

# MEMORANDUM



FROM: Lisette Camacho, Deputy City Manager

SUBJECT: Quarterly Financial Report for FY 2023-24 Q4

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The Municipal Budget Office prepares quarterly financial reports for all the major operating funds, revenue sources and departments that reflect budget to actual comparisons and highlight major variances that may require additional monitoring or action. These reports are normally prepared for the first three quarters of the fiscal year as the fourth quarter would reflect the total revenue and expenses for the fiscal year and no monitoring or action would be required.

A fourth quarter financial report for Fiscal Year 2023-24, quarter ending June 30, 2024, was prepared to document and gain insight into total revenue and expense performance for the fiscal year for all major operating funds, revenue sources and departments in comparison to budget.

We have included a quick-reference Table of Contents on the following page that will allow you to quickly navigate to areas of interest by clicking on titles or page numbers. The *table of contents* link at the bottom of every page will return you to the Table of Contents.

Please note that the City has an Annual Comprehensive Financial Report prepared in accordance with the requirements of the Governmental Accounting Standards Board that is a thorough and detail presentation of the City's revenue and expenses. The Annual Comprehensive Financial Report for the prior fiscal year ending June 30th is published in December of each year at [tempe.gov/government/financial-services/open-book](http://tempe.gov/government/financial-services/open-book).

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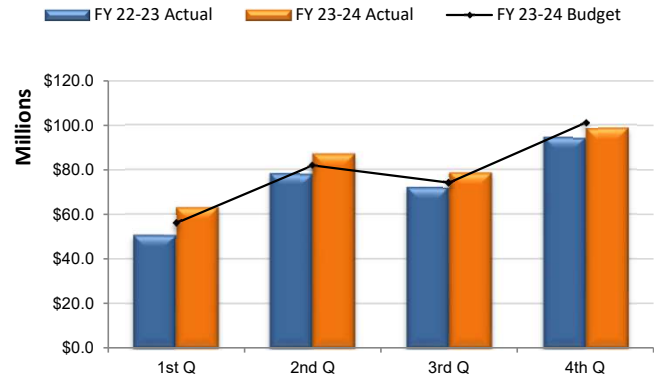
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### Performance Ratings Key

- Positive** = A positive variance, or a negative variance of less than 2%, which shows the category is performing close to historical trends.
- Watch** = A negative variance between 2-5%, compared to historical trends.
- Negative** = A negative variance of greater than 5%, compared to historical trends.



		FY 23-24 Year to Date Budget	FY 23-24 Actual Revenue	% of Budget Rec'd.	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 56,122,777	\$ 63,206,257	20.2%	17.9%
2nd Q	Oct-Dec 23	82,023,022	87,091,316	27.8%	26.2%
3rd Q	Jan-Mar 24	74,225,234	78,624,522	25.1%	23.7%
4th Q	Apr-Jun 24	101,071,892	98,769,317	31.5%	32.2%
<b>Total</b>		<b>\$ 313,442,924</b>	<b>\$ 327,691,412</b>	<b>104.5%</b>	<b>100.0%</b>
Variance from Budget			\$ 14,248,488	4.5%	



**Positive**

Through the fourth quarter of FY 2023-24, General Fund revenue is 104.5% of budget, compared with a historical percentage of 100.1%. In terms of budget-to-actual variance, total collections through the fourth quarter are \$14.2 million above the anticipated revenue target. The scope of budget-to-actual variance for each category can be seen in the table and graph at the bottom-right corner of this page. Quarterly collection detail by category can be found on pages 2 through 6 of this report.



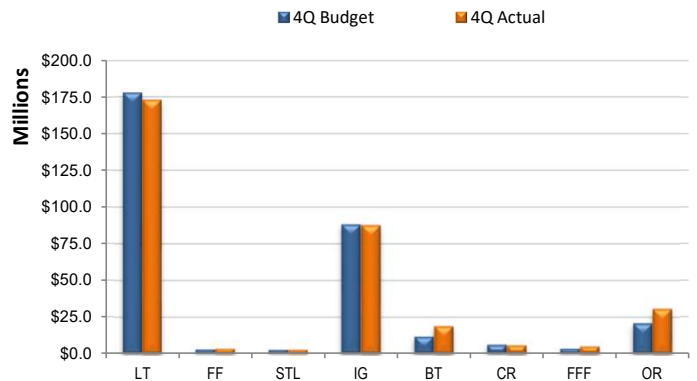
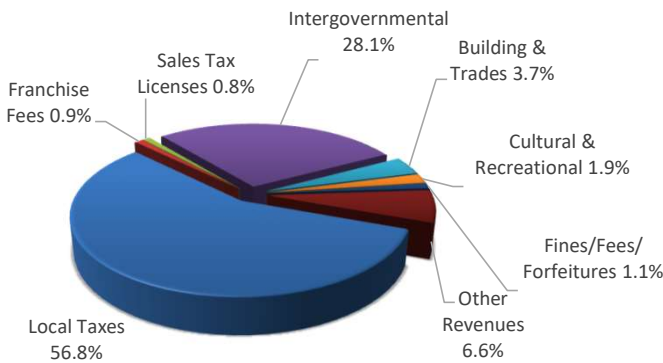
## General Fund Revenue by Category

Revenue Categories	FY 23-24 Annual Budget	% of Annual Budget
Local Taxes	\$ 177,975,209	56.8%
Franchise Fees	2,909,996	0.9%
Sales Tax Licenses	2,589,500	0.8%
Intergovernmental	88,020,345	28.1%
Building & Trades	11,721,500	3.7%
Cultural & Recreational	6,037,538	1.9%
Fines/Fees/ Forfeitures	3,392,474	1.1%
Other Revenues	20,796,362	6.6%
<b>Total</b>	<b>\$ 313,442,924</b>	<b>100.0%</b>

Cumulative Revenue through 4Q 2023-2024

	4Q Budget Target	4Q Actual Revenue	% of Budget Target
Local Taxes (LT)	\$ 177,975,209	\$ 172,880,446	97%
Franchise Fees (FF)	2,909,996	3,595,587	124%
Sales Tax Licenses (STL)	2,589,500	2,894,678	112%
Intergovernmental (IG)	88,020,345	87,751,337	100%
Building & Trades (BT)	11,721,500	18,978,482	162%
Cultural & Recreational (CR)	6,037,538	5,808,522	96%
Fines/Fees/Forfeitures (FFF)	3,392,474	5,043,068	149%
Other Revenues (OR)	20,796,362	30,739,292	148%
<b>Total</b>	<b>\$ 313,442,924</b>	<b>\$ 327,691,412</b>	<b>105%</b>

FY 23-24 Budget

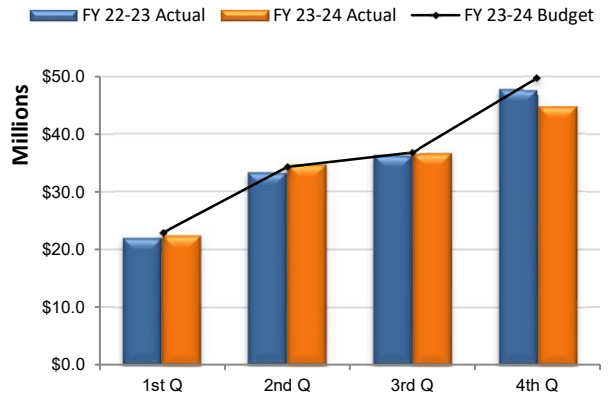


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**Sales Tax**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Revenue	% of Budget Rec'd.	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 22,875,618	\$ 22,443,818	15.6%	15.9%
2nd Q	Oct-Dec 23	34,385,363	34,658,780	24.1%	23.9%
3rd Q	Jan-Mar 24	36,831,184	36,624,205	25.5%	25.6%
4th Q	Apr-Jun 24	49,779,647	44,692,470	31.1%	34.6%
Total		\$ 143,871,812	\$ 138,419,274	96.2%	100.0%
Variance from Budget			\$ (5,452,538)	-3.8%	



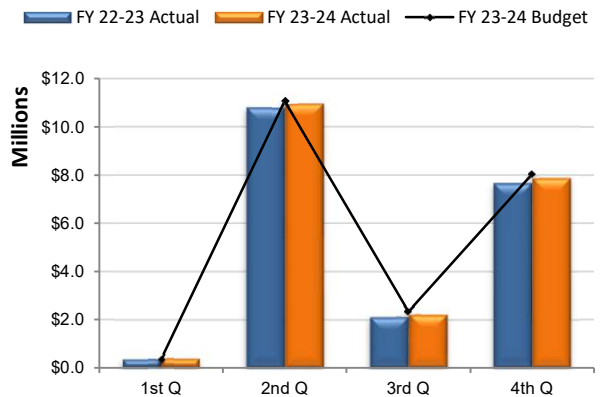
**Watch**

City Sales Taxes are generated by a 1.8% levy on sales transactions in the city. Of the total 1.8% rate, 1.2% is deposited in the General Fund, 0.5% is dedicated for Transit purposes, and the remaining 0.1% is deposited in the Arts & Culture Fund. The amount deposited in the General Fund is depicted in the table and graph above. This revenue source contributes 45.9% of the General Fund budget in FY 2023-24 making it the City's largest revenue source. Through the fourth quarter of FY 2023-24, Sales Tax collections are 96.2% of budget, which is slightly below the historical average of 100.0%. In terms of budget-to-actual variance, collections are \$5.5 million below the budgeted value. Based on preliminary information we are seeing a similar trend in some other valley cities. We are closely monitoring this funding source, and we will review it as part of the long range forecast with City Council in November.



**Property Tax**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Revenue	% of Budget Rec'd.	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 348,845	\$ 387,217	1.8%	1.6%
2nd Q	Oct-Dec 23	11,075,835	10,959,037	50.3%	50.8%
3rd Q	Jan-Mar 24	2,332,902	2,197,674	10.1%	10.7%
4th Q	Apr-Jun 24	8,045,242	7,865,175	36.1%	36.9%
Total		\$ 21,802,825	\$ 21,409,103	98.2%	100.0%
Variance from Budget			\$ (393,722)	-1.8%	

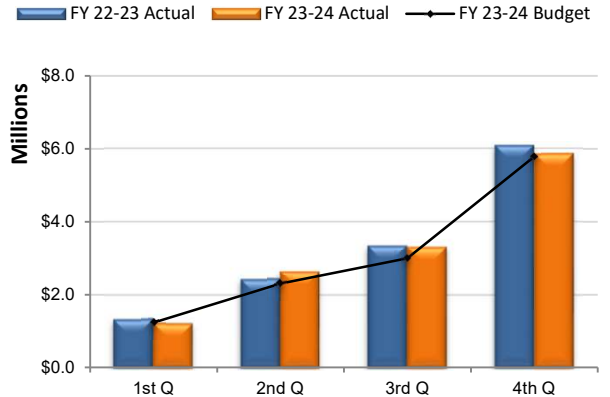


**Positive**

Property Tax revenue in the General Fund is generated by a \$0.87 charge per \$100 of the primary assessed valuation of real and personal property. In FY 2023-24, Property Tax contributes 7.0% of budgeted General Fund revenue. Through the fourth quarter of FY 2023-24, Property Tax collections are 98.2% of budget, slightly below the historical average of 100.0%. In terms of budget-to-actual variance, Property Tax is \$394 thousand below the budgeted value.

**Bed Tax**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Revenue	% of Budget Rec'd.	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 1,230,057	\$ 1,228,090	10.0%	10.0%
2nd Q	Oct-Dec 23	2,300,207	2,642,362	21.5%	18.7%
3rd Q	Jan-Mar 24	2,989,039	3,312,365	26.9%	24.3%
4th Q	Apr-Jun 24	5,781,269	5,869,253	47.7%	47.0%
Total		\$ 12,300,572	\$ 13,052,070	106.1%	100.0%
Variance from Budget			\$ 751,498	6.1%	

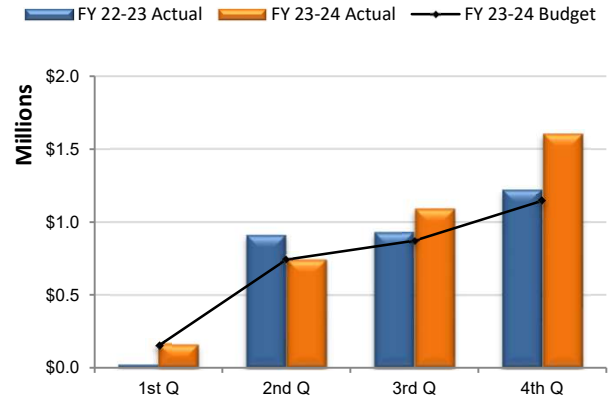


**Positive**

The Transient Lodging Tax, or Bed Tax, is a 5.0% levy on hotel and motel sales that contributes approximately 3.9% of budgeted General Fund revenue in FY 2023-24. Bed Tax collections through the fourth quarter of FY 2023-24 are 106.1% of budget, which is higher than the historical average of 100.0%. In terms of budget-to-actual variance, collections are \$751 thousand above the budgeted value.

