

## **Mayor and Council,**

Please find below a summary of the City's financial position through March 31, 2026 (FY2026, Period 3).

### General Fund (Fund 100)

- Adopted Budget: \$19,113,300
- Year-to-Date Revenues: \$4,911,779 *(25.3% of budget)*
- Year-to-Date Expenditures: \$3,479,246 *(18.0% of budget)*
- Net Position (YTD): \$1,432,534 Surplus

The General Fund has shifted to a positive net position compared to February, driven primarily by the posting of utility/franchise revenues (notably Georgia Power) and continued revenue collections. Expenditure remains controlled and below budgeted levels for this point in the fiscal year.

### Other Major Funds

#### ARPA Fund (230)

- YTD Expenditures: \$552,229
- Revenue: Not yet recognized (pending draw/reimbursement timing)
- Net Position: \$(552,229)

**Note:** Activity reflects ongoing project expenditure (e.g., road and infrastructure projects). Revenue will be recognized upon reimbursement.

#### Hotel/Motel Fund (275)

- YTD Revenues: \$200,367
- YTD Expenditures: \$64,623
- Net Position: Positive

#### Tree Bank Fund (260)

- YTD Revenues: \$11,240
- YTD Expenditures: \$0
- Net Position: \$11,240 Surplus

#### COVID-19 Relief Fund (221)

- Minimal activity recorded
- YTD Revenue: \$900

## Observations & Administrative Review Items

1. Revenue Timing Normalizing
  - Significant improvement from February due to:
    - Utility/franchise payments (e.g., Georgia Power nearly fully realized)
    - Continued tax and fee collections
  - Remaining major revenue sources still pending:
    - Insurance Premium Tax
    - Some transfers
2. Expenditure Control
  - Overall expenditures at ~18% of budget indicate:
    - Controlled spending
    - No immediate structural concerns
3. Budget Monitoring Items
  - Select line items showing over/under utilization:
    - Small Equipment (Facil-24PO)
    - Buildings & Improvements (Park-24PO)
  - Reviewed for potential mid year budget amendments
4. ARPA Tracking
  - Continued need to align:
    - Project expenditures
  - Compliance monitoring and accurate reporting

## Overall Assessment

The City's financial position has improved significantly from the prior month, with the General Fund now reflecting a positive year-to-date surplus.

Current variances across funds are primarily timing-related, not structural. Revenue collections are trending upward, and expenditure remains within expected operating ranges.

Finance will continue:

- Monitoring revenue realization trends
- Reviewing budget variances
- Preparing adjustments if necessary

**Respectfully submitted,**

Keisha Franklin  
Finance Director  
City of Stonecrest