696	3,025,135	3,013,942	3,414,172
	1,109,804	1,269,275	1,408,405	1,302,400	1,682,639
	511,710	647,714	690,088	717,475	436,584
	N/A	N/A	N/A	N/A	N/A
	N/A	N/A	N/A	N/A	N/A
	N/A	N/A	N/A	N/A	N/A
	N/A	N/A	N/A	N/A	N/A
\$	<u>50,880,744</u>	<u>\$ 56,613,413</u>	<u>\$ 65,206,263</u>	<u>\$ 89,088,402</u>	<u>\$ 107,763,744</u>

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

	Fiscal Year				
	2012	2013	2014	2015	2016
General Fund					
Nonspendable:					
Advances to other funds	\$ 961,840	\$ 961,840	\$ 961,840	\$ 961,840	\$ 961,840
Inventories	16,258	8,916	25,261	21,656	-
Prepaid items	500,911	486,842	504,865	573,473	667,798
Restricted by:					
Charter mandates	3,377,572	3,528,982	3,676,547	3,841,444	4,009,183
Court	261,229	234,813	221,290	240,631	178,351
Law enforcement	125,812	208,085	274,392	309,112	427,243
Transit	-	543,022	644,135	745,210	847,446
Assigned to:					
IT replacement	437,873	170,684	1,484,148	108,301	498,851
Fleet replacement	1,730,168	3,032,429	1,502,483	2,508,319	3,196,101
Risk management	811,244	357,741	792,947	1,088,234	1,077,452
Parks management	-	-	-	-	1,271,367
Police asset reserve	-	-	-	-	-
Fire asset reserve	-	-	-	-	-
Traffic signal reserve	-	-	-	-	-
General Fund FY2021 Budget	-	-	-	-	-
Unassigned	<u>23,074,844</u>	<u>33,325,255</u>	<u>43,707,677</u>	<u>49,783,760</u>	<u>52,620,845</u>
Total General Fund	<u>\$ 31,297,751</u>	<u>\$ 42,858,609</u>	<u>\$ 53,795,585</u>	<u>\$ 60,181,980</u>	<u>\$ 65,756,477</u>
All Other Governmental Funds					
Nonspendable:					
Inventories	\$ 412,916	\$ 595,675	\$ 650,344	\$ 487,413	\$ 564,639
Prepaid items	45,225	36,182	-	-	-
Restricted by:					
Debt service	15,663,838	15,482,259	14,848,703	13,810,210	12,989,198
Development impact fees	21,720,718	16,241,644	7,892,792	9,833,566	12,882,857
Highway user funds	400,610	493,395	47,570	174,025	721
Tourism	-	-	-	-	-
Transit	-	-	-	-	-
Capital projects	-	1,695,700	274,106	4,414,851	-
Community facilities districts operations	538,410	711,980	803,837	1,109,573	1,434,106
Committed	-	-	-	-	-
Ball Park	-	-	-	-	-
Unassigned	<u>(9,854)</u>	<u>(26,073)</u>	<u>(73,354)</u>	<u>(66,487)</u>	<u>(28,737)</u>
Total All Other Governmental Funds	<u>\$ 38,771,863</u>	<u>\$ 35,230,762</u>	<u>\$ 24,443,998</u>	<u>\$ 29,763,151</u>	<u>\$ 27,842,784</u>

Note:

