SEPTEMBER 2026 FINANCIAL REPORT SUMMARY

The following summarizes the City's financial activity and Finance Department updates as of September 30, 2026.

General Fund Overview (Fund 100)

Description	Amount
Original adopted revenue / expenditure budget	$19,113,300
Year-to-date revenues	$10,483,212
Year-to-date expenditures	$10,877,712
Year-to-date surplus / (deficit)	($394,499)

Year-End Financial Assessment

Spending appears manageable heading into year-end. Through September, the General Fund spent approximately 53% of its amended expenditure budget, with 75% of the year complete. Spending was $394,499 more than revenue recorded so far. Some large tax receipts were still expected, so this gap does not mean the City will end the year short.

The final result will depend on remaining tax collections and bills still to be paid. Unspent budget amounts may already be needed for contracts and purchases. Finance will check these commitments, pending transfers and budget differences, and monitor Legal and retirement costs before estimating the year-end result.

OTHER MAJOR FUNDS AND ARPA UPDATE

Other Major Funds - September 30, 2026

Fund	YTD revenue	YTD expense
230 | ARPA	$0	$1,182,762
260 | Tree Bank	$335,180	$1,000
275 | Hotel/Motel	$672,860	$349,844
300 | Capital Projects	$1,956,914	$4,124,870
321 | SPLOST II	$5,584,655	$0

How These Funds Work

Fund	What it is and how revenue works
230 | ARPA	One-time federal pandemic recovery funding for eligible services and projects. It is not an ongoing annual tax. Spending may use award money received in earlier years; $0 recorded revenue does not mean no award funds remain.
260 | Tree Bank	Resources for eligible tree planting, replacement, preservation and related work. Revenue comes from tree-related fees and mitigation payments associated with development. Collections depend on development activity and can vary widely by month.
275 | Hotel/Motel	Tracks the City's lodging tax. Hotels collect an 8% tax on taxable lodging charges and remit it monthly. Receipts rise or fall with room sales. Portions support tourism and eligible tourism projects; the permitted general-purpose share may be transferred to the General Fund.
300 | Capital Projects	Pays for long-lived improvements such as roads, sidewalks, parks and facilities. Resources may include remaining SPLOST I funds, grants, authorized transfers and money carried forward for approved projects. Receipts and construction payments often occur in different months.
321 | SPLOST II	Tracks the City's share of the voter-approved special-purpose sales tax. The State collects the tax and distributes the City's share under the intergovernmental agreement. Receipts vary with taxable sales and distribution timing; funds are reserved for authorized capital projects.

Why Expenses Can Be Higher Than Current-Year Revenue

ARPA Fund 230 and Capital Projects Fund 300 may report expenditures above current-year revenues because projects can use money received in earlier years. For example, ARPA awards and SPLOST funds may be collected before construction or other eligible work is completed. This timing difference can be expected when spending is covered by available resources, included in the approved budget, and used for authorized purposes. It does not, by itself, indicate that either fund is overspent.

ARPA Fund (230) - September Update

Finance has submitted the proposed reclassification file to BerryDunn for review. The audit team has approved the methodology for reclassifying potentially eligible FY2024 payroll costs from the General Fund (100) to the ARPA Fund (230) using the unexpended portion of ARPA funds. Finance will bring forward a budget amendment for Council consideration to reflect the proposed reclassification and any related movement of funds. The specific costs remain subject to review, and no related accounting entries have been posted.

FY2023 EXTERNAL AUDIT UPDATE

As of September 30, 2026

Fulfilled requests have been submitted for review. Outstanding includes requests returned for additional information and requests awaiting submission.

Audit area	Accepted	Fulfilled	Outstanding	Total
Open and Ongoing Items	2	0	1	3
Planning	3	7	1	11
Single Audit / SEFA	0	1	0	1
General	3	8	2	13
Cash and Investments	2	1	2	5
Revenues and Receivables	1	6	2	9
Other Assets and Liabilities	1	2	1	4
Capital Assets	3	9	0	12
Accounts Payable and Other Liabilities	1	7	0	8
Long Term Debt	3	2	1	6
Net Position and Fund Balances	1	0	0	1
TOTAL	**20**	**43**	**10**	**73**

Accepted: 20 requests (27.4%) have been accepted by the auditor.

