

TOWN *Of* **PARADISE VALLEY**



STAFF REPORT

TO: Mayor Mark Stanton and Town Council Members

FROM: Andrew B. Ching, Town Manager
Leslie DeReche, Chief Financial Officer

DATE: December 11, 2025

DEPARTMENT: Finance
Leslie DeReche 480-348-3696

AGENDA TITLE:

Adoption of Resolution 2025-13 to accept the FY2024/25 Annual Comprehensive Financial Report, Annual Expenditure Limitation Reported and other associated reports, and results of the annual audit.

RECOMMENDATION:

Adopt Resolution 2025-13.

SUMMARY STATEMENT:

The certified public accounting firm of Baker Tilly US, LLP conducted the annual financial statement audit and an examination of the annual expenditure limitation report for the fiscal year ended June 30, 2025 (FY2024/25). The firm concluded the Town's financial statements present fairly, in all material respects, the financial position of the governmental activities, business-type activities, each major fund, the aggregate remaining fund information, and notes to the financial statements for the Town of Paradise Valley.

Arizona Revised Statutes §9-481 obligates cities and towns to undergo an audit conducted by an independent certified public accountant at least once every two fiscal years. It also requires the certified public accountant who performed the audit to present the audit results and any findings to the governing body in a regular meeting without the use of a consent agenda.

The auditors also make a determination as to whether Highway User Revenue Funds are used solely for authorized transportation purposes.

State statutes also require the governing body to demonstrate compliance with section 41-1494. Section 41-1494 prohibits the city from requiring or funding employee training, orientation, or therapy that presents any form of blame or judgment on the basis of race, ethnicity or sex.

BUDGETARY IMPACT:

There is not direct budgetary impact from this action. The financial statement audit is required under Arizona Revised Statutes §9-481.

ATTACHMENT(S):

- A. Staff Report
- B. Resolution 2025-13: FY2024/25 ACFR, AELR and associated reports
- C. Annual Comprehensive Financial Report
- D. Annual Expenditure Limitation Report (AELR)
- E. Communication with Governance
- F. Finance Department presentation
- G. External Auditors' presentation