**Franchise Fees**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Revenue	% of Budget Rec'd.	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 151,320	\$ 161,022	5.5%	5.2%
2nd Q	Oct-Dec 23	742,049	742,251	25.5%	25.5%
3rd Q	Jan-Mar 24	870,089	1,089,686	37.4%	29.9%
4th Q	Apr-Jun 24	1,146,538	1,602,630	55.1%	39.4%
Total		\$ 2,909,996	\$ 3,595,587	123.6%	100.0%
Variance from Budget			\$ 685,591	23.6%	



**Positive**

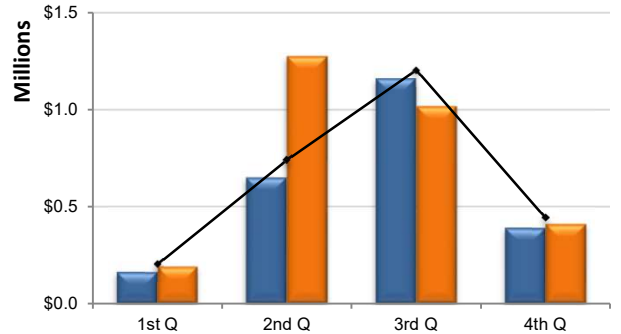
Franchise Fee revenues are collected based on specific agreements with service providers in the city, including Arizona Public Service (2.0% of revenue), Cox Communications (5.0% of gross revenue), and Southwest Gas (2.0% of gross revenue). These fees contribute 0.9% of annual General Fund revenue. Franchise Fee payments are 123.6% of the budgeted amount through the fourth quarter of FY 2023-24, compared to 100.0% historically. In terms of budget-to-actual variance, collections are \$686 thousand above the expected amount.



**Sales Tax Licenses**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Revenue	% of Budget Rec'd.	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 201,981	\$ 190,961	7.4%	7.8%
2nd Q	Oct-Dec 23	740,597	1,275,705	49.3%	28.6%
3rd Q	Jan-Mar 24	1,204,118	1,018,515	39.3%	46.5%
4th Q	Apr-Jun 24	442,805	409,496	15.8%	17.1%
Total		\$ 2,589,500	\$ 2,894,678	111.8%	100.0%
Variance from Budget			\$ 305,178	11.8%	

FY 22-23 Actual FY 23-24 Actual FY 23-24 Budget



**Positive**

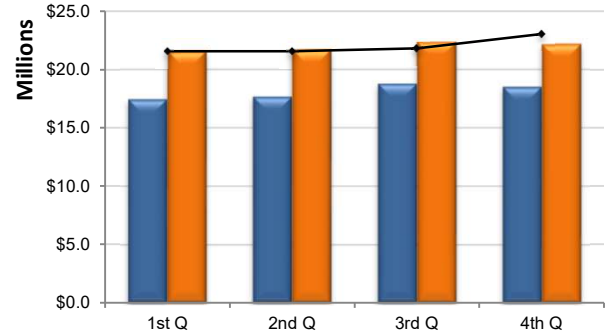
The City requires taxable business activities to be licensed, with the annual licensing fee amount varying by business type. Starting in 2017, the Arizona Department of Revenue (ADOR) began collecting the fees for Tempe's Sales Tax Licenses. Sales Tax License collections through the fourth quarter of FY 2023-24 were 111.8% of budget, compared to the historical average of 100.0%. Sales Tax Licenses contribute 0.8% of annual General Fund revenue. In terms of budget-to-actual variance, collections are 11.8% above budget, or \$305 thousand.



**Intergovernmental**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Revenue	% of Budget Rec'd.	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 21,564,985	\$ 21,560,069	24.5%	24.5%
2nd Q	Oct-Dec 23	21,564,985	21,680,467	24.6%	24.5%
3rd Q	Jan-Mar 24	21,829,046	22,337,704	25.4%	24.8%
4th Q	Apr-Jun 24	23,061,330	22,173,097	25.2%	26.2%
Total		\$ 88,020,345	\$ 87,751,337	99.7%	100.0%
Variance from Budget			\$ (269,008)	-0.3%	

FY 22-23 Actual FY 23-24 Actual FY 23-24 Budget



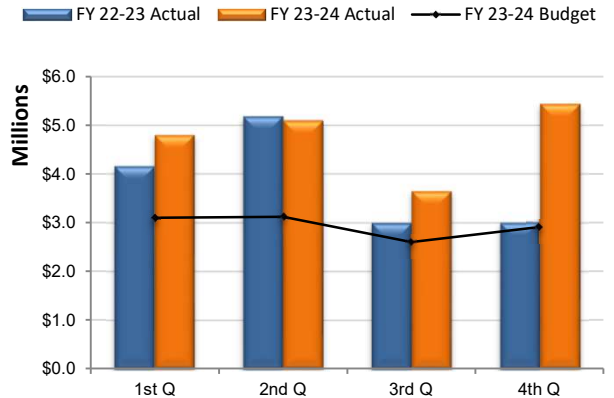
**Positive**

Intergovernmental revenue includes distributions of State Income Taxes, State Sales Taxes, and State Vehicle License Taxes. These revenues are distributed based on Tempe's share of the state urban population as determined by the U.S. Census. In total, these revenues constitute 28.1% of budgeted revenue for FY 2023-24, making this the second largest General Fund revenue source after Sales Taxes. Through the fourth quarter of FY 2023-24, actual collections are 99.7% of budget, compared to a historical average of 100.0%. In terms of budget-to-actual variance, collections are \$269 thousand or 0.3% below budget.



**Building & Trades**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Revenue	% of Budget Rec'd.	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 3,094,476	\$ 4,798,173	40.9%	26.4%
2nd Q	Oct-Dec 23	3,117,919	5,095,107	43.5%	26.6%
3rd Q	Jan-Mar 24	2,602,173	3,646,302	31.1%	22.2%
4th Q	Apr-Jun 24	2,906,932	5,438,900	46.4%	24.8%
Total		\$ 11,721,500	\$ 18,978,482	161.9%	100.0%
Variance from Budget			\$ 7,256,982	61.9%	



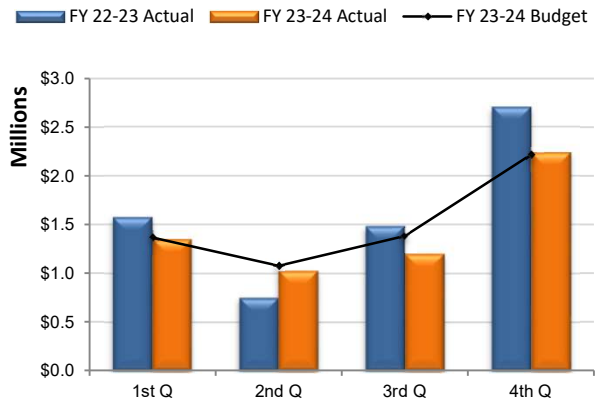
**Positive**

Building and Trade revenues consist of Building Permit Fees, Plan Check Fees, and other miscellaneous engineering and permitting fees generated by development. These fees are charged to recover a portion of the cost of regulating development. In FY 2023-24, this revenue source contributes 3.7% of budgeted General Fund revenue. Through the fourth quarter of FY 2023-24, actual collections are 161.9% of budget, compared to a historical average of 100.0%. Thus far, in terms of budget-to-actual variance, collections are 61.9% above the budgeted estimate, or \$7.3 million.



**Cultural & Recreational**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Revenue	% of Budget Rec'd.	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 1,364,484	\$ 1,348,993	22.3%	22.6%
2nd Q	Oct-Dec 23	1,074,682	1,024,909	17.0%	17.8%
3rd Q	Jan-Mar 24	1,382,596	1,198,129	19.8%	22.9%
4th Q	Apr-Jun 24	2,215,776	2,236,491	37.0%	36.7%
Total		\$ 6,037,538	\$ 5,808,522	96.2%	100.0%
Variance from Budget			\$ (229,016)	-3.8%	



**Watch**

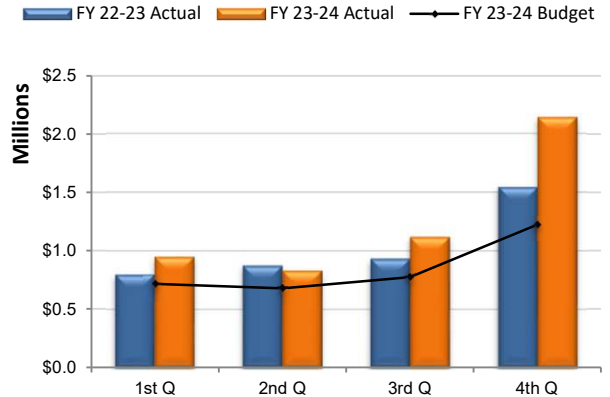
Cultural and Recreational revenues include fees and charges to recover a portion of the costs of providing the City's cultural and recreational programs. The majority of this revenue source is generated from fees charged for the City's Kid Zone program. In total, Cultural and Recreational fees represent 1.9% of total budgeted General Fund revenue for FY 2023-24. Through the fourth quarter of FY 2023-24, Cultural and Recreational fee collections are 96.2% of budget, compared to the historical average of 100.0%. In terms of budget-to-actual variance, collections are \$229 thousand or 3.8% below the budgeted estimate. The \$229 thousand variance from budget amount is more than offset by unbudgeted revenues of about \$1.3 million in Other General Fund revenues related to Kid Zone and Tempe PRE. (See page 6 for Other General Fund revenues.)



**Fines, Fees & Forfeitures**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Revenue	% of Budget Rec'd.	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 715,812	\$ 949,023	28.0%	21.1%
2nd Q	Oct-Dec 23	678,495	833,173	24.6%	20.0%
3rd Q	Jan-Mar 24	773,484	1,118,650	33.0%	22.8%
4th Q	Apr-Jun 24	1,224,683	2,142,223	63.1%	36.1%
Total		\$ 3,392,474	\$ 5,043,068	148.7%	100.0%
Variance from Budget			\$ 1,650,594	48.7%	

**Positive**



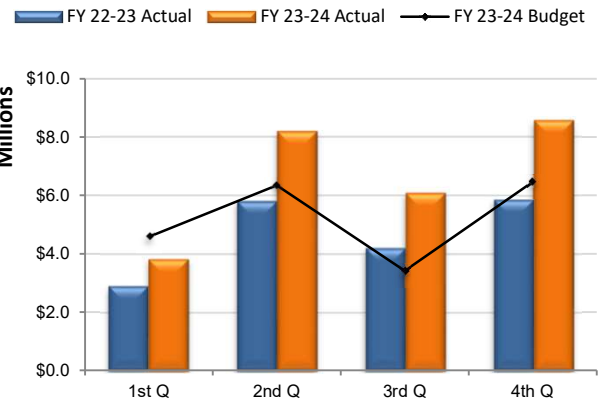
Fines, Fees, and Forfeiture revenue derives from fines and other payments related to violations of state laws and local ordinances, including parking, traffic, and criminal enforcement activities. In total, Fines, Fees, and Forfeitures represent 1.1% of total budgeted General Fund revenue for FY 2023-24. Through the fourth quarter of FY 2023-24, 148.7% of budgeted revenues have been collected, compared to a historical average of 100.0%. In terms of budget-to-actual variance, this category is 48.7% above the expected value through the fourth quarter.