Fulfilled: 43 requests (58.9%) are submitted and awaiting acceptance or further review.

Outstanding: 10 requests (13.7%) require follow-up: six returned for additional information and four awaiting submission.

Seven additional requests were added during the audit and are included in the overall total.

FY2024 and FY2025 External Audit Submissions

Audit year	Submitted / fulfilled	Outstanding	Accepted
FY2024	5 of 64 requests	59	0
FY2025	6 of 63 requests	57	0

FY2024: The tracker records Payroll, Budgets, Alcohol Excise, Franchise Taxes and Property Tax Receivable as fulfilled.

FY2025: The tracker records SPLOST Check Range, Payroll, Budgets, Alcohol Excise, Franchise Taxes and Property Tax Receivable as fulfilled.

These submissions represent initial audit support. Most requests remain outstanding, and neither tracker establishes an issued audit or a completed submission package. Continue preparing the remaining schedules and coordinate reviewer follow-up with the external auditor.

Audit Recovery Plan - Completion Timeline

Audit year	Planned completion	Status
FY2023	December 2026	On schedule
FY2024	February 2027	On schedule
FY2025	June 2027	On schedule
FY2026	September 2027	On schedule

On schedule refers to the City's audit recovery plan and its planned completion dates.

PAYROLL AUDIT AND BUDGET PREPARATION UPDATE

Payroll Internal Audit

Finance's payroll audit request tracker marks all 36 requests Complete: 10 population requests, nine general documentation requests and 17 sample requests. The completed requests cover payroll and vendor data, direct-deposit changes, payroll policies, approvals, tax filings, benefits, retirement, personnel support and payroll-to-ledger reconciliations.

Milestone	Status
Documentation requests	36 of 36 marked Complete
Payroll audit firm's expected completion	Mid-November 2026
Final report / findings	Final report pending

The payroll audit firm has advised that its work is expected to be complete in mid-November. All document requests have been completed. The final audit results and any recommendations will be reported after the firm completes its review.

FY2027 Budget Preparation - Finance Update

As of September 30, 2026

Finance provided the City Manager's Office with consolidated budget schedules and supporting analysis for development of the FY2027 proposed budget. The materials brought together revenue projections, departmental requests, personnel and operating costs, staffing information, historical comparisons, capital planning schedules and a five-year financial forecast.

The budget review toolkit organized department submissions, distinguished one-time and recurring requests, and identified items requiring clarification or reconciliation. This gave the City Manager's Office a consistent basis for reviewing service needs, comparing requests with available resources, considering adjustments and developing a balanced proposal. Updated schedules and explanations also supported review of major revenue assumptions, department changes and capital allocations.

Finance develops the revenue estimates, cost analysis and financial schedules that support budget decisions. The City Manager uses this information to prepare and present the proposed budget to Council. Council reviews the proposal, considers changes and adopts the budget. Finance updates the supporting schedules to reflect those decisions.

Respectfully submitted,
K. Franklin, MACC, CFE
Finance Director | City of Stonecrest

SEPTEMBER 2026 GENERAL FUND REVENUE DETAIL (FUND 100)

