



## AUGUST 2026 FINANCIAL REPORT SUMMARY

### Executive Highlights

- Major utility-related revenues remain strong, while Insurance Premium Tax and current-year property taxes are affected by normal collection timing.
- Legal spending is above the expected 67% year-to-date spending level. Code Enforcement is near the expected level and should continue to be monitored.

Through August 31, 2026, the General Fund remains in a positive year-to-date operating position. Year-to-date revenues total approximately **\$9.91 million** and expenditures total approximately **\$9.61 million**, resulting in a surplus of approximately **\$298,594**.

### General Fund Overview (Fund 100)

| Description                 | Amount           |
|-----------------------------|------------------|
| Year-to-Date Revenues       | \$9,911,688      |
| Year-to-Date Expenditures   | \$9,613,094      |
| <b>Year-to-Date Surplus</b> | <b>\$298,594</b> |

### Management Attention

- **Legal:** Year-to-date spending is approximately 74% of the current budget, above the straight-line 67% benchmark through August.
- **Parks & Recreation:** Buildings & Improvements reflects approximately \$166,877 YTD against a \$35,000 current budget and should be reviewed for coding, reclassification, or budget amendment as appropriate.
- **Revenue timing:** Insurance Premium Tax and current-year property tax collections remain timing-sensitive and should continue to be monitored.

**Preliminary Data Disclaimer:** August financial results are preliminary and remain subject to month-end and year-end closing adjustments, reconciliations, and external audit.

## Other Major Funds

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### ARPA Fund (Fund 230)

The current FY2026 ARPA budget totals approximately **\$2.76 million**. Year-to-date expenditures total approximately **\$1.11 million**, leaving approximately **\$1.65 million** of current budget authority remaining. August expenditures were approximately **\$112,732**.

**Allowable use:** Funds may be used only for eligible State and Local Fiscal Recovery Fund purposes and previously obligated projects, including eligible government services/revenue replacement, responses to public-health or economic impacts, qualifying infrastructure, and other uses permitted under federal ARPA rules. The remaining budget authority should not be interpreted as unrestricted funding available for new projects.

### Hotel/Motel Fund (Fund 275)

Hotel/Motel revenues total approximately **\$617,927** through August, with year-to-date expenditures of approximately **\$325,811** and a reported surplus of approximately **\$292,117**.

**Allowable use:** Hotel/motel tax proceeds must be used in accordance with Georgia law and the City's hotel/motel tax ordinance. Stonecrest's levy requires a portion of collections to support tourism promotion and related eligible tourism purposes; any remaining amounts must be used only as authorized by the governing statute and ordinance.

### Tree Bank Fund (Fund 260)

The Tree Bank Fund reports approximately **\$334,080** in year-to-date revenues, **\$1,000** in expenditures, and a year-to-date surplus of approximately **\$333,080**.

**Allowable use:** Tree Bank resources are restricted to eligible tree-replacement, tree-canopy, planting, preservation, maintenance, and related environmental enhancement purposes under the City's tree protection program. These resources are not intended for unrelated general operating expenses.

### SPLOST II Fund (Fund 321)

SPLOST II reports approximately **\$5.58 million** in year-to-date revenue. The August budget report does not reflect expenditures in Fund 321.

**How to read this with capital projects:** Fund 321 reports SPLOST II receipts, while capital project costs may be accounted for in Fund 300 or other project funds depending on the project and authorized funding structure. The August budget report itself does not show a Fund 321 expenditure or a transfer from Fund 321 to Fund 300, so Fund 300 spending should not automatically be attributed to SPLOST II without the related project or transfer schedule. **Allowable use:** SPLOST proceeds may be used only for voter-approved capital outlay projects and related authorized project costs.

### Capital Projects Fund (Fund 300)

The Capital Projects Fund reports approximately **\$1.96 million in actual revenue received to date** and approximately **\$2.71 million in actual expenditures incurred to date**, resulting in a temporary year-to-date deficit of approximately **\$757,749**. The current FY2026 Capital Projects Fund budget is approximately **\$17.01 million**.

**Deficit explanation:** The reported deficit does not mean the fund is over budget or financially depleted. It reflects the timing difference between when capital project costs are incurred and when related transfers, reimbursements, grant proceeds, SPLOST proceeds, or other financing sources are received. The amounts shown are only the actual revenues and expenditures recorded through August 31, 2026 and represent a small portion of the total budgeted capital project activity.

