



Legislation Text

File #: 22-295, **Version:** 1

TITLE:

FY 2022-23 First Quarter Budget Status Report

PURPOSE: The purpose of this item is to provide a budget status report to Town Council for all funds.

DEPARTMENT: Finance

CONTACT INFORMATION: Arche McAdoo, Finance Director, 919-918-7439; Cary McNallan, Deputy Finance Director, 919-918-7301

INFORMATION: To engage in electronic payments, the Local Government Commission requires the Finance Officer to provide the Governing Board a budget status report by fund, at least quarterly, and is to include: budgeted accounts, actual revenues collected, payments made, amounts encumbered (including electronic obligations), and the amount of the unobligated budget.

Attachment A provides a summary budget status report as of September 30, 2022, for the General Fund, Special Revenue Funds, Capital Projects Funds, and Enterprise Funds.

The General Fund is the Town's operating fund. Please note that General Fund revenue collections are less than expenses. This is because expenses related to insurance policies, technology maintenance support agreements, and memberships are generally paid during the first quarter, and there is a three-month delay in receiving sales tax, and state collected taxes, from the State Revenue Department. As the year progresses, revenue collections increase as expenditures level out. Until such time, prior year cash reserves provide the funding for the amount of expenditures over current year revenues.

General Government expenditures, which includes Finance and Information Technology, reflects a slightly higher percentage spent than the other functions, due to reasons mentioned above.

<u>Revenues</u>	<u>% Budget Collected</u>	<u>Expenditures by Function</u>	<u>% Budget Expended</u>
Ad Valorem Taxes	12.9%	General Government	25.8%
Local Sales Taxes	0.0%	Public Safety	20.9%
Other Taxes/Licenses	16.4%	Planning	17.5%
Hotel Occupancy Tax	22.2%	Transportation	0.0%
Intergovernmental	0.5%	Public Works	18.8%
Permit & Fees	23.5%	Recreation, Parks, & Cultural Res	17.9%
Other Revenues	19.4%	Non-Departmental	0.0%
Total Revenues	<u>10.4%</u>	Debt Service	18.5%
		Total Expenditures	<u>19.1%</u>

FISCAL & STAFF IMPACT: There is no fiscal impact associated with this report.

RECOMMENDATION: That the Town Council receive the FY 2022-23 first quarter budget status report.