



Staff Report

TO: Finance and Audit Committee Members
FROM: Jennifer Ustation, Finance Director
DATE: June 13, 2022
SUBJECT: **FY2022 General Fund and Wastewater Budget to Actual through May 2022**

Background and Analysis:

City staff has updated the analysis of the General Fund and Wastewater Fund for FY2022 with results through May 2022.

General Fund Analysis:

- Nine months of sales tax has been received and has surpassed the budget, city staff are working with HDL and determined that a corporate restructure in the business industry sector has significantly increased this revenue;
- Property tax has exceeded budget;
- Increased building permit activity has surpassed budget;
- 23 of 26 pay periods have been reported and costs are trending lower than budget;
- Utility costs are trending high;
- Fleet costs have exceeded budget; and
- Contractual services are trending lower than budget. The two quarters of the fire service invoices have been paid and total \$1,977,775.07.

The attached report (Attachment A) provides preliminary estimates reflecting the initial ten months of FY2022. Estimates will be reviewed and revised as actual fiscal activity is recorded. Property tax is received in January and May of each year and has exceeded budget. Nine months of sales tax has been received and has outperformed forecasts. Building permit activity has surpassed the budget. Personnel costs are trending to have a savings. On August 3, 2021, City Council approved a budget amendment for unspent prior year appropriations and reappropriated \$214,799 for FY2022.

Wastewater Fund Analysis:

- Five of six utility billings recorded and trending lower than budget;
- 23 of 26 pay periods recorded and costs are trending lower than budget;
- Utilities have exceeded budget;
- Fleet costs have exceeded budget; and
- Contractual services are estimated below budget.

Recommended Action:

Receive and file report.

Attachments:

- A. General Fund Budget to Actual through May 2022
- B. Wastewater Fund Budget to Actual through May 2022