**Allowable use:** This fund is used for approved capital projects and eligible project-related costs, subject to the restrictions of each funding source and project authorization.

### Use restriction note

The descriptions above are high-level summaries. Individual expenditures must also comply with the specific enabling law, ordinance, referendum, grant/award terms, project budget, and Council authorization applicable to the funding source.



## ANNUAL FINANCIAL AUDIT UPDATE

### FY2023 Audit - Detailed Breakdown

FY2023 uses the audit portal request states: **Fulfilled** = submitted/under review; **Returned** = additional documents requested; **Outstanding** = outstanding/not due; and **Accepted** = approved/accepted.

| FY2023 Status                             | Count     |
|-------------------------------------------|-----------|
| Fulfilled / Submitted-Under Review        | 51        |
| Returned / Additional Documents Requested | 8         |
| Outstanding / Not Due                     | 4         |
| Accepted / Approved                       | 3         |
| <b>Total Requests</b>                     | <b>66</b> |



51 Fulfilled | 8 Returned | 4 Outstanding | 3 Accepted

| FY2023 Audit Area                      | Fulfilled | Returned | Outstanding | Accepted | Total |
|----------------------------------------|-----------|----------|-------------|----------|-------|
| Accounts Payable and Other Liabilities | 6         | 2        | 0           | 0        | 8     |
| Capital Assets                         | 11        | 1        | 0           | 0        | 12    |
| Cash and Investments                   | 3         | 0        | 1           | 1        | 5     |
| General                                | 9         | 1        | 2           | 0        | 12    |
| Long Term Debt                         | 3         | 1        | 0           | 0        | 4     |
| Net Position and Fund Balances         | 1         | 0        | 0           | 0        | 1     |
| Open and Ongoing Items                 | 0         | 0        | 0           | 1        | 1     |
| Other Assets and Liabilities           | 2         | 0        | 1           | 1        | 4     |
| Planning                               | 7         | 3        | 0           | 0        | 10    |
| Revenues and Receivables               | 8         | 0        | 0           | 0        | 8     |
| Single Audit / SEFA                    | 1         | 0        | 0           | 0        | 1     |

### FY2024-FY2025 Annual Financial Audit Status

| Fiscal Year | Outstanding / Not Due | Submitted / Under Review | Additional Docs Requested | Approved / Accepted | Total |
|-------------|-----------------------|--------------------------|---------------------------|---------------------|-------|
| FY2024      | 62                    | 2                        | 0                         | 0                   | 64    |
| FY2025      | 60                    | 3                        | 0                         | 0                   | 63    |

### Audit Recovery Timeline

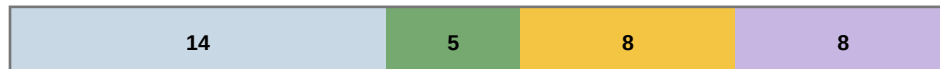
| FY2023   | FY2024   | FY2025   | FY2026   |
|----------|----------|----------|----------|
| Dec 2026 | Feb 2027 | Jun 2027 | Sep 2027 |



## FY2024-FY2025 PAYROLL AUDIT STATUS

The payroll audit is a separate workstream from the City's annual financial statement audits. The request statuses below apply only to the FY2024-FY2025 Payroll Audit.

| Payroll Request Status | Count     | % of Total    |
|------------------------|-----------|---------------|
| Open                   | 14        | 40.0%         |
| Complete               | 5         | 14.3%         |
| Under Review by Firm   | 8         | 22.9%         |
| Draft                  | 8         | 22.9%         |
| <b>Total</b>           | <b>35</b> | <b>100.0%</b> |



14 Open | 5 Complete | 8 Under Review by Firm | 8 Draft

### Payroll Audit Next Steps

- Complete the **8 draft** requests so they can move into the formal submission process.
- Address the **14 open** requests and assemble the documentation needed for submission.
- Respond promptly to reviewer questions or follow-up requests on the **8 items under review by the firm**.
- Continue moving completed items through the review process while keeping the payroll audit separate from the annual financial audit status reporting.