Section	Department	Description	Current Budget	September Activity	YTD Activity	Variance	% Collected
Revenue	General Revenue	Real Property - Current Year	$2,500,000	$277,883	$283,809	-$2,216,191	11.4%
Revenue	General Revenue	Public Utility Tax	$48,000	$0	$59,765	$11,765	124.5%
Revenue	General Revenue	Real Property - Prior Year	$108,000	$760	$255,239	$147,239	236.3%
Revenue	General Revenue	Personal Property - Current Year	$283,000	$49,728	$53,945	-$229,055	19.1%
Revenue	General Revenue	Motor Vehicle Tax	$8,500	$371	$4,486	-$4,014	52.8%
Revenue	General Revenue	Title Ad Valorem Tax	$1,400,000	$122,657	$1,034,946	-$365,054	73.9%
Revenue	General Revenue	Intangible Tax Revenue	$111,000	$1,568	$14,065	-$96,935	12.7%
Revenue	General Revenue	Real Estate Transfer Tax	$50,000	$609	$6,648	-$43,352	13.3%
Revenue	General Revenue	Atlanta Gas Light (Southern Co.)	$450,000	$0	$250,662	-$199,338	55.7%
Revenue	General Revenue	Snapping Shoals EMC	$575,000	$0	$588,134	$13,134	102.3%
Revenue	General Revenue	Xfinity/Comcast	$340,000	$0	$209,062	-$130,938	61.5%
Revenue	General Revenue	At&t	$70,000	$0	$10,778	-$59,222	15.4%
Revenue	General Revenue	Georgia Power	$2,700,000	$0	$2,606,443	-$93,557	96.5%
Revenue	General Revenue	Personal Property - Prior Year	$9,800	$1,666	$16,149	$6,349	164.8%
Revenue	General Revenue	Business & Occupation Taxes	$2,200,000	$8,782	$1,027,996	-$1,172,004	46.7%
Revenue	General Revenue	Insurance Premium Tax	$6,100,000	$0	$0	-$6,100,000	0.0%
Revenue	General Revenue	Financial Institutions Taxes	$45,000	$0	$40,067	-$4,933	89.0%
Revenue	General Revenue	Election Qualifying Fee	$0	$0	$1,350	$1,350	N/A
Revenue	General Revenue	Alcoholic Beverages Current Year	$400,000	$20,750	$64,795	-$335,205	16.2%
Revenue	General Revenue	Insurance License Fee	$36,000	$0	$27,144	-$8,856	75.4%
Revenue	General Revenue	Other Licenses/Permits	$0	$0	$167	$167	N/A
Revenue	General Revenue	Building Permits	$460,000	$37,879	$250,099	-$209,901	54.4%
Revenue	General Revenue	Development Permits	$50,000	$0	$387,444	$337,444	774.9%
Revenue	General Revenue	Zoning Applications	$13,000	$570	$6,765	-$6,235	52.0%
Revenue	General Revenue	Other	$1,000	$0	$0	-$1,000	0.0%
Revenue	General Revenue	Penalty & Interest On Delinquent Taxes	$9,000	$789	$11,312	$2,312	125.7%
Revenue	General Revenue	Penalty & Interest On Delinquent Property	$5,000	$0	$0	-$5,000	0.0%
Revenue	General Revenue	Fees, Charges	$15,000	$0	$0	-$15,000	0.0%
Revenue	General Revenue	Film Permitting	$10,000	$0	$1,630	-$8,370	16.3%
Revenue	General Revenue	Planning And Development Fees	$500	$0	$400	-$100	80.0%
Revenue	General Revenue	Alcoholic Beverage Excise Tax	$130,500	$12,821	$124,704	-$5,796	95.6%
Revenue	General Revenue	Local Option Mixed Drink	$200,000	$13,639	$160,457	-$39,543	80.2%
Revenue	General Revenue	Telecommunications	$0	$2	$24	$24	N/A
Revenue	General Revenue	Activity Fees	$75,000	$5,420	$34,600	-$40,400	46.1%
Revenue	General Revenue	Program Fees	$25,000	$1,800	$39,030	$14,030	156.1%
Revenue	General Revenue	Municipal Court	$35,000	$0	$15,068	-$19,932	43.1%
Revenue	General Revenue	Interest	$200,000	$11,290	$89,177	-$110,823	44.6%
Revenue	General Revenue	Reimbursement For Damaged Property	$0	$2,085	$3,150	$3,150	N/A
Revenue	General Revenue	Other Miscellaneous Revenue	$0	$456	$2,803,044	$2,803,044	N/A
Revenue	General Revenue	Transfer From Hotel	$450,000	$0	$0	-$450,000	0.0%
Revenue	General Revenue	Open Records Fees	$0	$0	$660	$660	N/A

SEPTEMBER 2026 GENERAL FUND EXPENSE DETAIL (FUND 100)