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

Table 6

Fiscal Year				
2017	2018	2019	2020	2021
\$ 1,251,242	\$ 1,045,531	\$ -	\$ -	\$ -
-	-	311,940	210,154	283,305
683,056	758,946	1,402,473	2,134,415	2,159,059
4,186,816	4,377,576	4,582,213	4,813,576	-
200,753	238,965	294,594	445,474	453,814
384,144	432,662	470,847	327,832	372,270
952,239	1,064,752	1,189,336	1,156,827	1,260,501
1,829,656	1,956,201	1,988,219	2,656,884	3,209,868
1,251,242	4,504,416	3,910,722	3,455,394	5,953,763
933,704	888,212	805,987	475,484	750,000
2,729,350	3,033,620	3,280,541	2,421,309	3,103,501
2,147,582	134,146	156,142	-	-
403,209	454,872	738,260	892,018	987,419
-	74,699	1,362,099	1,299,118	1,387,206
-	-	55,747,287	86,240,624	98,074,000
53,399,369	60,552,115	16,546,219	18,030,053	29,258,434
<u>\$ 70,352,362</u>	<u>\$ 79,516,713</u>	<u>\$ 92,786,879</u>	<u>\$ 124,559,162</u>	<u>\$ 147,253,140</u>
\$ 533,304	\$ 553,663	\$ 678,548	\$ 497,974	\$ 521,217
-	-	-	-	-
13,219,610	5,576,920	5,913,772	5,945,421	2,277,075
12,428,141	19,453,023	29,633,601	43,001,310	55,713,143
37,130	-	-	-	70
-	-	-	-	62,500
-	35,863	249	-	-
9,869,218	21,876,083	43,953,339	40,471,387	38,019,761
1,846,863	2,442,864	10,164,456	9,978,487	5,643,082
1,647,416	1,963,850	2,555,378	-	-
-	-	-	3,043,242	3,729,087
(105,729)	(22,755)	(188,894)	(501,057)	(150,748)
<u>\$ 39,475,953</u>	<u>\$ 51,879,511</u>	<u>\$ 92,710,449</u>	<u>\$ 102,436,764</u>	<u>\$ 105,815,187</u>

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

	Fiscal Year				
	2012	2013	2014	2015	2016
Revenues					
Taxes	\$ 55,397,903	\$ 58,970,605	\$ 63,577,425	\$ 66,203,440	\$ 71,287,200
Licenses and permits	4,729,946	6,793,070	7,460,830	6,558,607	7,357,205
Intergovernmental	19,319,623	18,723,318	19,325,653	21,749,386	21,811,572
Charges for services	3,876,918	6,322,025	4,658,927	4,576,618	5,792,947
Fines and forfeits	825,971	809,334	884,735	860,313	839,108
Investment income	319,017	439,982	414,689	361,146	710,040
Special assessments	5,844,915	5,845,306	5,839,886	5,762,295	6,096,012
Contributions	3,099,952	4,024,175	2,408,357	2,976,642	1,346,713
Miscellaneous	361,202	567,839	1,327,008	243,473	728,930
Total Revenues	<u>93,775,447</u>	<u>102,495,654</u>	<u>105,897,510</u>	<u>109,291,920</u>	<u>115,969,727</u>
Expenditures *					
General government	16,953,769	17,376,427	16,895,276	18,081,622	17,968,635
Public safety	24,862,833	26,764,289	28,310,822	29,505,746	32,881,648
Highways and streets	3,340,208	4,674,325	5,585,966	5,494,087	5,680,917
Public works	2,967,386	2,093,312	2,045,578	2,268,109	2,255,101
Culture and recreation	4,115,701	4,884,349	4,975,947	5,265,454	5,712,191
Development services	4,557,391	5,232,999	5,823,318	6,933,854	7,933,367
Capital outlay	6,437,600	18,252,039	18,496,444	11,326,103	15,988,901
Debt Service:					
Principal retirement	12,433,024	10,226,228	9,441,923	9,291,703	9,772,183
Interest and debt cost	10,687,152	10,987,906	9,765,514	9,323,202	9,046,458
Payment to refunded bond escrow agent	-	-	-	-	-
Total Expenditures	<u>86,355,064</u>	<u>100,491,874</u>	<u>101,340,788</u>	<u>97,489,880</u>	<u>107,239,401</u>
Excess of Revenues over (under) Expenditures	<u>7,420,383</u>	<u>2,003,780</u>	<u>4,556,722</u>	<u>11,802,040</u>	<u>8,730,326</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				
2017	2018	2019	2020	2021
\$ 74,924,078	\$ 82,602,447	\$ 90,300,757	\$ 116,390,115	\$ 138,046,896
9,302,729	10,636,668	12,314,128	18,061,371	19,073,277
25,780,719	26,773,324	27,458,465	39,616,094	34,652,939
9,227,037	10,418,539	12,234,549	17,351,117	23,799,246
925,314	1,044,317	1,044,516	869,101	1,037,122
560,547	1,196,857	4,606,033	4,351,915	898,599
6,009,405	5,968,798	9,868,376	5,509,308	6,810,016
1,638,229	6,358,002	4,036,766	6,247,217	5,588,920
516,160	2,485,672	1,192,520	1,504,393	1,257,515
<u>128,884,218</u>	<u>147,484,624</u>	<u>163,056,110</u>	<u>209,900,631</u>	<u>231,164,530</u>
19,191,902	20,825,896	20,801,270	22,828,171	28,189,094
36,905,961	39,779,006	43,459,463	45,641,389	72,064,162
5,748,952	5,517,174	7,563,123	7,399,662	7,548,526
2,598,519	2,897,716	2,827,608	4,044,509	3,708,625
12,090,866	11,315,720	14,108,472	13,042,653	14,500,770
7,187,389	7,159,767	7,641,804	8,916,314	10,500,186
17,628,611	30,366,883	17,066,876	40,565,230	84,788,927
14,581,544	19,642,573	21,763,951	19,465,657	662,198
12,968,581	15,708,001	12,599,646	10,818,794	25,673,172
-	4,622,056	-	-	10,279,320
<u>128,902,325</u>	<u>157,834,792</u>	<u>147,832,213</u>	<u>172,722,379</u>	<u>257,914,980</u>
<u>(18,107)</u>	<u>(10,350,168)</u>	<u>15,223,897</u>	<u>37,178,252</u>	<u>(26,750,450)</u>