### Overall Audit Outlook

Finance is managing the annual financial audits and the FY2024-FY2025 Payroll Audit as separate workstreams. Priority remains on clearing FY2023 reviewer follow-up, advancing FY2024 and FY2025 documentation, and moving payroll-audit requests from draft/open status through firm review and completion.



## AUGUST 2026 GENERAL FUND REVENUE DETAIL (FUND 100)

Note: The approved midyear budget adjustment is posted and reflected in the current budget figures.

| Section | Description                              | Current Budget | August Activity | YTD Activity | Variance     | % Collected |
|---------|------------------------------------------|----------------|-----------------|--------------|--------------|-------------|
| Revenue | Real Property - Current Year             | \$2,500,000    | \$151           | \$5,926      | \$-2,494,074 | 0.2%        |
| Revenue | Public Utility Tax                       | \$48,000       | \$0             | \$59,765     | \$11,765     | 124.5%      |
| Revenue | Real Property - Prior Year               | \$108,000      | \$8,820         | \$254,479    | \$146,479    | 235.6%      |
| Revenue | Personal Property - Current Year         | \$283,000      | \$0             | \$4,217      | \$-278,783   | 1.5%        |
| Revenue | Motor Vehicle Tax                        | \$8,500        | \$289           | \$4,115      | \$-4,385     | 48.4%       |
| Revenue | Title Ad Valorem Tax                     | \$1,400,000    | \$129,461       | \$912,289    | \$-487,711   | 65.2%       |
| Revenue | Intangible Tax Revenue                   | \$111,000      | \$1,431         | \$12,497     | \$-98,503    | 11.3%       |
| Revenue | Real Estate Transfer Tax                 | \$50,000       | \$444           | \$6,039      | \$-43,961    | 12.1%       |
| Revenue | Atlanta Gas Light (Southern Co.)         | \$450,000      | \$0             | \$250,662    | \$-199,338   | 55.7%       |
| Revenue | Snapping Shoals EMC                      | \$575,000      | \$0             | \$588,134    | \$13,134     | 102.3%      |
| Revenue | Xfinity/Comcast                          | \$340,000      | \$0             | \$209,062    | \$-130,938   | 61.5%       |
| Revenue | AT&T                                     | \$70,000       | \$0             | \$10,778     | \$-59,222    | 15.4%       |
| Revenue | Georgia Power                            | \$2,700,000    | \$0             | \$2,606,443  | \$-93,557    | 96.5%       |
| Revenue | Personal Property - Prior Year           | \$9,800        | \$1,017         | \$14,483     | \$4,683      | 147.8%      |
| Revenue | Business & Occupation Taxes              | \$2,200,000    | \$12,331        | \$1,019,214  | \$-1,180,786 | 46.3%       |
| Revenue | Insurance Premium Tax                    | \$6,100,000    | \$0             | \$0          | \$-6,100,000 | 0.0%        |
| Revenue | Financial Institutions Taxes             | \$45,000       | \$0             | \$40,067     | \$-4,933     | 89.0%       |
| Revenue | Election Qualifying Fee                  | \$0            | \$1,350         | \$1,350      | \$1,350      | 0.0%        |
| Revenue | Alcoholic Beverages Current Year         | \$400,000      | \$0             | \$44,045     | \$-355,955   | 11.0%       |
| Revenue | Insurance License Fee                    | \$36,000       | \$0             | \$27,144     | \$-8,856     | 75.4%       |
| Revenue | Other Licenses/Permits                   | \$0            | \$0             | \$167        | \$167        | 0.0%        |
| Revenue | Building Permits                         | \$460,000      | \$16,079        | \$212,219    | \$-247,781   | 46.1%       |
| Revenue | Development Permits                      | \$50,000       | \$0             | \$387,444    | \$337,444    | 774.9%      |
| Revenue | Zoning Applications                      | \$13,000       | \$1,080         | \$6,195      | \$-6,805     | 47.7%       |
| Revenue | Other                                    | \$1,000        | \$0             | \$0          | \$-1,000     | 0.0%        |
| Revenue | Penalty & Interest - Delinquent Tax      | \$9,000        | \$756           | \$10,523     | \$1,523      | 116.9%      |
| Revenue | Penalty & Interest - Delinquent Property | \$5,000        | \$0             | \$0          | \$-5,000     | 0.0%        |
| Revenue | Fees, Charges                            | \$15,000       | \$0             | \$0          | \$-15,000    | 0.0%        |
| Revenue | Film Permitting                          | \$10,000       | \$410           | \$1,630      | \$-8,370     | 16.3%       |
| Revenue | Planning and Development Fees            | \$500          | \$0             | \$400        | \$-100       | 80.0%       |
| Revenue | Alcoholic Beverage Excise Tax            | \$130,500      | \$15,224        | \$111,883    | \$-18,617    | 85.7%       |
| Revenue | Local Option Mixed Drink                 | \$200,000      | \$11,200        | \$146,819    | \$-53,181    | 73.4%       |
| Revenue | Telecommunications                       | \$0            | \$2             | \$22         | \$22         | 0.0%        |
| Revenue | Activity Fees                            | \$75,000       | \$4,285         | \$29,180     | \$-45,820    | 38.9%       |
| Revenue | Program Fees                             | \$25,000       | \$1,230         | \$37,230     | \$12,230     | 148.9%      |
| Revenue | Municipal Court                          | \$35,000       | \$0             | \$15,068     | \$-19,932    | 43.1%       |
| Revenue | Interest                                 | \$200,000      | \$12,146        | \$77,887     | \$-122,113   | 38.9%       |
| Revenue | Reimbursement for Damaged Property       | \$0            | \$1,065         | \$1,065      | \$1,065      | 0.0%        |
| Revenue | Other Miscellaneous Revenue              | \$0            | \$273           | \$2,802,588  | \$2,802,588  | 0.0%        |
| Revenue | Transfer From Hotel                      | \$450,000      | \$0             | \$0          | \$-450,000   | 0.0%        |
| Revenue | Open Records Fees                        | \$0            | \$0             | \$660        | \$660        | 0.0%        |