**Other Revenues**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Revenue	% of Budget Rec'd.	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 4,575,200	\$ 3,821,261	18.4%	22.0%
2nd Q	Oct-Dec 23	6,342,890	8,179,525	39.3%	30.5%
3rd Q	Jan-Mar 24	3,410,603	6,081,293	29.2%	16.4%
4th Q	Apr-Jun 24	6,467,669	8,559,540	41.2%	31.1%
Total		\$ 20,796,362	\$ 26,641,618	128.1%	100.0%
Variance from Budget			\$ 5,845,256	28.1%	

**Positive**

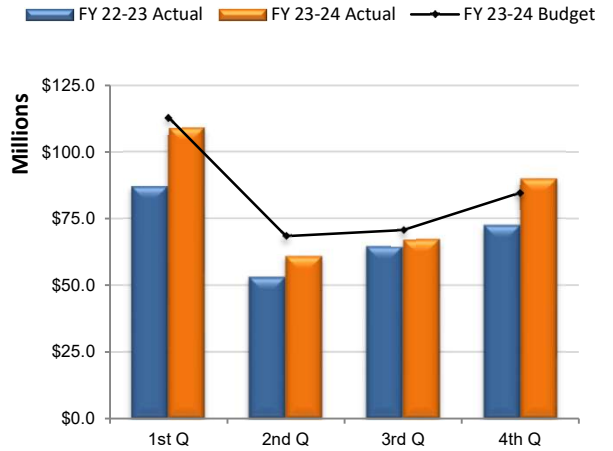


Other revenues include collections from a variety of sources not otherwise accounted for in the major revenue categories. Primary components of Other Revenues are Land Sales, Interest Earnings, Land and Building Facility Rental, and SRP In-Lieu Payments. Partnership agreements and contract revenue related to Tempe PRE and Kid Zone are some examples of the other revenues included in this category. In FY 2023-24, this revenue source contributes 6.6% of budgeted General Fund revenue. Through the fourth quarter of the fiscal year, collections of Other Revenue are 128.1% of the FY 2023-24 budget, compared to a historical tracking percentage of 100.0%. In terms of budget-to-actual variance, this category is 28.1% above the expected value through the fourth quarter.





		FY 23-24 Year to Date Budget*	FY 23-24 Actual Expense	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 112,770,069	\$ 109,013,953	32.4%	33.5%
2nd Q	Oct-Dec 23	68,361,633	60,886,460	18.1%	20.3%
3rd Q	Jan-Mar 24	70,664,363	67,286,797	20.0%	21.0%
4th Q	Apr-Jun 24	84,678,007	89,983,713	26.7%	25.2%
<b>Total</b>		<b>\$ 336,474,072</b>	<b>\$ 327,170,924</b>	<b>97.2%</b>	<b>100.0%</b>
Variance from Budget			\$ 9,303,148	2.8%	



\*Budget excludes contingency appropriation

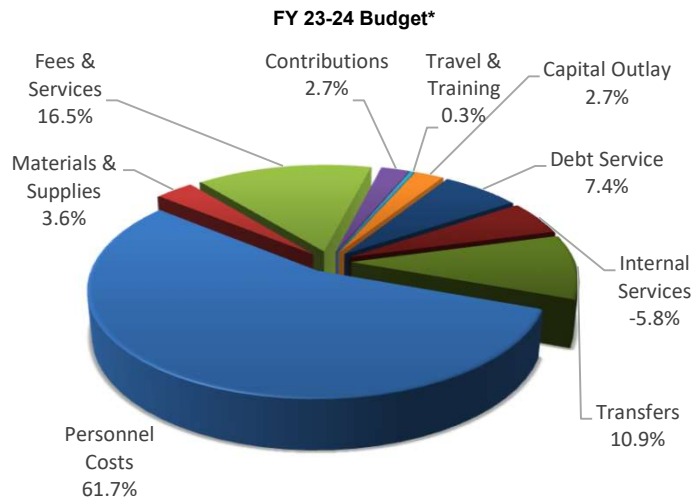
**Positive**

Through the fourth quarter of FY 2023-24, General Fund expenditures are 97.2% of budget, compared with a historical percentage of 100.0%. In terms of budget-to-actual variance, General Fund expenditures are 2.8% or \$9.3 million below budget through the fourth quarter. Departmental quarterly expenditure tracking data can be found on pages 8 through 20 of this report.



## General Fund Expenditures By Category

Categories	FY 23-24 Year to Date Budget*	% of Year to Date Budget
Personnel Costs	\$ 207,596,524	61.7%
Materials & Supplies	12,156,077	3.6%
Fees & Services	55,532,044	16.5%
Contributions	8,978,772	2.7%
Travel & Training	1,167,783	0.3%
Capital Outlay	9,034,078	2.7%
Debt Service	24,772,360	7.4%
Internal Services	(19,393,830)	-5.8%
Transfers	36,630,264	10.9%
<b>Total Budget</b>	<b>\$ 336,474,072</b>	<b>100.0%</b>



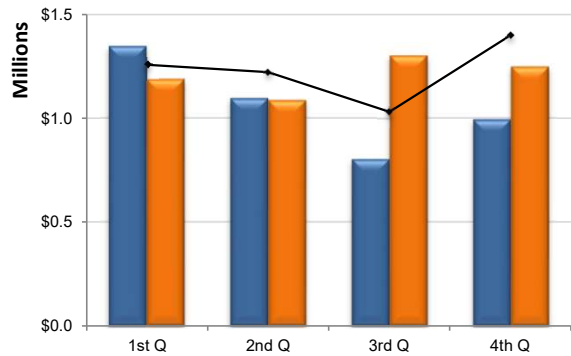
\*Budget excludes contingency appropriation



**City Attorney's Office**

FY 22-23 Actual    FY 23-24 Actual    FY 23-24 Budget

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 1,256,740	\$ 1,187,741	24.2%	25.6%
2nd Q	Oct-Dec 23	1,222,376	1,085,191	22.1%	24.9%
3rd Q	Jan-Mar 24	1,030,919	1,300,490	26.5%	21.0%
4th Q	Apr-Jun 24	1,399,105	1,246,475	25.4%	28.5%
<b>Total</b>		<b>\$ 4,909,139</b>	<b>\$ 4,819,896</b>	<b>98.2%</b>	<b>100.0%</b>
Variance from Budget			\$ 89,243	1.8%	



\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

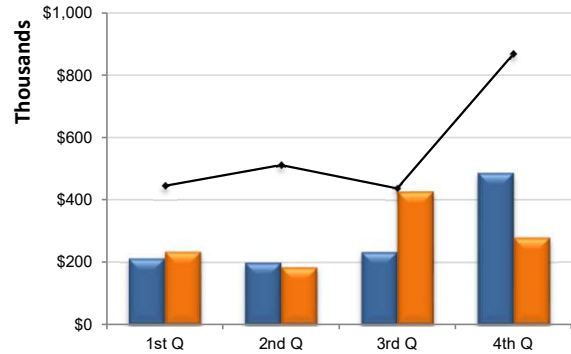
The City Attorney's Office spent 98.2% of its FY 2023-24 budget through the fourth quarter, compared to a historical average of 100.0%. In terms of budget-to-actual variance, expenditures are \$89 thousand or 1.8% lower than budget through the fourth quarter.



**City Clerk's Office**

FY 22-23 Actual    FY 23-24 Actual    FY 23-24 Budget

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 445,354	\$ 234,087	10.4%	19.7%
2nd Q	Oct-Dec 23	510,914	184,179	8.1%	22.6%
3rd Q	Jan-Mar 24	436,311	426,387	18.9%	19.3%
4th Q	Apr-Jun 24	868,102	278,941	12.3%	38.4%
<b>Total</b>		<b>\$ 2,260,681</b>	<b>\$ 1,123,594</b>	<b>49.7%</b>	<b>100.0%</b>
Variance from Budget			\$ 1,137,087	50.3%	



\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

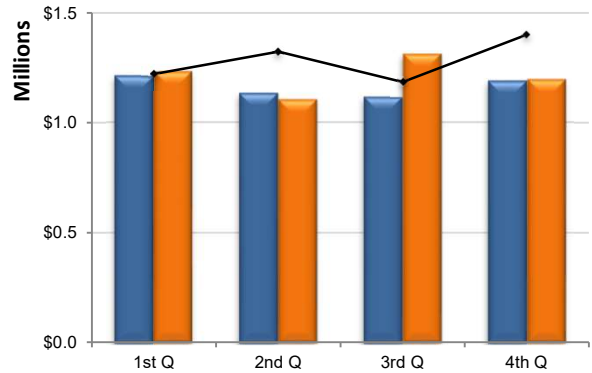
The City Clerk's Office has spent 49.7% of its FY 2023-24 budget through the fourth quarter, compared to a historical average of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$1.1 million or 50.3% below the expected amount. The City Clerk maintains appropriation in the event there is a special election. This appropriation was not utilized in FY24.



**City Court**

FY 22-23 Actual    FY 23-24 Actual    FY 23-24 Budget

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 1,221,615	\$ 1,229,798	24.0%	23.8%
2nd Q	Oct-Dec 23	1,324,272	1,102,869	21.5%	25.8%
3rd Q	Jan-Mar 24	1,185,685	1,309,359	25.5%	23.1%
4th Q	Apr-Jun 24	1,401,264	1,193,284	23.2%	27.3%
<b>Total</b>		<b>\$ 5,132,836</b>	<b>\$ 4,835,310</b>	<b>94.2%</b>	<b>100.0%</b>
Variance from Budget			\$ 297,526	5.8%	



\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

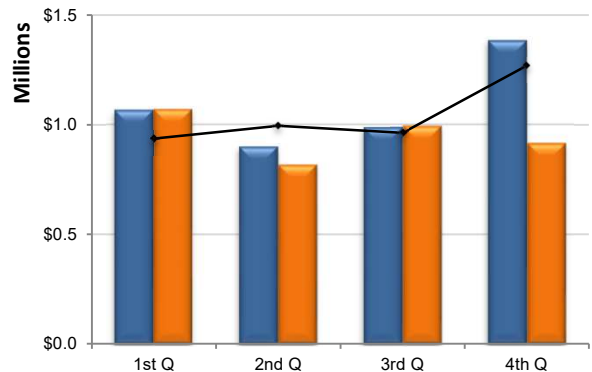
The City Court has spent 94.2% of its FY 2023-24 budget through the fourth quarter compared to the historical average of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$298 thousand or 5.8% below the budgeted amount.



**City Manager's Office**

FY 22-23 Actual    FY 23-24 Actual    FY 23-24 Budget

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 936,704	\$ 1,067,937	25.7%	22.5%
2nd Q	Oct-Dec 23	994,988	815,812	19.6%	23.9%
3rd Q	Jan-Mar 24	961,683	992,064	23.8%	23.1%
4th Q	Apr-Jun 24	1,269,755	914,335	22.0%	30.5%
<b>Total</b>		<b>\$ 4,163,130</b>	<b>\$ 3,790,148</b>	<b>91.0%</b>	<b>100.0%</b>
Variance from Budget			\$ 372,982	9.0%	



\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

The City Manager's Office has spent 91.0% of its FY 2023-24 budget through the fourth quarter, compared to the historical average of 100.0%. In terms of budget-to-actual variance, expenditures are \$373 thousand or 9.0% less than budgeted through the fourth quarter.



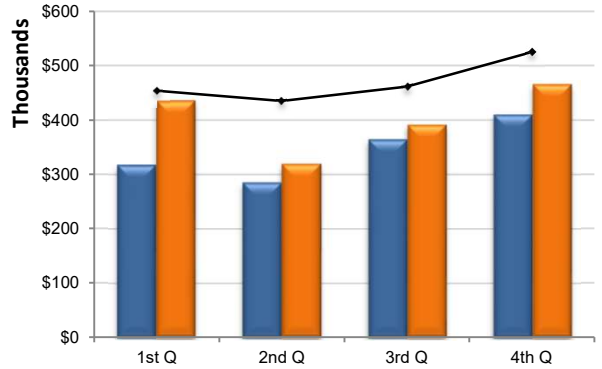
**Communications & Marketing Office**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 453,934	\$ 435,756	23.2%	24.2%
2nd Q	Oct-Dec 23	435,177	319,488	17.0%	23.2%
3rd Q	Jan-Mar 24	461,437	391,343	20.9%	24.6%
4th Q	Apr-Jun 24	525,213	465,882	24.8%	28.0%
<b>Total</b>		<b>\$ 1,875,762</b>	<b>\$ 1,612,469</b>	<b>86.0%</b>	<b>100.0%</b>

Variance from Budget \$ 263,293 14.0%

\*Actual amounts exclude internal service charges, inventory and encumbrances.

