DISCUSSION ON THE MONTHLY FINANCIAL REPORTS
PERIOD ENDING May 31, 2022

Highlights

The General Fund is in the black for May and for the year. The Utility Fund is in the black for May, but is in the red for the year, though only by 1.6%.

Report on Reserves

As of April 30th, the City held about $9.8 million in its various accounts, about a $170,000 increase over last month. $484,347 of the above total are restricted funds (customer deposit, bond payment, HOT, and dedicated court funds), leaving the City a balance of about $9.3 million in what, primarily, are reserve funds. If the adopted FY 2021-22 goes according to plan, the amount held in reserve will decrease by $1,770,000 over the course of the year, leaving the City with about $6.8 million in, primarily, reserve funds. (Usually the drawdown is less than what is budgeted due to lower than expected operating expenditures and capital projects that carry over into the next budget cycle.) The City's total operating budget for FY 2021-22, less capital expenditures, contingency funds, and dedicated court funds, is $3,680,065. With roughly $3.7 million in annual operating costs, the current $9.3 million in reserves would carry the City for about 30 months and the projected $6.8 million in reserves at the end of this fiscal year would carry the City for about 20 months.

General Ledger Cash Balance Report

As has been mentioned previously, often there are differences between the bank account balances and the general ledger cash balance reports. The general ledger report carries in its balance checks that were written in the past which have never been deposited. Also, the instant a transaction is entered into the general ledger, it shows up in the general ledger report, but it can take days for both deposits and withdrawals to clear the bank and be reflected in our bank account balances.

The general ledger cash balance for the various funds through May 31st is about $9.8 million, about a $140,000 increase from a month ago, and an increase of about $760,000 from a year ago.

General Ledger Cash Balance Report - Court Fund

The amount in the Court Fund has increased by about $950 from a month ago.

Cash and Investment Report

As noted above, there was about $9.8 million in the City's accounts as of April 30th, this is about a $170,000 increase over last month.

Budget Report - General Fund

For the month, revenues have exceeded expenditures by about $95,000, and for the year revenues have exceeded expenditures by about $1,230,000.

Budget Report - Utility Fund

For the month, revenues have exceeded expenditures by about $43,000 and for the year expenditures have exceeded revenues by about $25,000.

Sales and Use Tax Report

The State has not posted its sales and use tax figures for June (tax on sales made in April) in time to be included in this packet report. The table provided in last month's packet has been updated to show the funds received during May. The May payment came in at $153,004.12, about a 12% decrease from last year's payment. For the past 12 months, revenues have increased by about 10% over the previous 12 month period.