## AUGUST 2026 GENERAL FUND EXPENSE DETAIL (FUND 100)

Note: The approved midyear budget adjustment is posted and reflected in the current budget figures.

| Section   | Department      | Description        | Current Budget | August Activity | YTD Activity | Variance  | % Remaining |
|-----------|-----------------|--------------------|----------------|-----------------|--------------|-----------|-------------|
| Operating | Mayor & Council | Operating Expenses | \$283,998      | \$2,234         | \$66,978     | \$217,020 | 76.4%       |
| Personnel | Mayor & Council | Personnel Expenses | \$227,765      | \$15,717        | \$140,834    | \$86,931  | 38.2%       |
| Operating | City Manager    | Operating Expenses | \$181,500      | \$8,695         | \$58,285     | \$123,215 | 67.9%       |
| Personnel | City Manager    | Personnel Expenses | \$759,860      | \$55,988        | \$470,129    | \$289,731 | 38.1%       |
| Operating | City Clerk      | Operating Expenses | \$149,000      | \$1,810         | \$74,615     | \$74,385  | 49.9%       |
| Personnel | City Clerk      | Personnel Expenses | \$403,160      | \$22,011        | \$255,557    | \$147,603 | 36.6%       |
| Operating | Finance         | Operating Expenses | \$739,500      | \$16,662        | \$97,012     | \$642,488 | 86.9%       |
| Personnel | Finance         | Personnel Expenses | \$1,547,360    | \$65,899        | \$791,792    | \$755,568 | 48.8%       |
| Operating | Legal           | Operating Expenses | \$1,010,194    | \$233,684       | \$745,348    | \$264,846 | 26.2%       |
| Operating | ITS/GIS         | Operating Expenses | \$835,000      | \$62,277        | \$496,248    | \$338,752 | 40.6%       |
| Operating | Human Resources | Operating Expenses | \$183,500      | \$349           | \$28,592     | \$154,908 | 84.4%       |
| Personnel | Human Resources | Personnel Expenses | \$557,845      | \$23,081        | \$269,273    | \$288,572 | 51.7%       |
| Operating | Internal Audit  | Operating Expenses | \$65,000       | \$4,309         | \$6,464      | \$58,536  | 90.1%       |
| Personnel | Internal Audit  | Personnel Expenses | \$65,000       | \$2,444         | \$3,581      | \$61,419  | 94.5%       |
| Operating | Facilities      | Operating Expenses | \$1,435,300    | \$80,072        | \$562,300    | \$873,000 | 60.8%       |
| Personnel | Facilities      | Personnel Expenses | \$1,247,310    | \$43,838        | \$554,048    | \$693,262 | 55.6%       |
| Operating | Communications  | Operating Expenses | \$393,500      | \$4,029         | \$104,054    | \$289,446 | 73.6%       |
| Personnel | Communications  | Personnel Expenses | \$646,630      | \$49,754        | \$442,772    | \$203,858 | 31.5%       |