FY 22-23 Actual FY 23-24 Actual FY 23-24 Budget



**Positive**

The Communications and Marketing Office has spent 86.0% of its FY 2023-24 budget through the fourth quarter, compared to the historical value of 100.0%. In terms of variance from the budget, expenditures are \$263 thousand or 14.0% below the expected amount.



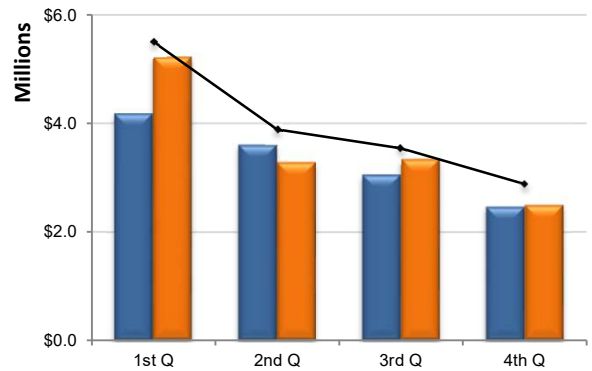
**Community Development**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 5,498,196	\$ 5,226,571	33.1%	34.8%
2nd Q	Oct-Dec 23	3,886,656	3,283,478	20.8%	24.6%
3rd Q	Jan-Mar 24	3,539,069	3,338,988	21.1%	22.4%
4th Q	Apr-Jun 24	2,875,493	2,489,327	15.8%	18.2%
<b>Total</b>		<b>\$ 15,799,413</b>	<b>\$ 14,338,363</b>	<b>90.8%</b>	<b>100.0%</b>

Variance from Budget \$ 1,461,050 9.2%

\*Actual amounts exclude internal service charges, inventory and encumbrances.

FY 22-23 Actual FY 23-24 Actual FY 23-24 Budget



**Positive**

The Community Development Department has spent 90.8% of its FY 2023-24 budget through the fourth quarter, compared to the historical value of 100.0%. In terms of variance from the budget, expenditures are \$1.5 million or 9.2% below the expected amount.



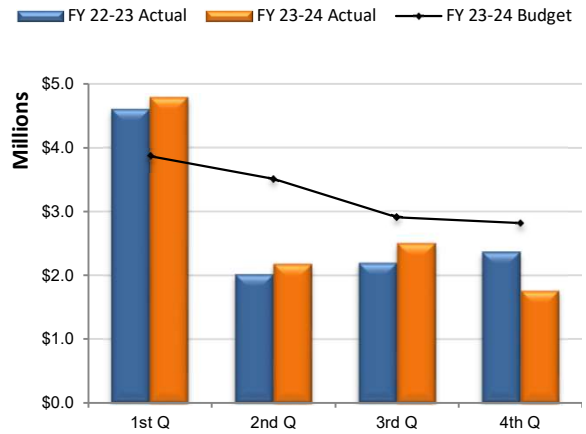
**Community Health & Human Services**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 3,867,597	\$ 4,789,046	36.5%	29.5%
2nd Q	Oct-Dec 23	3,513,614	2,180,186	16.6%	26.8%
3rd Q	Jan-Mar 24	2,910,531	2,505,786	19.1%	22.2%
4th Q	Apr-Jun 24	2,818,757	1,761,348	13.4%	21.5%
Total		\$ 13,110,499	\$ 11,236,368	85.7%	100.0%
Variance from Budget			\$ 1,874,131	14.3%	

\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

The Community Health and Human Services Department has spent 85.7% of its FY 2023-24 budget through the fourth quarter, compared with a historical percentage of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$1.9 million or 14.3% below the expected amount.



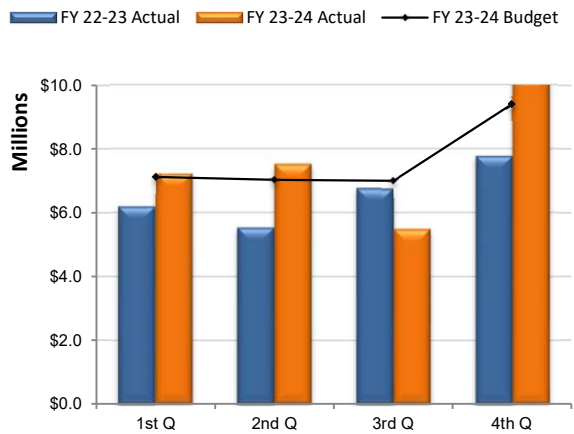
**Community Services**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 7,123,795	\$ 7,217,384	23.6%	23.3%
2nd Q	Oct-Dec 23	7,032,072	7,517,854	24.6%	23.0%
3rd Q	Jan-Mar 24	7,001,498	5,484,174	17.9%	22.9%
4th Q	Apr-Jun 24	9,416,862	10,300,752	33.7%	30.8%
Total		\$ 30,574,227	\$ 30,520,163	99.8%	100.0%
Variance from Budget			\$ 54,064	0.2%	

\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

The Community Services Department spent 99.8% of its FY 2023-24 budget through the fourth quarter, compared to the historical average of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$54 thousand or 0.2% below the expected amount.

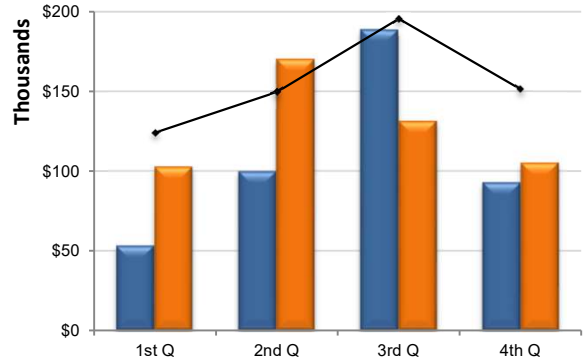




**Diversity, Equity & Inclusion**

FY 22-23 Actual    FY 23-24 Actual    FY 23-24 Budget

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 124,191	\$ 102,775	16.6%	20.0%
2nd Q	Oct-Dec 23	149,650	170,435	27.4%	24.1%
3rd Q	Jan-Mar 24	195,601	131,459	21.2%	31.5%
4th Q	Apr-Jun 24	151,513	105,392	17.0%	24.4%
Total		\$ 620,954	\$ 510,062	82.1%	100.0%
Variance from Budget			\$ 110,892	17.9%	



\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

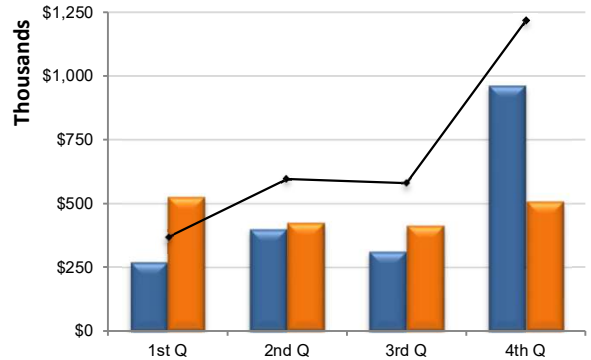
The Diversity, Equity and Inclusion Department has spent 82.1% of its FY 2023-24 budget through the fourth quarter, compared with a historical percentage of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$111 thousand or 17.9% below the expected amount.



**Economic Development Office**

FY 22-23 Actual    FY 23-24 Actual    FY 23-24 Budget

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 366,964	\$ 525,398	19.0%	13.3%
2nd Q	Oct-Dec 23	595,971	423,329	15.3%	21.6%
3rd Q	Jan-Mar 24	579,416	412,067	14.9%	21.0%
4th Q	Apr-Jun 24	1,216,774	507,117	18.4%	44.1%
Total		\$ 2,759,125	\$ 1,867,911	67.7%	100.0%
Variance from Budget			\$ 891,214	32.3%	



\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

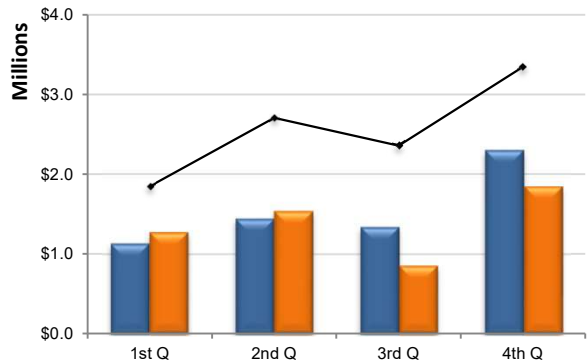
The Economic Development Office has spent 67.7% of its FY 2023-24 budget through the fourth quarter, compared with a historical percentage of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$891 thousand or 32.3% below the expected amount. The Downtown Tempe Authority provides grants for tenant improvements and facade renovations. Due to reimbursement requirements, most of this budget was carried over into FY25, which created the departmental savings in FY24.



**Education, Career & Family Services**

FY 22-23 Actual    FY 23-24 Actual    FY 23-24 Budget

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 1,845,967	\$ 1,271,490	12.4%	18.0%
2nd Q	Oct-Dec 23	2,707,418	1,536,666	15.0%	26.4%
3rd Q	Jan-Mar 24	2,358,735	852,902	8.3%	23.0%
4th Q	Apr-Jun 24	3,343,251	1,848,172	18.0%	32.6%
Total		\$ 10,255,370	\$ 5,509,230	53.7%	100.0%
Variance from Budget			\$ 4,746,140	46.3%	



\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

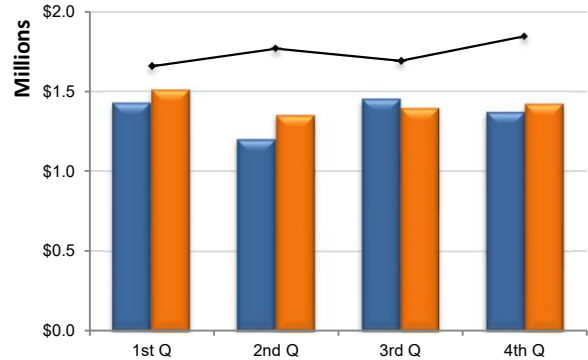
The Education, Career and Family Services Department has spent 53.7% of its FY 2023-24 budget through the fourth quarter, compared with a historical percentage of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$4.7 million or 46.3% below the expected amount.



**Engineering & Transportation**

FY 22-23 Actual    FY 23-24 Actual    FY 23-24 Budget

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 1,658,137	\$ 1,512,377	21.7%	23.8%
2nd Q	Oct-Dec 23	1,769,608	1,350,497	19.4%	25.4%
3rd Q	Jan-Mar 24	1,692,972	1,396,042	20.0%	24.3%
4th Q	Apr-Jun 24	1,846,245	1,422,867	20.4%	26.5%
Total		\$ 6,966,962	\$ 5,681,783	81.6%	100.0%
Variance from Budget			\$ 1,285,179	18.4%	



\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

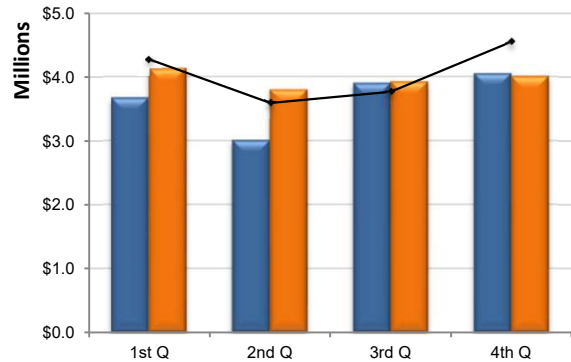
The Engineering and Transportation Department has spent 81.6% of its FY 2023-24 budget through the fourth quarter, compared with a historical percentage of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$1.3 million or 18.4% below the expected amount.



**Financial Services**

FY 22-23 Actual FY 23-24 Actual FY 23-24 Budget

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 4,278,628	\$ 4,134,214	25.5%	26.4%
2nd Q	Oct-Dec 23	3,597,937	3,799,571	23.4%	22.2%
3rd Q	Jan-Mar 24	3,776,214	3,923,962	24.2%	23.3%
4th Q	Apr-Jun 24	4,554,146	4,011,417	24.8%	28.1%
Total		\$ 16,206,925	\$ 15,869,164	97.9%	100.0%
Variance from Budget			\$ 337,761	2.1%	



\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

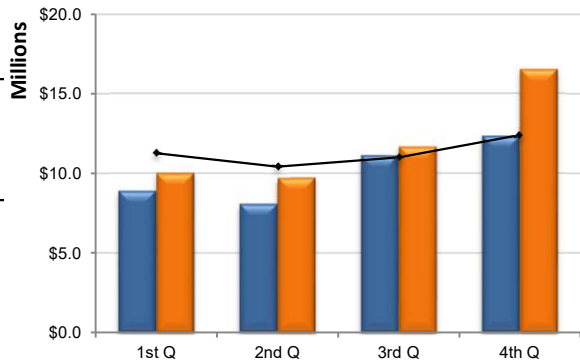
The Financial Services Department has spent 97.9% of its FY 2023-24 budget through the fourth quarter, compared with a historical percentage of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$338 thousand or 2.1% below the expected amount.