continued

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

	Fiscal Year				
	2012	2013	2014	2015	2016
Other Financing Sources and (Uses)					
Transfer in	\$ 5,504,462	\$ 4,726,150	\$ 5,356,364	\$ 4,588,019	\$ 3,539,227
Transfer out	(9,397,127)	(9,602,694)	(10,494,616)	(9,923,248)	(9,091,060)
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	18,535,000
Refunding bonds premium	949,267	672,545	1,114,908	452,099	2,047,350
Payment to refunded bond escrow agent	<u>(11,530,000)</u>	<u>(10,965,024)</u>	<u>(15,138,166)</u>	<u>(7,168,901)</u>	<u>(20,106,713)</u>
 Total Other Financing Sources and (Uses)	 <u>(1,033,440)</u>	 <u>6,015,977</u>	 <u>(4,406,510)</u>	 <u>(96,492)</u>	 <u>(5,076,196)</u>
 Net Change in Fund Balances	 <u>\$ 6,386,943</u>	 <u>\$ 8,019,757</u>	 <u>\$ 150,212</u>	 <u>\$ 11,705,548</u>	 <u>\$ 3,654,130</u>
 Debt Service as a Percentage of Noncapital Expenditures	 28.9%	 25.8%	 22.3%	 20.6%	 18.4%

Notes:

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

Source: City Financial Records and Reports

Table 7

Fiscal Year				
2017	2018	2019	2020	2021
\$ 12,768,632	\$ 13,901,429	\$ 17,954,246	\$ 28,400,983	\$ 45,929,762
(9,968,632)	(10,201,429)	(14,254,246)	(24,901,739)	(39,029,209)
-	-	346,124	291,817	213,803
10,968,000	25,015,000	33,873,000	529,285	39,530,000
-	-	958,083	-	-
118,130,941	51,537,627	-	-	25,520,000
14,546,606	722,171	-	-	5,859,505
<u>(130,387,703)</u>	<u>(49,056,702)</u>	<u>-</u>	<u>-</u>	<u>(25,201,010)</u>
<u>16,057,844</u>	<u>31,918,096</u>	<u>38,877,207</u>	<u>4,320,346</u>	<u>52,822,851</u>
<u>\$ 16,039,737</u>	<u>\$ 21,567,928</u>	<u>\$ 54,101,104</u>	<u>\$ 41,498,598</u>	<u>\$ 26,072,401</u>
24.7%	27.8%	26.3%	22.9%	21.1%

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
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
2021	1.0330	0.7005	1.7335	1.4009	0.0556	0.0090	0.1792	0.4426

Source: Maricopa County Assessor's Office

continued

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
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	1.1565	0.1400	0.1871	3.5854	7.8709	3.6716	6.6742	10.6716	7.8876
2021	1.1250	0.1400	0.1838	3.5361	7.6157	3.5229	8.8758	10.2551	7.8876