### Department Spending Notes

- **Legal:** Year-to-date operating expenditures are approximately 73.8% of the current budget, above the 66.7% straight-line benchmark through August.
- **ITS/GIS:** Year-to-date operating expenditures are approximately 59.4% of the current budget and remain below the straight-line benchmark.
- **Communications:** Personnel expenditures are approximately 68.5% used, slightly above the straight-line benchmark and should continue to be monitored.



## AUGUST 2026 GENERAL FUND EXPENSE DETAIL (FUND 100)

Note: The approved midyear budget adjustment is posted and reflected in the current budget figures.

| Section   | Department         | Description        | Current Budget | August Activity | YTD Activity | Variance  | % Remaining |
|-----------|--------------------|--------------------|----------------|-----------------|--------------|-----------|-------------|
| Operating | Engineering        | Operating Expenses | \$573,160      | \$0             | \$0          | \$573,160 | 100.0%      |
| Personnel | Engineering        | Personnel Expenses | \$414,805      | \$3,015         | \$73,774     | \$341,031 | 82.2%       |
| Operating | General Admin.     | Operating Expenses | \$890,475      | \$9,759         | \$450,955    | \$439,520 | 49.4%       |
| Operating | Municipal Court    | Operating Expenses | \$48,000       | \$1,373         | \$2,707      | \$45,293  | 94.4%       |
| Personnel | Municipal Court    | Personnel Expenses | \$287,790      | \$12,549        | \$90,313     | \$197,477 | 68.6%       |
| Operating | Public Safety      | Operating Expenses | \$126,575      | \$0             | \$0          | \$126,575 | 100.0%      |
| Personnel | Public Safety      | Personnel Expenses | \$308,000      | \$0             | \$0          | \$308,000 | 100.0%      |
| Operating | Parks & Recreation | Operating Expenses | \$1,996,880    | \$133,244       | \$1,080,689  | \$916,191 | 45.9%       |
| Personnel | Parks & Recreation | Personnel Expenses | \$1,299,805    | \$79,743        | \$642,896    | \$656,909 | 50.5%       |
| Operating | Building           | Operating Expenses | \$290,700      | \$17,484        | \$159,158    | \$131,542 | 45.3%       |
| Personnel | Building           | Personnel Expenses | \$383,625      | \$12,350        | \$103,781    | \$279,844 | 72.9%       |
| Operating | Planning & Zoning  | Operating Expenses | \$293,500      | \$6,046         | \$104,729    | \$188,771 | 64.3%       |
| Personnel | Planning & Zoning  | Personnel Expenses | \$1,286,040    | \$89,080        | \$803,421    | \$482,619 | 37.5%       |
| Operating | Code Enforcement   | Operating Expenses | \$64,800       | \$6,673         | \$13,683     | \$51,117  | 78.9%       |
| Personnel | Code Enforcement   | Personnel Expenses | \$964,640      | \$70,277        | \$670,622    | \$294,018 | 30.5%       |
| Operating | Economic. Develop. | Operating Expenses | \$215,200      | \$7,986         | \$38,521     | \$176,679 | 82.1%       |
| Personnel | Economic. Develop. | Personnel Expenses | \$404,255      | \$23,559        | \$209,962    | \$194,293 | 48.1%       |

### Department Spending Notes

- **Code Enforcement:** Personnel expenditures are approximately 69.5% used, slightly above the straight-line benchmark through August.
- **Planning & Zoning:** Personnel expenditures are approximately 62.5% used and remain below the straight-line benchmark.
- **Parks & Recreation:** Operating expenditures are approximately 54.1% used and personnel expenditures approximately 49.5% used through August.