**Fire Medical Rescue**

FY 22-23 Actual FY 23-24 Actual FY 23-24 Budget

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 11,279,472	\$ 10,022,440	22.2%	25.0%
2nd Q	Oct-Dec 23	10,422,232	9,732,774	21.6%	23.1%
3rd Q	Jan-Mar 24	11,008,765	11,673,579	25.9%	24.4%
4th Q	Apr-Jun 24	12,407,419	16,518,659	36.6%	27.5%
Total		\$ 45,117,889	\$ 47,947,452	106.3%	100.0%
Variance from Budget			\$ (2,829,563)	-6.3%	



\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Negative**

The Fire Medical Rescue Department has spent 106.3% of its FY 2023-24 budget through the fourth quarter, compared with a historical percentage of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$2.8 million or 6.3% above the expected amount. The \$2.8 million expenditures over the expected amount is related to salaries & benefits outpacing the budget as well as lower special event revenue and price increases on essential items.

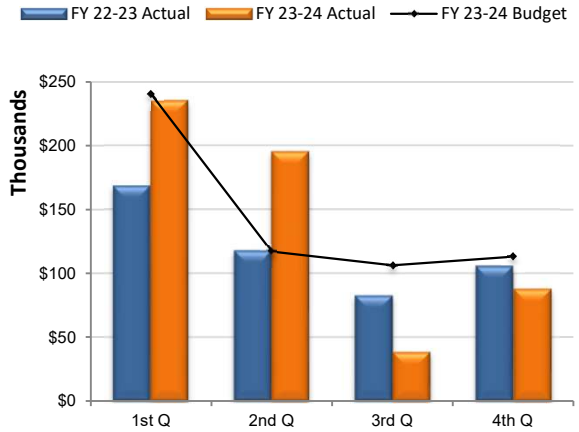




**Government Relations Office**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 240,615	\$ 235,100	40.7%	41.7%
2nd Q	Oct-Dec 23	117,134	195,161	33.8%	20.3%
3rd Q	Jan-Mar 24	106,171	38,715	6.7%	18.4%
4th Q	Apr-Jun 24	113,095	88,070	15.3%	19.6%
<b>Total</b>		<b>\$ 577,014</b>	<b>\$ 557,046</b>	<b>96.5%</b>	<b>100.0%</b>
Variance from Budget			\$ 19,968	3.5%	

\*Actual amounts exclude internal service charges, inventory and encumbrances.



**Positive**

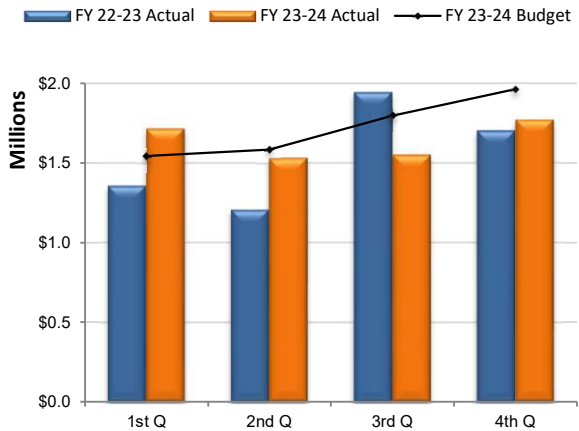
The Government Relations Office has spent 96.5% of its FY 2023-24 budget through the fourth quarter, compared with a historical average of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$20 thousand or 3.5% below the expected amount.



**Human Resources**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 1,543,378	\$ 1,712,944	24.9%	22.4%
2nd Q	Oct-Dec 23	1,584,718	1,530,288	22.2%	23.0%
3rd Q	Jan-Mar 24	1,798,311	1,550,092	22.5%	26.1%
4th Q	Apr-Jun 24	1,963,673	1,769,069	25.7%	28.5%
<b>Total</b>		<b>\$ 6,890,080</b>	<b>\$ 6,562,393</b>	<b>95.2%</b>	<b>100.0%</b>
Variance from Budget			\$ 327,687	4.8%	

\*Actual amounts exclude internal service charges, inventory and encumbrances.



**Positive**

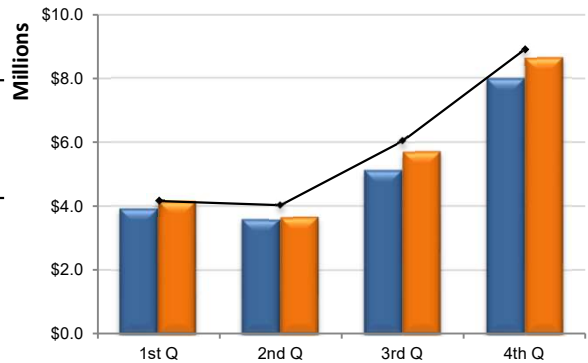
The Human Resources Department has spent 95.2% of its FY 2023-24 budget through the fourth quarter, compared with a historical average of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$328 thousand or 4.8% below the expected amount.



**Information Technology**

FY 22-23 Actual    FY 23-24 Actual    FY 23-24 Budget

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 4,165,912	\$ 4,166,202	18.0%	18.0%
2nd Q	Oct-Dec 23	4,027,049	3,672,277	15.9%	17.4%
3rd Q	Jan-Mar 24	6,040,573	5,714,389	24.7%	26.1%
4th Q	Apr-Jun 24	8,910,424	8,649,497	37.4%	38.5%
<b>Total</b>		<b>\$ 23,143,958</b>	<b>\$ 22,202,365</b>	<b>95.9%</b>	<b>100.0%</b>
Variance from Budget			\$ 941,593	4.1%	



\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

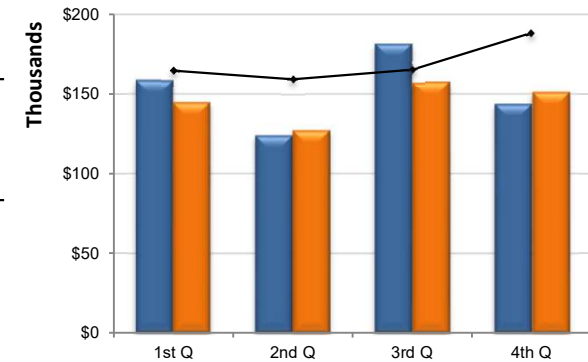
The Information Technology Department has spent 95.9% of its FY 2023-24 budget through the fourth quarter, compared with a historical average of 100.0%. In terms of variance from the budget in the fourth quarter, expenditures are \$942 thousand or 4.1% below the expected amount.



**Internal Audit Office**

FY 22-23 Actual    FY 23-24 Actual    FY 23-24 Budget

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 164,672	\$ 144,509	21.3%	24.3%
2nd Q	Oct-Dec 23	159,251	126,974	18.7%	23.5%
3rd Q	Jan-Mar 24	165,350	157,363	23.2%	24.4%
4th Q	Apr-Jun 24	188,391	151,079	22.3%	27.8%
<b>Total</b>		<b>\$ 677,664</b>	<b>\$ 579,926</b>	<b>85.6%</b>	<b>100.0%</b>
Variance from Budget			\$ 97,738	14.4%	



\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

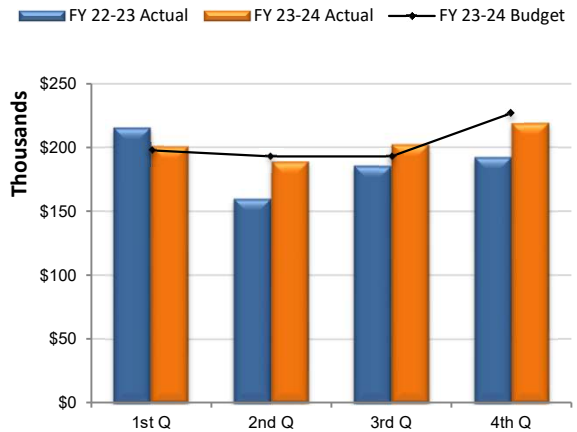
The Internal Audit Office has spent 85.6% of its FY 2023-24 budget through the fourth quarter, compared with a historical average of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$98 thousand or 14.4% below the expected amount.



**Mayor & Council**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 197,858	\$ 200,806	24.8%	24.4%
2nd Q	Oct-Dec 23	192,993	188,940	23.3%	23.8%
3rd Q	Jan-Mar 24	192,993	202,384	25.0%	23.8%
4th Q	Apr-Jun 24	227,051	219,303	27.0%	28.0%
<b>Total</b>		<b>\$ 810,895</b>	<b>\$ 811,433</b>	<b>100.1%</b>	<b>100.0%</b>
Variance from Budget			\$ (538)	-0.1%	

\*Actual amounts exclude internal service charges, inventory and encumbrances.



**Positive**

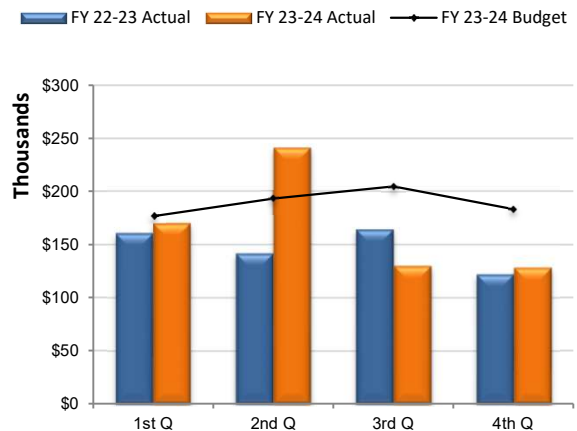
The Mayor and Council Department has spent 100.1% of its FY 2023-24 budget through the fourth quarter, compared with a historical average of 100.0%. In terms of variance from the budget in the fourth quarter, expenditures are \$538 or 0.1% above the expected amount.



**Municipal Budget Office**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 176,677	\$ 169,909	22.4%	23.3%
2nd Q	Oct-Dec 23	193,359	240,912	31.8%	25.5%
3rd Q	Jan-Mar 24	204,733	129,645	17.1%	27.0%
4th Q	Apr-Jun 24	183,501	128,130	16.9%	24.2%
<b>Total</b>		<b>\$ 758,270</b>	<b>\$ 668,596</b>	<b>88.2%</b>	<b>100.0%</b>
Variance from Budget			\$ 89,674	11.8%	

\*Actual amounts exclude internal service charges, inventory and encumbrances.



**Positive**

The Municipal Budget Office has spent 88.2% of its FY 2023-24 budget through the fourth quarter, compared to a historical average of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$90 thousand or 11.8% below the expected amount.



**Municipal Utilities**

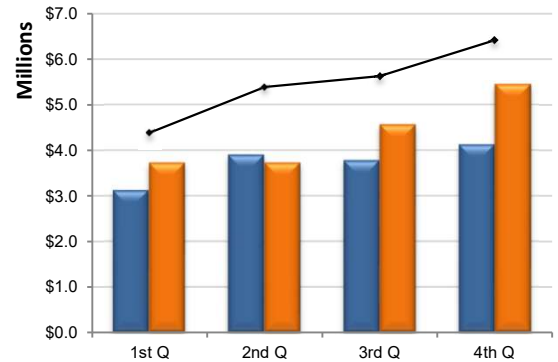
		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 4,388,208	\$ 3,723,955	17.1%	20.1%
2nd Q	Oct-Dec 23	5,392,475	3,722,742	17.1%	24.7%
3rd Q	Jan-Mar 24	5,632,625	4,564,354	20.9%	25.8%
4th Q	Apr-Jun 24	6,418,573	5,451,739	25.0%	29.4%
Total		\$ 21,831,881	\$ 17,462,790	80.0%	100.0%
Variance from Budget			\$ 4,369,091	20.0%	

\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

The Municipal Utilities Department has spent 80.0% of its FY 2023-24 budget through the fourth quarter, compared to a historical average of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$4.4 million or 20.0% below the expected amount.