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
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
2021	0.1655	1.0000	29.8100	2.1576	1.9843	2.5443	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
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
2021	0.9040	0.9039	0.5450	0.3000	2.5582	2.7278

concluded



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

Taxpayer	Fiscal Year					
	2012			2021		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Arizona Public Service Company	\$ 20,811,415	1	3.09%	\$ 29,968,055	1	2.56%
VHS of South Phoenix, Inc.	\$ 9,298,057	2	1.38%	19,592,567	2	1.67%
Microsoft Corporation				22,656,398	3	1.94%
Prologis Commerce Park				18,276,038	4	1.56%
Macys Logistics LLC	\$ 7,444,200	3	1.11%	11,501,964	5	0.98%
Southwest Gas Corporation (T&D)	\$ 4,930,436	8	0.73%	8,140,020	6	0.70%
HUHTAMAKI Inc				8,739,891	7	0.75%
Nike IHM Inc				8,692,668	8	0.74%
Lex Goodyear II LP				8,213,058	9	0.70%
HCL Goodyear Centerpointe LLC				6,953,659	10	0.59%
DH Goodyear LLC	\$ 6,500,014	4	0.97%			
NNP III EMR 3 LLC	\$ 5,517,187	5	0.82%			
Cardinal Capital Co	\$ 5,225,632	6	0.78%			
The Market at Estrella Falls LLC	\$ 5,140,140	7	0.76%			
First American Title Ins Co TR 7854	\$ 4,549,096	9	0.68%			
BT Goodyear LLC	\$ 4,210,347	10	0.63%			
Total	<u>\$ 73,626,524</u>		<u>10.94%</u>	<u>\$ 142,734,318</u>		<u>12.19%</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
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
2021	Limited Property Value	650,949,118	344,929,979	177,112,944	8,038,693	150,205,990	1,030,824,744

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
0.9446	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%
1.7335	9,758,686,383	10.6%

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

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year (a)	Collected within the		Collection in Subsequent Years	Total Collections to Date	
		Fiscal Year of the Levy Amount	Percentage of Levy		Amount	Percentage of Levy
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%
2021	17,871,100	17,528,715	98.08%	-	17,528,715	98.08%

(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			
		2012		2021	
		Rank	Fees & Charges	Rank	Fees & Charges
City of Goodyear	Multi Purpose		\$ -	1	\$ 798,778
Las Brisas	Homeowner's Association		\$ -	2	\$ 698,670
Sarival Paseo Joint Community	Homeowner's Association	8	\$ 129,625	3	\$ 479,523
Canyon Trails HOA	Homeowner's Association	1	\$ 205,109	4	\$ 437,426
Avondale School	School		\$ -	5	\$ 383,729
Canyon Trails 4 - South	Homeowner's Association	4	\$ 163,706	6	\$ 342,012
Canyon Trails Unit HOA 4A	Homeowner's Association	2	\$ 186,669	7	\$ 335,814
Microsoft Corporation	Commercial		\$ -	8	\$ 293,583
Agua Fria Union High School Dist.	School	7	\$ 132,095	9	\$ 280,331
Shepard Investment	Apartments		\$ -	10	\$ 258,833
Estrella Joint Committee	Homeowner's Association	3	\$ 176,348		
Cottonflower Goodyear Community	Homeowner's Association	5	\$ 145,798		\$ -
Canyon Trails Unit HOA 3A	Homeowner's Association	6	\$ 136,309		
Cancer Treatment Center of America	Multi Purpose	9	\$ 103,135		\$ -
JB Park Shadows	Apartments	10	\$ 102,081		\$ -
Total			<u>\$ 1,480,877</u>		<u>\$ 4,308,699</u>
Total as a percent of total Water System Operating Revenue			<u>13.85%</u>		<u>23.26%</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			
			2012		2021	
			Rank	Fees & Charges	Rank	Fees & Charges
Arizona State Prison/Perryville	Prison	1	\$ 386,204	1	\$ 1,423,685	
Microsoft Corporation	Commercial		\$ -	2	\$ 193,237	
Goodyear Partners	Commercial		\$ -	3	\$ 119,987	
Christopher Todd Estrella	Irrigation		\$ -	4	\$ 110,934	
Grayson Place Apartments	Apartments		\$ -	5	\$ 105,972	
Huhtamaki	Irrigation		\$ -	6	\$ 97,701	
Shepard Inv Apartments	Apartments		\$ -	7	\$ 95,987	
Schoeller Arca Systems NC	Industrial		\$ -	8	\$ 85,131	
JB Park Shadows	Apartments		\$ -	9	\$ 82,845	
3 Minute Car Wash	Car Wash		\$ -	10	\$ 78,673	
Cancer Treatment Center of America	Multi Purpose	2	\$ 79,460			
JB Park Shadows	Apartments	3	\$ 77,420			
Fairfield Development	Apartments	4	\$ 69,594			
Fairfield Centerra LLC	Real Estate	5	\$ 67,368			
Poore Brothers, Inc.	Food Manufacturer	6	\$ 56,918			
Airport Training Center	Airport	7	\$ 46,463			
Avondale Elementary	Education	8	\$ 39,070			
Alliance Residential	Real Estate	9	\$ 38,381			
Pem Investments	Real Estate	10	\$ 37,088			
Total			<u>\$ 897,966</u>		<u>\$ 2,394,152</u>	
Total as a percent of total Wastewater System Operating Revenue			<u>9.33%</u>		<u>13.28%</u>	

