



Town of Paradise Valley

June 30, 2024

June 30, 2025 Financial Statements and Related Reports

December 11, 2025



Annual Financial Statement Audit

The purpose of the audit is to provide reasonable assurance that the financial statements are reported in accordance with Generally Accepted Accounting Principles.

The auditors have issued the following reports:

- The Annual Comprehensive Financial Report (ACFR), including compliance with the use of Highway User Revenue Funds
- The Annual Expenditure Limitation Report (AELR)
- Required Communication to Governance

Financial Highlights

- Clean opinion on the Annual Comprehensive Financial Report and the Annual Expenditure Limitation Report (AELR)
- Below the expenditure limitation by \$3.7 million
(Actual adjusted expenditures \$42.0 million vs \$45.7 million expenditure limit)



General Fund
Fund Balance
(In Millions)

2025	\$137.8
2024	\$115.3
2023	\$ 93.8
2022	\$ 73.0
2021	\$ 52.1

General Fund Revenues

FY 2025 General Fund Revenue	Amount (In Millions)	Percent of Total
Sales Tax	\$ 35.1	63%
Intergovernmental	5.5	10%
Investment Income	6.3	11%
Licenses & Permits	3.8	7%
Fines & Forfeitures	2.4	4%
Franchise Tax	1.5	3%
Other	1.2	2%
Total	\$ 55.8	100%

Fiscal Year	General Fund Tax Revenue (In Millions)
2025	\$35.1
2024	\$ 34.9
2023	\$ 32.6
2022	\$ 30.5
2021	\$ 21.6

Town Year-over-Year Expenditures

Fund	FY 2025 (in Millions)	FY 2024 (in Millions)	FY 2023 (In Millions)	FY 2022 (In Millions)	FY 2021 (In Millions)
General Fund	\$ 27.7	\$ 28.3	\$ 21.5	\$ 19.9	\$ 19.2
Highway User Revenue Fund	\$ 3.9	\$ 3.3	\$ 4.5	\$ 3.9	\$ 3.6
Alarm Fund	\$ 0.2	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1
Fire Services Fund	\$ 4.6	\$ 4.5	\$ 4.3	\$ 3.8	\$ 3.6
Sewer Fund	\$ 3.6	\$ 2.5	\$ 2.7	\$ 2.6	\$ 3.0

Fire Service Fund

	FY 2025 (In Millions)	FY 2024 (In Millions)	FY 2023 (In Millions)	FY 2022 (In Millions)	FY 2021 (In Millions)
Operations					
Revenues	\$ 3.3	\$ 3.3	\$ 3.2	\$ 3.2	\$ 3.2
Expenses	<u>(4.6)</u>	<u>(4.5)</u>	<u>(4.3)</u>	<u>(3.8)</u>	<u>(3.6)</u>
Operating Income/(Loss)	(1.2)	(1.2)	(1.1)	(0.6)	(0.4)
Investment Income/Other	<u>0.0</u>	<u>0.0</u>	<u>0.1</u>	<u>0.0</u>	<u>0.0</u>
Net Change	\$ (1.1)	\$ (1.1)	\$ (1.0)	\$ (0.6)	\$ (0.4)

The fire service fee has not increased. Expenses have increased due to rising costs and increased contracted services through the City of Phoenix



Questions?