FY 22-23 Actual FY 23-24 Actual FY 23-24 Budget



**Police**

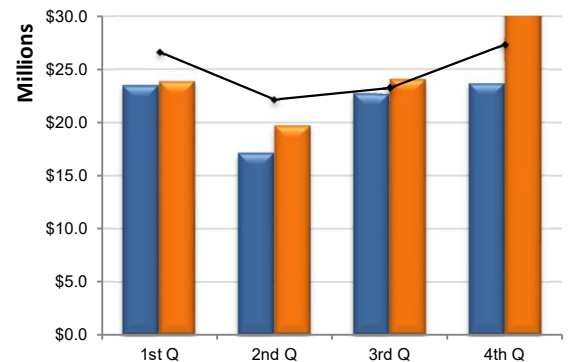
		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 26,652,317	\$ 23,867,391	24.0%	26.8%
2nd Q	Oct-Dec 23	22,177,115	19,706,723	19.8%	22.3%
3rd Q	Jan-Mar 24	23,271,053	24,068,538	24.2%	23.4%
4th Q	Apr-Jun 24	27,348,460	33,321,833	33.5%	27.5%
Total		\$ 99,448,944	\$ 100,964,485	101.5%	100.0%
Variance from Budget			\$ (1,515,541)	-1.5%	

\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

The Police Department has spent 101.5% of its FY 2023-24 General Fund budget through the fourth quarter, compared with a historical average of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$1.5 million or 1.5% above the expected amount. Expenditures are above the expected amount due to higher than anticipated overtime costs for the year.

FY 22-23 Actual FY 23-24 Actual FY 23-24 Budget





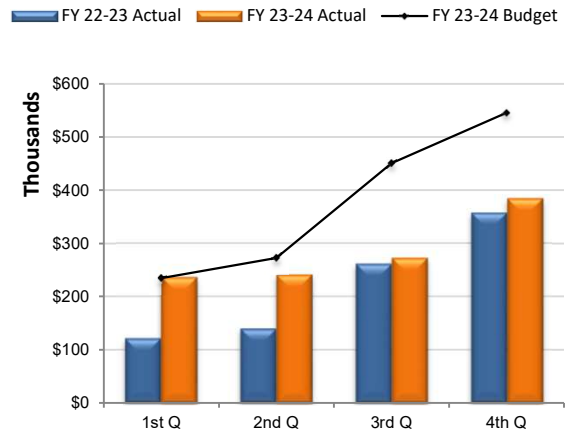
**Strategic Management & Innovation Office**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 234,611	\$ 236,667	15.7%	15.6%
2nd Q	Oct-Dec 23	272,209	241,516	16.1%	18.1%
3rd Q	Jan-Mar 24	451,175	272,706	18.1%	30.0%
4th Q	Apr-Jun 24	545,922	384,006	25.5%	36.3%
<b>Total</b>		<b>\$ 1,503,918</b>	<b>\$ 1,134,895</b>	<b>75.5%</b>	<b>100.0%</b>
Variance from Budget			\$ 369,023	24.5%	

\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

The Strategic Management and Innovation Office has spent 75.5% of its FY 2023-24 budget through the fourth quarter, compared with a historical average of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$369 thousand or 24.5% below the expected amount.



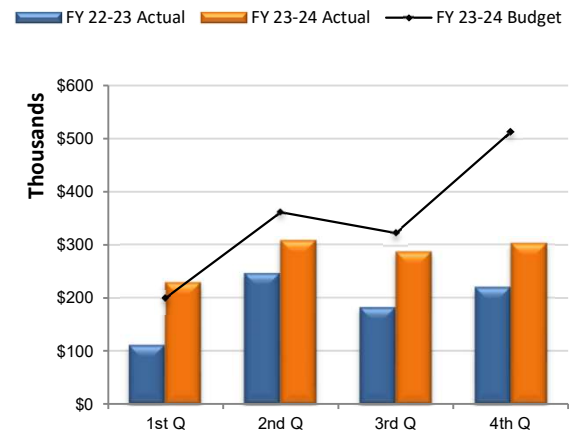
**Sustainability Office**

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 199,503	\$ 228,978	16.4%	14.3%
2nd Q	Oct-Dec 23	361,338	307,573	22.0%	25.9%
3rd Q	Jan-Mar 24	322,274	286,271	20.5%	23.1%
4th Q	Apr-Jun 24	512,011	302,436	21.7%	36.7%
<b>Total</b>		<b>\$ 1,395,126</b>	<b>\$ 1,125,258</b>	<b>80.7%</b>	<b>100.0%</b>
Variance from Budget			\$ 269,868	19.3%	

\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

The Sustainability Office has spent 80.7% of its FY 2023-24 budget through the fourth quarter, compared to a historical average of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$270 thousand or 19.3% below the expected amount.

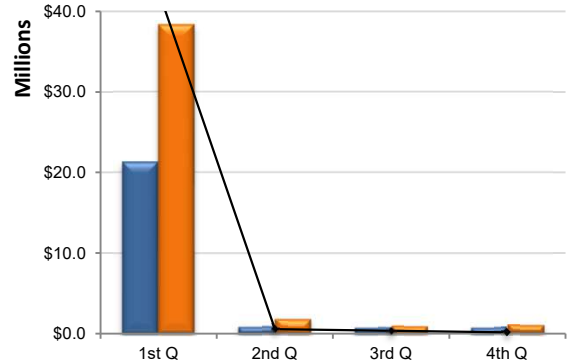




**Non-Departmental**

FY 22-23 Actual    FY 23-24 Actual    FY 23-24 Budget

		FY 23-24 Year to Date Budget	FY 23-24 Actual Expense*	% of Budget Used	% of Budget 3yr.Avg.
1st Q	Jul-Sep 23	\$ 42,441,009	\$ 38,325,546	88.0%	97.5%
2nd Q	Oct-Dec 23	565,880	1,822,181	4.2%	1.3%
3rd Q	Jan-Mar 24	348,234	923,295	2.1%	0.8%
4th Q	Apr-Jun 24	174,117	1,055,977	2.4%	0.4%
<b>Total</b>		<b>\$ 43,529,240</b>	<b>\$ 42,126,999</b>	<b>96.8%</b>	<b>100.0%</b>
Variance from Budget			\$ 1,402,241	3.2%	



\*Actual amounts exclude internal service charges, inventory and encumbrances.

**Positive**

The Non-Departmental category of the budget includes items not directly related to the operations of any one City operating department. One example includes the payment of the Tempe Tourism Office's portion of the Bed Tax. Through the fourth quarter of FY 2023-24, Non-Departmental expenditures are 96.8% of the budget compared to the historical pattern of 100.0%. In terms of variance from the budget through the fourth quarter, expenditures are \$1.4 million or 3.2% below budget.

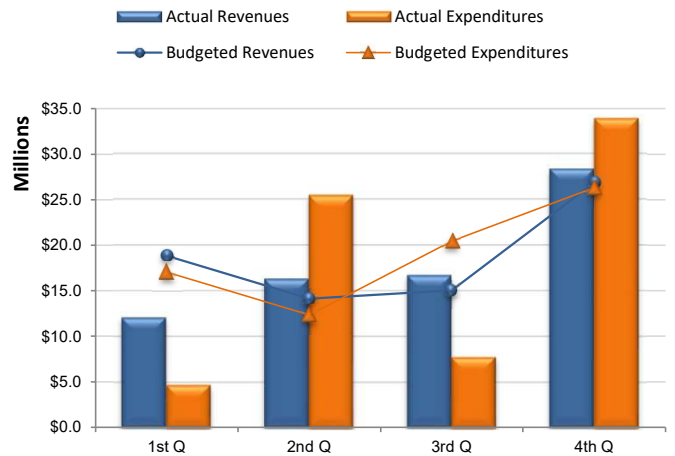
**Transit Fund**

	FY 23-24 YTD Budget	FY 23-24 4Q Actual*	% Budget Actual	% Budget 3yr.Avg.
Revenues	\$ 74,906,773	\$ 73,376,707	98.0%	100.0%
Transfers In	-	-	0.0%	0%
<b>Total Revenues</b>	<b>\$ 74,906,773</b>	<b>\$ 73,376,707</b>	<b>98.0%</b>	<b>100.0%</b>
Operating	\$ 63,156,868	\$ 59,345,057	94.0%	100.0%
Capital	91,053	165,791	182.1%	100.0%
Debt Service	4,697,749	4,700,949	100.1%	100.0%
Transfers Out	8,233,091	7,608,937	92.4%	100.0%
<b>Total Expenses</b>	<b>\$ 76,178,761</b>	<b>\$ 71,820,734</b>	<b>94.3%</b>	<b>100.0%</b>
<b>Net Rev/Exp</b>	<b>\$ (1,271,988)</b>	<b>\$ 1,555,973</b>		

\*Actual amounts exclude internal service charges, inventory, contingency and encumbrances.

**Positive**

The Transit Fund accounts for the receipt of the Mass Transit Tax, a 0.5% tax on sales. Fund resources are dedicated to transit system planning, design, and operations, community outreach, and debt service. Through the end of the fourth quarter, there is an operating surplus in the Transit Fund of \$1.6 million. Transit Fund revenue is at 98.0% of budget which is below the historical tracking percentage of 100.0%. Expenditures are 94.3% of budget while the historical tracking percentage is 100.0%. The net result is an operating surplus through the fourth quarter of the fiscal year. The lower than anticipated expenditures is due to a timing difference in payment for fixed-route and light rail services.



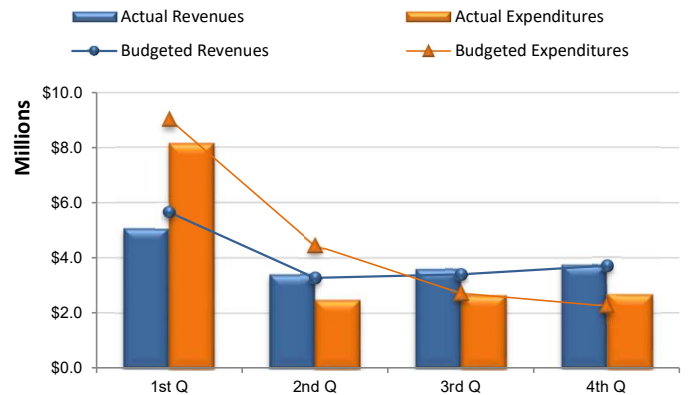
**Highway User Revenue Fund**

	FY 23-24 YTD Budget	FY 23-24 4Q Actual*	% Budget Actual	% Budget 3yr.Avg.
Revenues	\$ 14,531,474	\$ 14,280,770	98.3%	100.0%
Transfers In	1,500,000	1,500,000	100.0%	100%
<b>Total Revenues</b>	<b>\$ 16,031,474</b>	<b>\$ 15,780,770</b>	<b>98.4%</b>	<b>100.0%</b>
Operating	\$ 10,966,430	\$ 9,940,976	90.6%	100.0%
Capital	1,848,641	415,855	22.5%	100.0%
Debt Service	-	-	0.0%	0.0%
Transfers Out	5,629,547	5,629,673	100.0%	100.0%
<b>Total Expenses</b>	<b>\$ 18,444,618</b>	<b>\$ 15,986,504</b>	<b>86.7%</b>	<b>100.0%</b>
<b>Net Rev/Exp</b>	<b>\$ (2,413,144)</b>	<b>\$ (205,734)</b>		

\*Actual amounts exclude internal service charges, inventory, contingency and encumbrances.

**Positive**

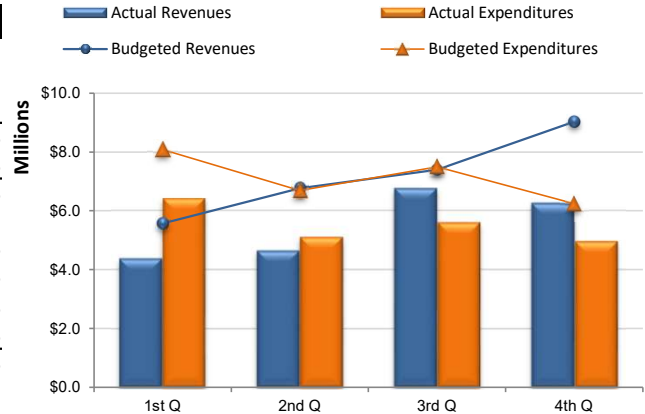
The Highway User Revenue Fund (HURF) accounts for the receipt of HURF distributions from the state. These revenues are derived largely from fuel taxes and vehicle registration fees and are allocated based on Tempe's share of state population as well as other factors. HURF resources are dedicated to Street and Traffic Operations, Maintenance, and Construction activities in the City. Revenues are 98.4% of budget compared to a historical average of 100.0%, and expenditures are 86.7% of budget compared to the three year historical trend of 100.0%. The net result is an operating deficit through the fourth quarter of \$206 thousand.