Source: City customer service and billing records

City of Goodyear
Schedule of Existing and Adopted
Monthly Water & Wastewater Service Charges (2012 - 2021)
(Unaudited)

Description of Water System Services	Existing Fees	Adopted 2012	Adopted 2013	Adopted 2015	Adopted 2016	Adopted 2017	Adopted 2018	Adopted 2019	Adopted 2020	Adopted 2021
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	\$ 18.54
1 Inch	17.56	12.74	14.14	15.54	17.56	20.37	22.61	24.19	25.64	25.64
1 1/2 Inch	28.39	19.74	22.86	25.12	28.39	32.93	36.55	39.11	41.46	41.46
2 Inches	45.96	32.02	37.01	40.67	45.96	53.31	59.17	63.31	67.11	67.11
3 Inches	77.67	61.64	70.67	77.67	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	126.65
6 Inches	240.36	189.08	218.71	240.36	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	\$ 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	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	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	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	\$ 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	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	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 (2012-2021)

Date	Rate Increase	Date	Rate Increase
Fiscal Year 2012	9.4%	Fiscal Year 2017	16.0%
Fiscal Year 2013	0.0%	Fiscal Year 2018	11.0%
Fiscal Year 2014	N/A	Fiscal Year 2019	7.0%
Fiscal Year 2015	10.0%	Fiscal Year 2020	6.0%
Fiscal Year 2016	13.0%	Fiscal Year 2021	0.0%

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>	<u>Adopted 2021</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	\$ 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	\$ 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	\$ 23.78
1 Inch	32.41	28.02	32.41	33.38	34.38	35.07	35.77	36.49	36.49
1 1/2 Inch	39.94	34.61	39.94	41.14	42.37	43.22	44.08	44.96	44.96
2 Inches	77.58	67.16	77.58	79.91	82.31	83.96	85.64	87.35	87.35
3 Inches	115.22	99.68	115.22	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	152.86
6 Inches	378.70	328.83	378.70	378.70	378.70	378.70	378.70	378.70	378.70

Schedule of Wastewater System Rate Increases (2012-2021)

Date	Rate <u>Increase</u>
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%
Fiscal Year 2021	0.0%

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

Fiscal Year Ended June 30	Governmental Activities					
	General Obligation Bonds	Revenue Bonds	Contract Payable	Public Improvement Corporation Municipal Facilities Revenue Bond	McDowell Road Corridor Improvement District	Community Facilities District Bonds
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
2021	94,324,553	24,735,000	-	62,248,918	23,315,000	72,858,000

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					
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	
40,480,447	-	139,065,000	2,488,002	-	459,514,920	14.90%	4,822.08	

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
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
2021	134,805,000	786,066	134,018,934	13.00%	1,406

Source: City Financial Records and Reports

City of Goodyear
Direct and Overlapping Governmental Activities Debt
As of June 30, 2021
(Unaudited)

