



From: Eric Duthie, Hildale City Manager
To: Hildale City Council; Hildale City Mayor
Date: September 12, 2023
Subject: Resolution 2023-09-003 FY23 Budget Amendment

As the State Treasurer has removed the “hold” on state funds distribution, this memo represents the accurate state funds received from the FY23 delay. The previous Council memo (July 11, 2023) estimated the FY23 Revenue/Expenditure compared to budget report indicated a General Fund over expenditure of \$601,020. Upon a comprehensive review of all invoices in FY23, miscoding errors were identified and corrected to the proper fund accounts. As required by Utah State Law, Council shall adopt a Resolution for budget amendment to correct the FY23 General Fund expenditures, as follows:

FY23 State Tax disbursement pending submission of the FY22 Final Audit	\$171,789
General Ledger service/equipment corrected coding to Joint Utilities Fund	\$107,837
General Ledger salary/taxes/benefits corrected coding to Joint Utilities Fund	\$141,781
Colorado City payroll underbilling in FY22 (Paid in FY23)	\$ 74,821
Pass through invoice for Police equipment (Not invoiced timely)	\$ 14,850
Telephone corrected invoicing to Colorado City (Inventory review)	<u>\$ 10,502</u>
Total General Fund corrections	\$521,616
FY23 GF Expenditure compared to June 30, 2023 budget report	\$601,020
General Fund actual overage	<u>-\$521,616</u>
Corrected General Fund over expense	\$ 79,404

The deficit of \$79,404 was a result of various projects, including:

- Maxwell Park restrooms emergency roofing repair
- Maxwell Park firepit upgrades
- Maxwell Park ADA access
- Maxwell Park paths upgrades.
- Extensive information and technology system upgrades.
- Emergency roof repairs to the city building on Box Elder Street.

The **FY22 Audit** reported undesignated General Fund Reserves entering FY23 as \$522,469. Therefore, as corrected, total undesignated General Fund Reserves entering FY24 is \$443,065.

This memo is provided as explanation of the true FY23 GF deficit.
A FY23 budget amendment resolution has been prepared for Council action.