**CDBG/Section 8 Funds**

	FY 23-24 YTD Budget	FY 23-24 4Q Actual*	% Budget Actual	% Budget 3yr.Avg.
Revenues	\$ 28,772,639	\$ 22,044,605	76.6%	100.0%
Transfers In	-	-	0.0%	0%
<b>Total Revenues</b>	<b>\$ 28,772,639</b>	<b>\$ 22,044,605</b>	<b>76.6%</b>	<b>100.0%</b>
Operating	\$ 27,902,185	\$ 21,544,047	77.2%	100.0%
Capital	57,000	11,467	20.1%	100.0%
Debt Service	550,024	543,876	98.9%	100.0%
Transfers Out	-	-	0.0%	0.0%
<b>Total Expenses</b>	<b>\$ 28,509,209</b>	<b>\$ 22,099,390</b>	<b>77.5%</b>	<b>100.0%</b>
<b>Net Rev/Exp</b>	<b>\$ 263,430</b>	<b>\$ (54,785)</b>		



\*Actual amounts exclude internal service charges, inventory, contingency and encumbrances.

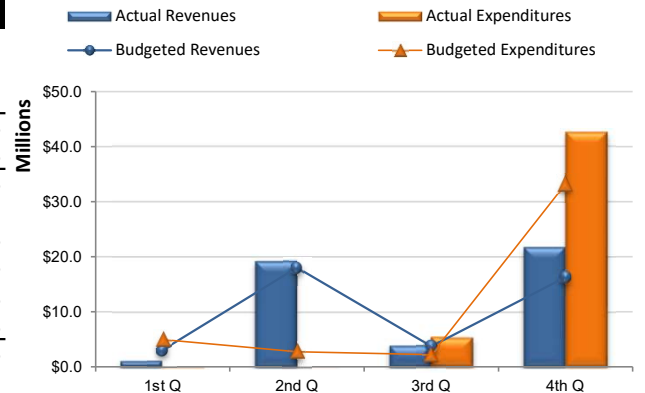
**Negative**

The Community Development Block Grant (CDBG) and Section 8 Funds are established to account for the receipt and expenditure of federal grants for redevelopment and rental subsidies for low income residents. Revenues through the fourth quarter total 76.6% of the FY 2023-24 budget, compared to the historical percentage of 100.0%. Expenditures through the fourth quarter total 77.5% of the FY 2023-24 budget, compared to the historical percentage of 100.0%. The net effect on the fund status through the fourth quarter is an operating deficit of \$55 thousand. This is largely due to the timing of grant revenue receipts from the federal government.



**Debt Service Fund**

	FY 23-24 YTD Budget	FY 23-24 4Q Actual*	% Budget Actual	% Budget 3yr.Avg.
Revenues	\$ 37,983,522	\$ 45,599,541	120.1%	100.0%
Transfers In	3,101,919	545,045	17.6%	100%
<b>Total Revenues</b>	<b>\$ 41,085,441</b>	<b>\$ 46,144,586</b>	<b>112.3%</b>	<b>100.0%</b>
Operating	\$ -	\$ -	0.0%	0.0%
Capital	-	-	0.0%	0.0%
Debt Service	40,728,894	47,868,668	117.5%	100.0%
Transfers Out	2,402,989	-	0.0%	100.0%
<b>Total Expenses</b>	<b>\$ 43,131,883</b>	<b>\$ 47,868,668</b>	<b>111.0%</b>	<b>100.0%</b>
<b>Net Rev/Exp</b>	<b>\$ (2,046,442)</b>	<b>\$ (1,724,083)</b>		



\*Actual amounts exclude internal service charges, inventory, contingency and encumbrances.

**Positive**

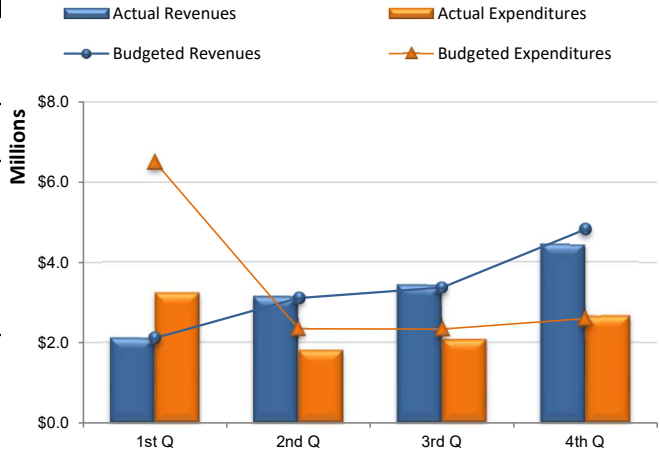
The Debt Service Fund accounts for the receipt of secondary property taxes to be used for payment of debt service on the City's tax supported debt. The City receives significant revenue from the Maricopa County Treasurer's Office in October and May, coinciding with the property tax due dates. The annual secondary tax levy includes the amount necessary to make the annual payments of principal and interest on existing bonds, payments of principal and interest on new debt planned for the ensuing year, plus a reasonable delinquency factor. The majority of the debt service payments as well as all transfers out occur during the last quarter of the fiscal year. Actual revenues through the fourth quarter are 112.3% of budget compared to the historical tracking percentage of 100.0%. Actual expenditures through the fourth quarter are 111.0% of budget, compared to the historical tracking percentage of 100.0%. The net result is an operating deficit of \$1.7 million. The variances in both revenues and expenditures are primarily due to the timing of receipts and bond payments.





**Arts & Cultural Fund**

	FY 23-24 YTD Budget	FY 23-24 4Q Actual*	% Budget Actual	% Budget 3yr.Avg.
Revenues	\$ 13,175,433	\$ 13,005,007	98.7%	100.0%
Transfers In	250,000	152,026	60.8%	100%
<b>Total Revenues</b>	<b>\$ 13,425,433</b>	<b>\$ 13,157,033</b>	<b>98.0%</b>	<b>100.0%</b>
Operating	\$ 8,770,316	\$ 7,737,637	88.2%	100.0%
Capital	71,543	142,767	199.6%	100.0%
Debt Service	581,750	580,750	99.8%	100.0%
Transfers Out	4,354,000	1,337,939	30.7%	100.0%
<b>Total Expenses</b>	<b>\$ 13,777,609</b>	<b>\$ 9,799,094</b>	<b>71.1%</b>	<b>100.0%</b>
<b>Net Rev/Exp</b>	<b>\$ (352,176)</b>	<b>\$ 3,357,939</b>		



\*Actual amounts exclude internal service charges, inventory, contingency and encumbrances.

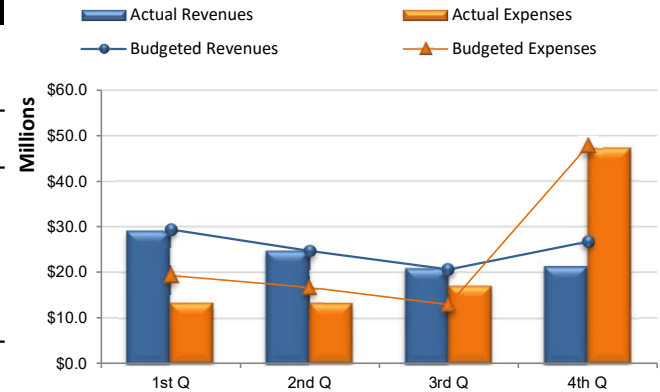
**Positive**

The Arts & Culture Fund accounts for the receipt of the 0.1% Arts & Cultural Sales Tax, which is used to fund operating expenses associated with the Tempe Center for the Arts (TCA), Tempe History Museum, Edna Vihel Arts Center and other arts and cultural programming. Revenues through the fourth quarter of FY 2023-24 are 98.0% of budget, compared to the historical tracking percentage of 100.0%. Total expenditures are 71.1% of budget, compared to a historical average of 100.0%. The net result is an operating surplus of \$3.4 million.



**Water/Wastewater Fund**

	FY 23-24 YTD Budget	FY 23-24 4Q Actual*	% Budget Actual	% Budget 3yr.Avg.
Revenues	\$ 98,919,060	\$ 96,132,295	97.2%	100.0%
Transfers In	2,585,439	182,450	7.1%	100%
<b>Total Revenues</b>	<b>\$ 101,504,499</b>	<b>\$ 96,314,745</b>	<b>94.9%</b>	<b>100.0%</b>
Operating	\$ 46,179,603	\$ 43,204,803	93.6%	100.0%
Capital	2,132,835	1,654,307	77.6%	100.0%
Debt Service	42,712,522	42,867,308	100.4%	100.0%
Transfers Out	5,524,735	3,273,015	59.2%	100.0%
<b>Total Expenses</b>	<b>\$ 96,549,695</b>	<b>\$ 90,999,433</b>	<b>94.3%</b>	<b>100.0%</b>
<b>Net Rev/Exp</b>	<b>\$ 4,954,804</b>	<b>\$ 5,315,313</b>		



\*Actual amounts exclude internal service charges, inventory, contingency and encumbrances.

**Positive**

The Water/Wastewater Fund is an enterprise fund used to account for all water and wastewater treatment operations in the City. Total revenues through the fourth quarter of FY 2023-24 are 94.9%, compared to the historical tracking percentage of 100.0%. Total expenses through the fourth quarter are 94.3% of budget compared to 100.0% historically. Through the fourth quarter, the fund posted a \$5.3 million surplus.



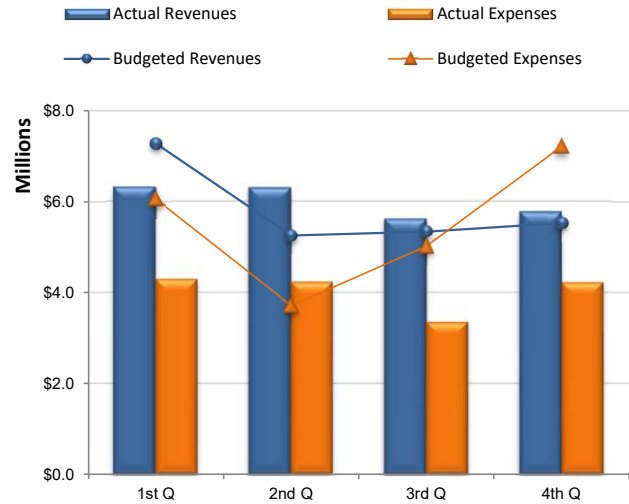
**Solid Waste Fund**

	FY 23-24 YTD Budget	FY 23-24 4Q Actual*	% Budget Actual	% Budget 3yr.Avg.
Revenues	\$ 21,522,471	\$ 22,135,262	102.8%	100.0%
Transfers In	1,879,652	1,879,652	100.0%	100%
<b>Total Revenues</b>	<b>\$ 23,402,123</b>	<b>\$ 24,014,914</b>	<b>102.6%</b>	<b>100.0%</b>
Operating	\$ 12,699,993	\$ 11,877,599	93.5%	100.0%
Capital	9,230,441	4,132,136	44.8%	100.0%
Debt Service	-	-	0.0%	0.0%
Transfers Out	74,676	74,802	100.2%	100.0%
<b>Total Expenses</b>	<b>\$ 22,005,110</b>	<b>\$ 16,084,536</b>	<b>73.1%</b>	<b>100.0%</b>
<b>Net Rev/Exp</b>	<b>\$ 1,397,013</b>	<b>\$ 7,930,377</b>		

\*Actual amounts exclude internal service charges, inventory, contingency and encumbrances.

**Positive**

The Solid Waste Fund is an enterprise fund that accounts for the operating, maintenance, and capital costs of providing residential and commercial solid waste services. Total revenues through the fourth quarter of FY 2023-24 are 102.6% of budget compared to 100.0% historically. Total expenses through the fourth quarter are 73.1% of budget compared to 100.0% historically. Through the fourth quarter, the fund posted an \$7.9 million surplus.