Overlapping Jurisdiction	Net Assessed Limited Property Value	Debt Outstanding	Estimated Percentage Applicable (a)	Net Debt Amount
Maricopa County	\$ 45,704,969,813	\$ -	2.25 %	\$ -
Maricopa County Community College District	45,704,969,813	250,065,000	2.25	5,618,561
Maricopa Special Healthcare District	45,822,046,238	673,195,000	2.24	15,086,971
Western Maricopa Education Center	16,833,710,370	157,075,000	6.10	9,582,148
Liberty Elementary School District No. 25	305,237,516	41,265,000	59.78	24,667,665
Avondale Elementary School District No. 44	455,199,405	33,510,000	84.29	28,246,996
Littleton Elementary School District No. 65	292,443,518	24,975,000	0.02	4,726
Litchfield Elementary School District No. 79	999,689,119	48,220,000	45.80	22,083,522
Mobile Elementary School District No. 86	8,581,942	-	45.40	-
Buckeye Union High School District No. 201	815,567,619	72,010,000	22.37	16,105,162
Tolleson Union High School District No. 214	1,351,671,228	169,815,000	0.00	6,977
Agua Fria Union High School District No. 216	1,454,888,363	132,210,000	58.04	76,738,950
Wildflower Ranch Community Facilities District No. 1	5,495,591	300,000	100.00	300,000
Wildflower Ranch Community Facilities District No. 2	5,544,199	545,000	100.00	545,000
Community Facilities General District No. 1	135,154,459	6,700,000	100.00	6,700,000
Community Facilities Utility District No. 1	422,333,774	28,805,000	100.00	28,805,000
Estrella Mountain Ranch Community Facilities District	118,823,073	9,325,000	100.00	9,325,000
Cottonflower Community Facilities District	10,444,092	1,530,000	100.00	1,530,000
Centerra Community Facilities District	15,278,103	2,653,000	100.00	2,653,000
Cortina Community Facilities District	11,666,407	1,625,000	100.00	1,625,000
Palm Valley Community Facilities District	125,512,768	4,785,000	100.00	4,785,000
Subtotal of overlapping debt:	<u>\$ 160,599,227,410</u>	<u>\$ 1,658,608,000</u>		<u>\$ 254,409,678</u>
Direct Debt:				
City of Goodyear	\$ 1,026,917,731	\$ 250,132,639	100.00 %	\$ 250,132,639
Total Direct and Overlapping Debt				\$ 504,542,317
Total Governmental and Business-Type General Obligation Bonds		\$ 134,805,000	100.00 %	\$ 134,805,000

(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.

The outstanding general obligation debt does not reflect the Wildflower Community Facilities District No. 1's \$25,000 defeasance on July 29, 2021.

The outstanding general obligation debt does not reflect the Wildflower Community Facilities District No. 2's \$10,000 defeasance on July 29, 2021.

City of Goodyear
Legal Debt Margin Information
As of June 30, 2021
(Unaudited)

	Fiscal Year			
	2012	2013	2014	2015
Net Full Cash Assessed Value	\$ 673,001,828	\$ 605,642,183	\$ 590,258,652	\$ 659,588,897
<u>20% Limitation</u>				
Debt Limit Equal to 20% of Assessed Valuation	134,600,366	121,128,437	118,051,730	131,917,779
Total Debt Applicable to 20% Limit	<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>\$ 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	87.76%	92.21%	88.75%	73.96%
<u>6% Limitation</u>				
Debt Limit Equal to 6% of Assessed Valuation	\$ 40,380,110	\$ 36,338,531	\$ 35,415,519	\$ 39,575,334
Total Debt Applicable to 6% Limit	<u>265,000</u>	<u>250,000</u>	<u>250,000</u>	<u>220,000</u>
Legal 6% Debt Margin (Available Borrowing Capacity)	<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	0.66%	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	2021
\$ 670,952,898	\$ 871,205,504	\$ 964,201,508	\$ 1,043,418,163	\$ 1,183,659,155	\$ 1,360,568,112
134,190,580	174,241,101	192,840,302	208,683,633	236,731,831	272,113,622
<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>95,275,000</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>	<u>\$ 176,838,622</u>
67.12%	60.91%	50.33%	54.14%	43.34%	35.01%
\$ 40,257,174	\$ 52,272,330	\$ 57,852,090	\$ 62,605,090	\$ 71,019,549	\$ 81,634,087
<u>205,000</u>	<u>190,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>39,530,000</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>	<u>\$ 42,104,087</u>
0.51%	0.36%	0.00%	0.00%	0.00%	48.42%

