

Revenue may not track consistently with a monthly calendar since many revenue sources have due dates that do not occur evenly throughout the year. Transient Lodging and Restaurant Meal tax revenues continue to reflect post pandemic recovery trends. The largest revenue source, real estate tax, is remitted twice per year and aligns closely with real estate tax revenue from the same period in FY 2023. Real Estate tax revenue was due to the City on November 15. Through December 31, 2023, the City has collected \$258.0 million or 48.5 percent of the budgeted amount. This is comparable to FY 2023 when the City had collected \$249.5 million as of December 31, 2022, or 48.5 percent of the budgeted amount. Personal Property tax revenue, including business personal property, is trending ahead of FY 2023. Through six months of the fiscal year, \$64.2 million reflects 96.7 percent of the budgeted amount compared to \$60.4 million in FY 2023, which was 90.4 percent of the budgeted amount. Attachment 3 provides the 2nd quarter Investment Report. The annualized total rate of return of the City's portfolio was 5.31 percent during the 2nd quarter of FY 2024.

As of December 31, 2023, General Fund expenditures totaled \$423.8 million, a difference of \$19.3 million, or 4.8 percent more than the same time period for FY 2023. Similar to the situation with revenues, no significant expenditure has occurred in the first six months of Fiscal Year 2024 that is unbudgeted or unexpected. The most significant difference is the timing of payments and proportional increases in spending due to budget increases (cash capital and debt service). The timing of payments and increases in personnel costs are the main driver of variances in Judicial Administration, Communications, Police and Information Technology Services. In addition, in FY 2023, several departments had large appropriations of General Funds added to their budget in the fall as ARPA funds were shifted. That one-time event creates a distorted comparison of percentage of budget expended between the two years.

ATTACHMENTS:

- Attachment 1: Comparative Statement of General Fund Revenues
- Attachment 2: Comparative Statement of General Fund Expenditures
- Attachment 3: 2nd Quarter FY 2024 Investment Report

STAFF:

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