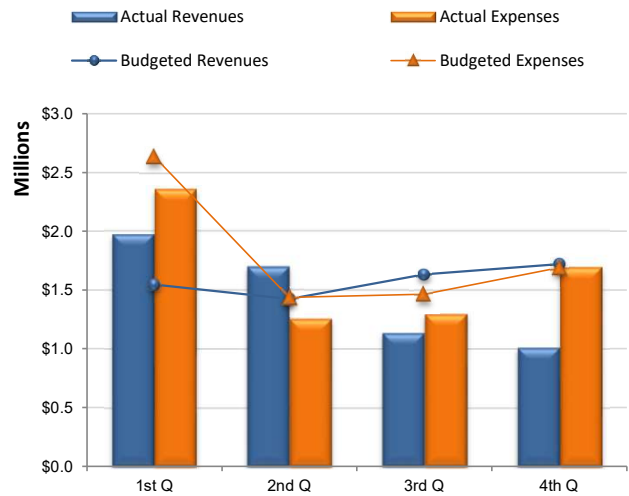
**Emergency Medical Transport**

	FY 23-24 YTD Budget	FY 23-24 4Q Actual*	% Budget Actual	% Budget 3yr.Avg.
Revenues	\$ 6,325,000	\$ 5,813,911	91.9%	100.0%
Transfers In	-	-	0.0%	0%
<b>Total Revenues</b>	<b>\$ 6,325,000</b>	<b>\$ 5,813,911</b>	<b>91.9%</b>	<b>100.0%</b>
Operating	\$ 5,583,890	\$ 4,959,504	88.8%	100.0%
Capital	489,354	558,952	114.2%	100.0%
Debt Service	-	-	0.0%	0.0%
Transfers Out	1,148,756	1,084,776	94.4%	100.0%
<b>Total Expenses</b>	<b>\$ 7,222,000</b>	<b>\$ 6,603,232</b>	<b>91.4%</b>	<b>100.0%</b>
<b>Net Rev/Exp</b>	<b>\$ (897,000)</b>	<b>\$ (789,321)</b>		

\*Actual amounts exclude internal service charges, inventory, contingency and encumbrances.

**Positive**

The Emergency Medical Transport Fund is an enterprise fund that provides for operation, maintenance, and debt service costs associated with providing an ambulance service for medical emergencies within the community. Total revenues through the fourth quarter of FY 2023-24 are 91.9% of budget compared to the historical average of 100.0%. Total expenses through the fourth quarter are 91.4% of budget compared to the historical average of 100.0%. Through the fourth quarter, the fund has an operating shortfall of \$789 thousand.





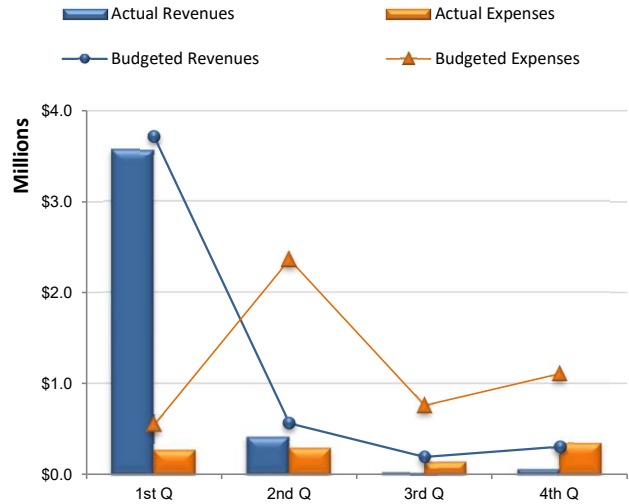
**Restricted Revenue and Donations**

	FY 23-24 YTD Budget	FY 23-24 4Q Actual*	% Budget Actual	% Budget 3yr.Avg.
Revenues	\$ 4,768,683	\$ 4,081,247	85.6%	100.0%
Transfers In	-	-	0.0%	0%
<b>Total Revenues</b>	<b>\$ 4,768,683</b>	<b>\$ 4,081,247</b>	<b>85.6%</b>	<b>100.0%</b>
Operating	\$ 4,768,683	\$ 1,047,657	22.0%	100.0%
Capital	-	4,230	0.0%	0.0%
Debt Service	-	-	0.0%	0.0%
Transfers Out	-	-	0.0%	0.0%
<b>Total Expenses</b>	<b>\$ 4,768,683</b>	<b>\$ 1,051,887</b>	<b>22.1%</b>	<b>100.0%</b>
<b>Net Rev/Exp</b>	<b>\$ -</b>	<b>\$ 3,029,359</b>		

\*Actual amounts exclude internal service charges, inventory, contingency and encumbrances.

**Positive**

The Restricted Revenue and Donations Fund accounts for the receipt and expenditure of restricted revenue and donations related to general governmental activities. Revenues through the fourth quarter total 85.6%, while expenditures total 22.1% of budget. The \$3.0 million surplus through the fourth quarter is mostly due to timing of receipt of funds vs. incurred expenses.



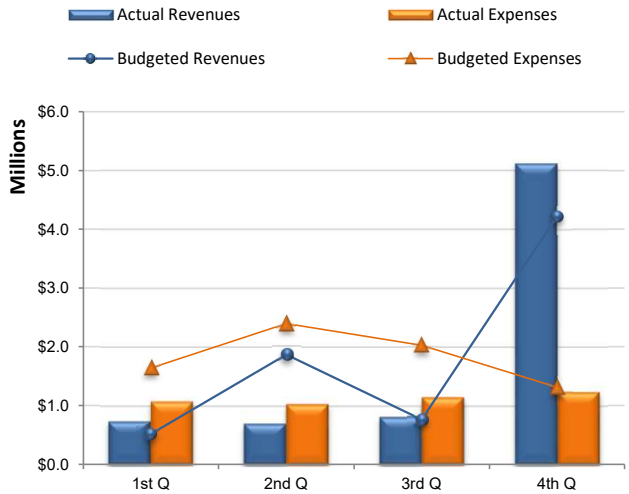
**Police Dept-RICO & Grants**

	FY 23-24 YTD Budget	FY 23-24 4Q Actual*	% Budget Actual	% Budget 3yr.Avg.
Revenues	\$ 7,360,209	\$ 7,371,376	100.2%	100.0%
Transfers In	-	-	0.0%	0%
<b>Total Revenues</b>	<b>\$ 7,360,209</b>	<b>\$ 7,371,376</b>	<b>100.2%</b>	<b>100.0%</b>
Operating	\$ 7,371,255	\$ 4,220,308	57.3%	100.0%
Capital	-	274,828	0.0%	0.0%
Debt Service	-	-	0.0%	0.0%
Transfers Out	-	-	0.0%	0.0%
<b>Total Expenses</b>	<b>\$ 7,371,255</b>	<b>\$ 4,495,136</b>	<b>61.0%</b>	<b>100.0%</b>
<b>Net Rev/Exp</b>	<b>\$ (11,046)</b>	<b>\$ 2,876,240</b>		

\*Actual amounts exclude internal service charges, inventory, contingency and encumbrances.

**Positive**

The Police Dept-RICO & Grants Fund accounts for the receipt and expenditure of grants, donations, asset forfeitures, and tow hearing fines associated with Police Department activities. Revenues through the fourth quarter total 100.2% of the FY 2023-24 budget, compared to the historical percentage of 100.0%. Expenditures through the fourth quarter total 61.0% of the FY 2023-24 budget, compared to the historical percentage of 100.0%. The net result of the fund's status through the fourth quarter is an operating surplus of \$2.9 million.



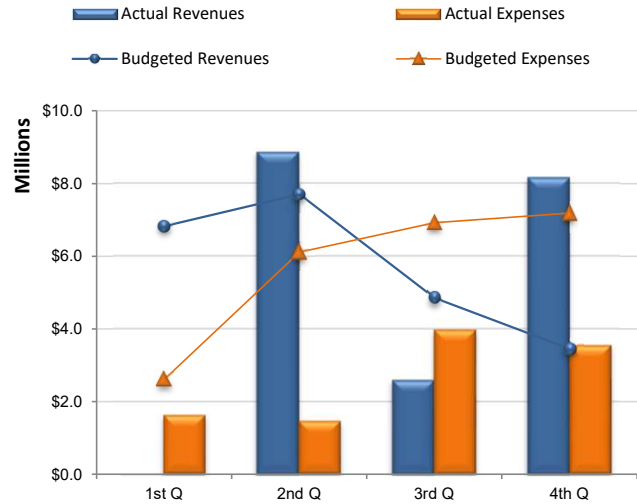


**Governmental Grants**

	FY 23-24 YTD Budget	FY 23-24 4Q Actual*	% Budget Actual	% Budget 3yr.Avg.
Revenues	\$ 22,831,584	\$ 19,621,866	85.9%	100.0%
Transfers In	-	-	0.0%	0%
<b>Total Revenues</b>	<b>\$ 22,831,584</b>	<b>\$ 19,621,866</b>	<b>85.9%</b>	<b>100.0%</b>
Operating	\$ 22,831,584	\$ 10,356,577	45.4%	100.0%
Capital	-	100,046	0.0%	0.0%
Debt Service	-	-	0.0%	0.0%
Transfers Out	-	164,787	0.0%	0.0%
<b>Total Expenses</b>	<b>\$ 22,831,584</b>	<b>\$ 10,621,411</b>	<b>46.5%</b>	<b>100.0%</b>
<b>Net Rev/Exp</b>	<b>\$ -</b>	<b>\$ 9,000,456</b>		

\*Actual amounts exclude internal service charges, inventory, contingency and encumbrances.

**Positive**



The Governmental Grants Fund accounts for the receipt and expenditure of grants related to general governmental activities. Revenues through the fourth quarter of FY 2023-24 total 85.9%, compared to the historical percentage of 100.0%. Expenditures through the fourth quarter total 46.5% of the FY 2023-24 budget, compared to the historical percentage of 100.0%. This results in a surplus of \$9.0 million.

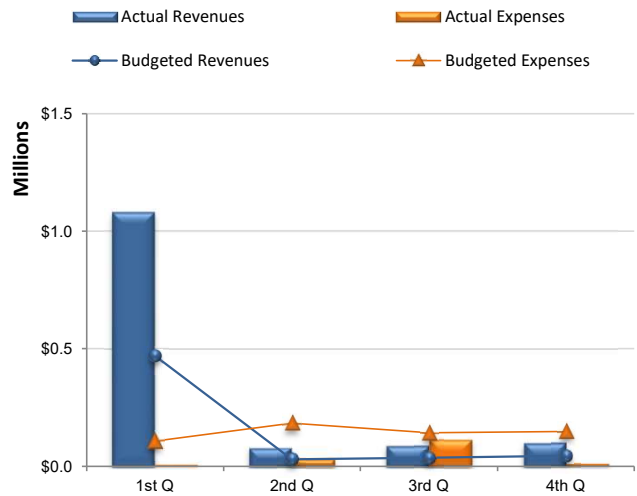


**Court Enhancement Fund**

	FY 23-24 YTD Budget	FY 23-24 4Q Actual*	% Budget Actual	% Budget 3yr.Avg.
Revenues	\$ 580,696	\$ 1,356,173	233.5%	100.0%
Transfers In	-	-	0.0%	0%
<b>Total Revenues</b>	<b>\$ 580,696</b>	<b>\$ 1,356,173</b>	<b>233.5%</b>	<b>100.0%</b>
Operating	\$ 580,696	\$ 166,321	28.6%	100.0%
Capital	-	2,408	0.0%	0.0%
Debt Service	-	-	0.0%	0.0%
Transfers Out	-	-	0.0%	0.0%
<b>Total Expenses</b>	<b>\$ 580,696</b>	<b>\$ 168,729</b>	<b>29.1%</b>	<b>100.0%</b>
<b>Net Rev/Exp</b>	<b>\$ -</b>	<b>\$ 1,187,444</b>		

\*Actual amounts exclude internal service charges, inventory, contingency and encumbrances.

**Positive**



The Court Enhancement Fund is established to account for fine, fee and forfeiture revenues dedicated for City Court purposes pursuant to state statute and city code. Revenues through the fourth quarter total 233.5% of the FY 2023-24 budget, compared to the historical percentage of 100.0%. Expenditures through the fourth quarter total 29.1% of the FY 2023-24 budget, compared to the historical percentage of 100.0%. This results in a surplus of \$1.2 million.