City of Goodyear
Pledged-Revenue Coverage
As of June 30, 2021
(Unaudited)

Public Improvement Corporation Municipal Facilities Revenue Bonds						
Fiscal Year Ended June 30	Operating Revenue	Pledged Revenue	Debt Service		Coverage	
			Principal	Interest		
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	
2021	167,084,631	139,901,726	6,920,000	3,493,813	13.43	

Water & Sewer Bonds & Loans						
Fiscal Year Ended June 30	Operating Revenue	Less: Operating Expenses	Net Operating Revenue	Debt Service		Coverage
				Principal	Interest	
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
2021	62,983,880	32,793,218	30,190,662	2,439,193	5,071,602	4.02

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
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%
2021	95,294	\$ 3,083,237	\$ 32,355	38.7	13 to 16	6.9%

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		
	2012			2021		
	Employees	Rank	Percentage of Total City Employment*	Employees	Rank	Percentage of Total City Employment*
Amazon.com	357	8	0.70%	4,165	1	9.39%
UPS - Regional Ops Center				1,852	2	4.18%
Macy's Inc	600	3	1.17%	1,550	3	3.50%
Chewy.com				1,547	4	3.49%
(Abrazo Healthcare) West Valley Hospital	550	4	1.07%	1,003	5	2.26%
Cancer Treatment Center's of America	430	6	0.84%	768	6	1.73%
Subzero Freezer Co	334	9	0.65%	693	7	1.56%
Cavco Industries				385	8	0.87%
McLane Sunwest	373	7	0.73%	375	9	0.85%
AerSale				358	10	0.81%
Lockheed Martin	1,050	1	2.04%			
Arizona State Prison/Perryville	1,009	2	1.96%			
City of Goodyear	511	5	1.00%			
Walmart Supercenter	328	10	0.64%			
Total	<u>5,542</u>		<u>10.79%</u>	<u>12,696</u>		<u>28.63%</u>

Source: City Records (Employment numbers are self-reported; does not include grocery/retail stores)

2021 labor force = 44,339 ; 2012 labor force = 51,350

*Company did not respond, previous year data used

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Government	52	55	55	69	55	62	50	83	83	83
Financial Services	28	29	27	28	29	31	31	31	32	32
Information Services	14	14	15	18	18	18	19	23	24	24
Police										
Officers	94	94	91	93	96	103	108	111	114	114
Civilians	27	30	29	30	35	38	42	43	49	49
Planning and Development	9	25	23	21	50	50	49	46	50	52
Fire										
Firefighters and Officers	91	90	91	90	92	92	92	106	106	106
Civilians	20	7	8	12	10	10	17	19	20	20
Human Resources	9	10	10	10	10	11	10	11	14	14
Community Services	0	0	0	0	0	0	0	0	0	0
Economic Development	6	4	4	5	6	6	6	6	8	8
Municipal Services	13	13	10	13	13	13	14	15	16	16
Public Works	65	73	75	87	63	63	81	93	95	111
Water	21	23	24	26	27	27	28	29	33	35
Wastewater	18	17	20	19	19	17	18	19	25	28
Sanitation	7	5	5	6	8	7	7	9	10	14
Total	<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>	<u>706</u>

