

Fiscal Year End Review as of June 30, 2021



Presented by:
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February 10, 2022

Fund Balance Classifications

- Restricted: External constraints
 - Grants, Bonds
- Committed: Internal constraints by Council
 - Resolutions
- Assigned: Internal constraint by intent
 - City Council, Department Heads, Comptroller
- Unassigned: all remaining fund balance
 - Unrestricted
 - Only in General Fund

Fund Balance Policy

- City Policy states unassigned Fund Balance should be between 10% and 16.7% of prior year expenditures
 - General Fund Balance Range: \$3,695,567 to \$6,171,596
 - Refuse, Water, and Sewer have no unassigned FB
 - Fund balance cannot be unassigned for these funds as it is reserved for those specific funds and purposes related solely to them

Fund Balance as of 6/30/21

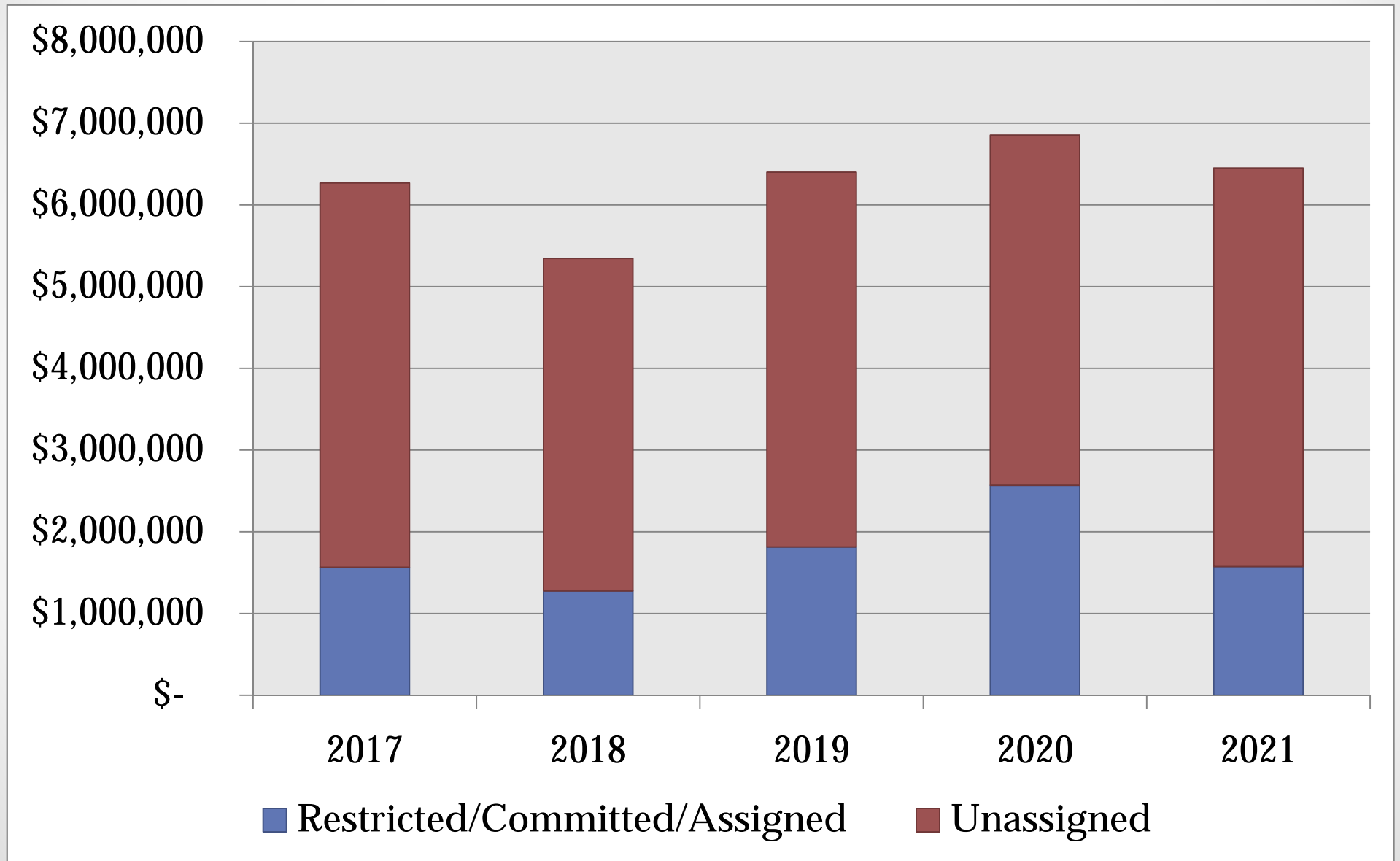
- ❖ General Fund Balance \$6,451,263
 - ❖ Unassigned: \$4,287,634 – within FB Policy