Section	Department	Description	Current Budget	September Activity	YTD Activity	Variance	% Remaining
Mayor & Council							
Operating	Mayor & Council	Operating Expenses	$283,998	$3,855	$70,833	$213,165	75.1%
Personnel	Mayor & Council	Personnel Expenses	$227,765	$16,214	$157,048	$70,717	31.0%
City Manager							
Operating	City Manager	Operating Expenses	$181,500	$3,708	$61,993	$119,507	65.8%
Personnel	City Manager	Personnel Expenses	$759,860	$55,988	$526,117	$233,743	30.8%
City Clerk							
Operating	City Clerk	Operating Expenses	$149,000	$2,200	$76,815	$72,185	48.4%
Personnel	City Clerk	Personnel Expenses	$403,160	$24,189	$279,746	$123,414	30.6%
Finance							
Operating	Finance	Operating Expenses	$739,500	$9,167	$106,179	$633,321	85.6%
Personnel	Finance	Personnel Expenses	$1,547,360	$63,110	$854,902	$692,458	44.8%
Legal							
Operating	Legal	Operating Expenses	$1,010,194	$143,204	$888,552	$121,642	12.0%
Information Technology							
Operating	Information Technology	Operating Expenses	$835,000	$50,239	$546,488	$288,512	34.6%
Human Resources							
Operating	Human Resources	Operating Expenses	$183,500	$13,397	$41,989	$141,511	77.1%
Personnel	Human Resources	Personnel Expenses	$557,845	$15,076	$284,349	$273,496	49.0%
Internal Audit							
Operating	Internal Audit	Operating Expenses	$65,000	$0	$6,464	$58,536	90.1%
Personnel	Internal Audit	Personnel Expenses	$65,000	$0	$3,581	$61,419	94.5%
Facilities							
Operating	Facilities	Operating Expenses	$1,435,300	$162,480	$724,780	$710,520	49.5%
Personnel	Facilities	Personnel Expenses	$1,247,310	$36,590	$590,638	$656,672	52.6%
Communications							
Operating	Communications	Operating Expenses	$393,500	$1,293	$105,347	$288,153	73.2%
Personnel	Communications	Personnel Expenses	$646,630	$49,610	$492,382	$154,248	23.9%

SEPTEMBER 2026 GENERAL FUND EXPENSE DETAIL (FUND 100)

Section	Department	Description	Current Budget	September Activity	YTD Activity	Variance	% Remaining
Public Works/Engineering							
Operating	Public Works/Engineering	Operating Expenses	$573,160	$0	$0	$573,160	100.0%
Personnel	Public Works/Engineering	Personnel Expenses	$414,805	$0	$73,774	$341,031	82.2%
General Administration							
Operating	General Administration	Operating Expenses	$890,475	$36,548	$488,430	$402,046	45.1%
Municipal Court							
Operating	Municipal Court	Operating Expenses	$48,000	$166	$2,873	$45,127	94.0%
Personnel	Municipal Court	Personnel Expenses	$287,790	$12,549	$102,862	$184,928	64.3%
Public Safety							
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%
Parks & Recreation							
Operating	Parks & Recreation	Operating Expenses	$1,996,880	$233,583	$1,314,272	$682,608	34.2%
Personnel	Parks & Recreation	Personnel Expenses	$1,299,805	$94,742	$737,638	$562,167	43.3%
Building							
Operating	Building	Operating Expenses	$290,700	$17,960	$177,118	$113,582	39.1%
Personnel	Building	Personnel Expenses	$383,625	$10,474	$114,255	$269,370	70.2%
Planning & Zoning							
Operating	Planning & Zoning	Operating Expenses	$293,500	$972	$105,701	$187,799	64.0%
Personnel	Planning & Zoning	Personnel Expenses	$1,286,040	$89,053	$892,474	$393,566	30.6%
Code Enforcement							
Operating	Code Enforcement	Operating Expenses	$64,800	$1,749	$15,432	$49,368	76.2%
Personnel	Code Enforcement	Personnel Expenses	$964,640	$70,876	$741,498	$223,142	23.1%
Economic Development							
Operating	Economic Development	Operating Expenses	$215,200	$21,138	$59,658	$155,542	72.3%
Personnel	Economic Development	Personnel Expenses	$404,255	$23,559	$233,521	$170,734	42.2%