Source: City Financial Records and Reports

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

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

Table 23

2016	2017	2018	2019	2020	2021
629	770	904	767	898	1,106
3,608	4,261	4,031	3,656	3,032	3,959
93%	93%	91%	95%	95%	93%
88	126	132	NA	132	114
		9,650	14,380	22,307	28,466
144	128	232	192	206	194
543,565	302,777	588,580	480,518	533,395	685,787
1,472,765	1,500,539	1,271,883	1,407,259	1,450,461	1,615,332
103	157	318	143	485	177
2,661	3,296	2,808	1,585	1,478	2,456
3,479	4,382	2,281	2,327	2,465	2,844
6,002	7,498	9,115	9,583	9,671	9,681
165	214	252	204	182	210
1,253	2,050	853	909	2,024	4,183
5,914	5,772	5,254	4,941	5,205	4,146
1,442	1,512	1,166	1,309	1,407	1,379
201,704	208,083	217,700	226,869	233,432	256,488
NA	NA	NA	NA	NA	NA
5,610	5,732	5,228	5,137	1,490	60
1	1	1	1	1	1
1	1	1	1	1	1
362	204	220	234	143	258
5.06%	6.00%	3.12%	2.23%	4.44%	4.45%
188,000	249,000	275,000	299,000	283,093	266,262
23,151,438	23,151,438	23,151,438	23,151,438	23,250,000	23,295,000
8.86%	4.04%	11.66%	13.50%	37.90%	21.00%
2.75%	-3.80%	14.37%	9.60%	-6.60%	29.20%

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

Function	2012	2013	2014	2015
Municipal Services				
# of homes serviced by Residential Refuse Collection	22,363	23,387	24,346	25,320
# of citizens serviced by Household Hazardous Waste collection program	503	546	550	536
Water Service				
# of residential customers	13,755	14,430	14,959	15,404
# of multifamily customers	36	36	35	36
# of commercial customers	976	999	1,025	1,055
Water Service Connections	16,809	17,533	17,533	17,533
Water production daily peak demand (million gallons per day)	11.60	9.60	11.70	12.70
Reclaimed Water Supplied (million gallons per day)	0.32	0.39	0.32	0.63
Wastewater				
# of residential customers	13,599	14,231	14,877	15,335
# of multifamily customers	36	38	36	69
# of commercial customers	364	382	370	373
Sewer Service Connections	16,856	16,918	16,918	17,139
Sewage Treated (millions gallons per day)	3.82	4.15	4.20	3.81
Other Public Works				
Street resurfacing (miles)	24.00	30.00	19.20	83.23
Potholes repaired	264	296	1,166	1,253
Citizen & Neighborhood Resources				
# of new Code Enforcement cases processed per year	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	2021
26,323	26,792	29,911	29,673	29,673	31,864
503	592	816	631	418	469
16,132	16,713	17,733	19,333	19,374	20,284
36	36	36	38	38	39
865	846	839	621	636	1,054
17,034	17,899	18,552	19,992	20,048	21,377
11.70	12.90	12.90	12.40	13.60	15.30
0.63	0.38	0.13	NA	NA	NA
16,064	16,649	17,886	19,325	20,383	20,383
36	36	36	16	16	16
382	381	381	270	271	271
18,236	18,980	19,340	20,292	20,670	20,670
4.15	4.36	4.47	4.70	4.69	4.69
109.00	70.33	105.27	51.56	133.41	116.00
1,339	756	1,344	586	60	103
3,544	3,212	2,738	2,615	1,943	2,488

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

Function	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Public Safety										
Police:										
Stations	3	3	3	4	4	6	5	5	4	2
Police Vehicles	125	126	119	133	134	150	133	139	147	155
Fire Stations	6	6	6	6	7	6	6	5	5	7
Highways and Streets										
Street (miles)	934	934	934	934	934	934	939	945	1,012	1,041
Streetlights	8,465	8,660	8,832	8,832	9,041	8,651	9,184	9,635	9,635	9,991
Traffic signals	77	84	86	86	89	89	92	93	95	102
Culture and Recreation										
Parks	17	17	17	18	18	18	18	18	18	18
Parks Acreage	204	204	204	206	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	330	336	326	330	331	353
Fire Hydrants	2,791	2,796	2,808	2,951	3,031	3,152	3,177	3,348	3,461	3,475
Storage capacity (Millions of Gallons)	16	16	16	16	16	16	16	16	18	18
Wastewater										
Sanitary Sewers (miles)	227	229	239	242	254	260	265	276	270	276
Storm Sewers (miles)	57	57	63	55	54	55	N/A	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	5.3

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, 2021, 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 December 3, 2021.

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
December 3, 2021



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, 2021, and have issued our report thereon dated December 3, 2021. 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, 2021.

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
December 3, 2021

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ANNUAL COMPREHENSIVE FINANCIAL REPORT

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