- ❖ Refuse Fund Balance \$(540,284)
 - ❖ Showing negative due to debt issuances and use of fund balance to balance budget

- ❖ Water Fund Balance \$1,682,991
 - ❖ No unassigned

- ❖ Sewer Fund Balance \$2,643,976
 - ❖ No unassigned

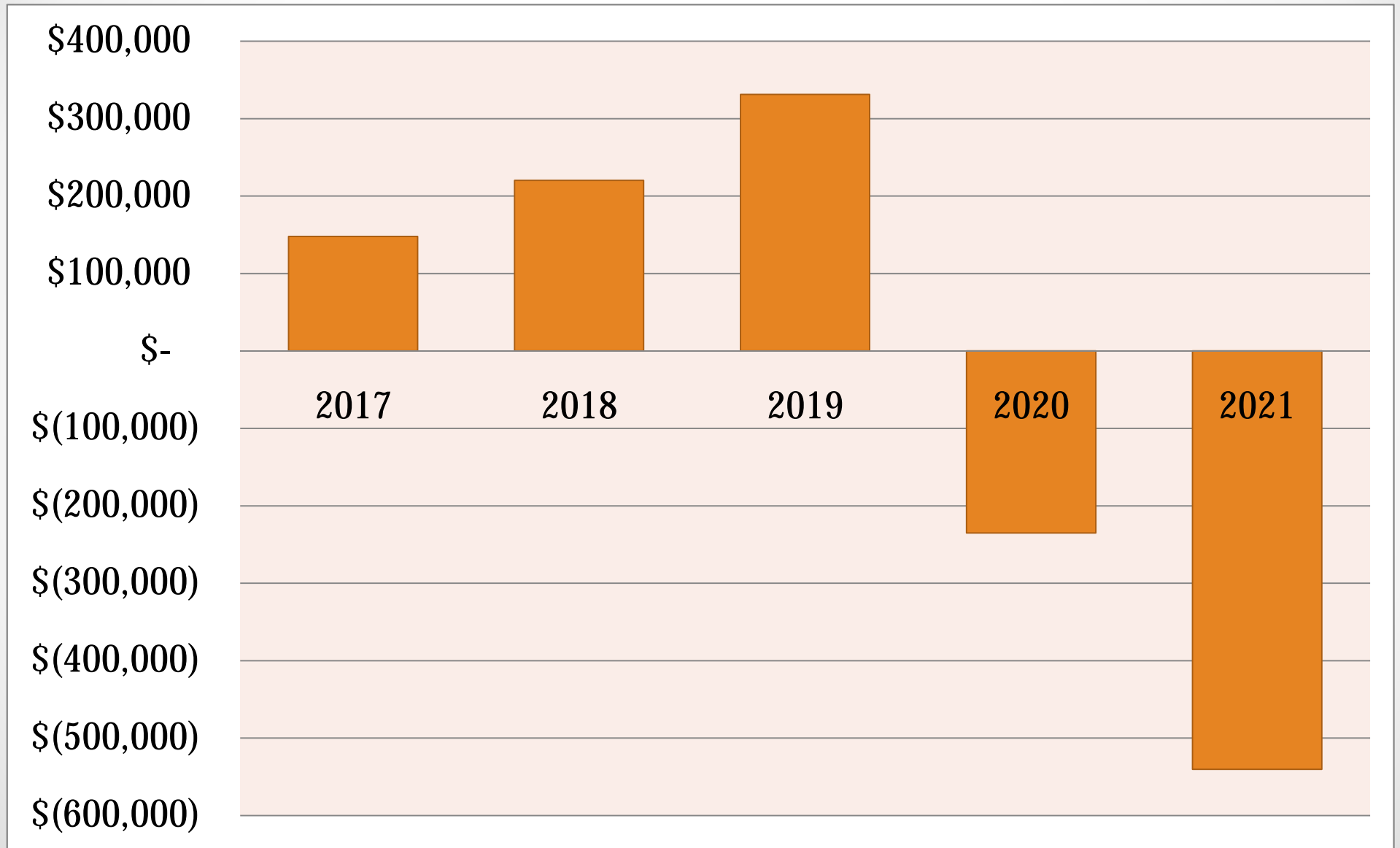
General (A) Fund Balance



General Fund Balance Changes

- ❖ General Fund Balance decreased \$403,734
 - ❖ Expected due to utilizing fund balance to balance budget
 - Unfavorable Revenues
 - ✓ Collected \$980k less than budgeted
 - ✓ Due to outstanding federal/state awards
 - Favorable Expenditures
 - ✓ All departments spent less than budgeted

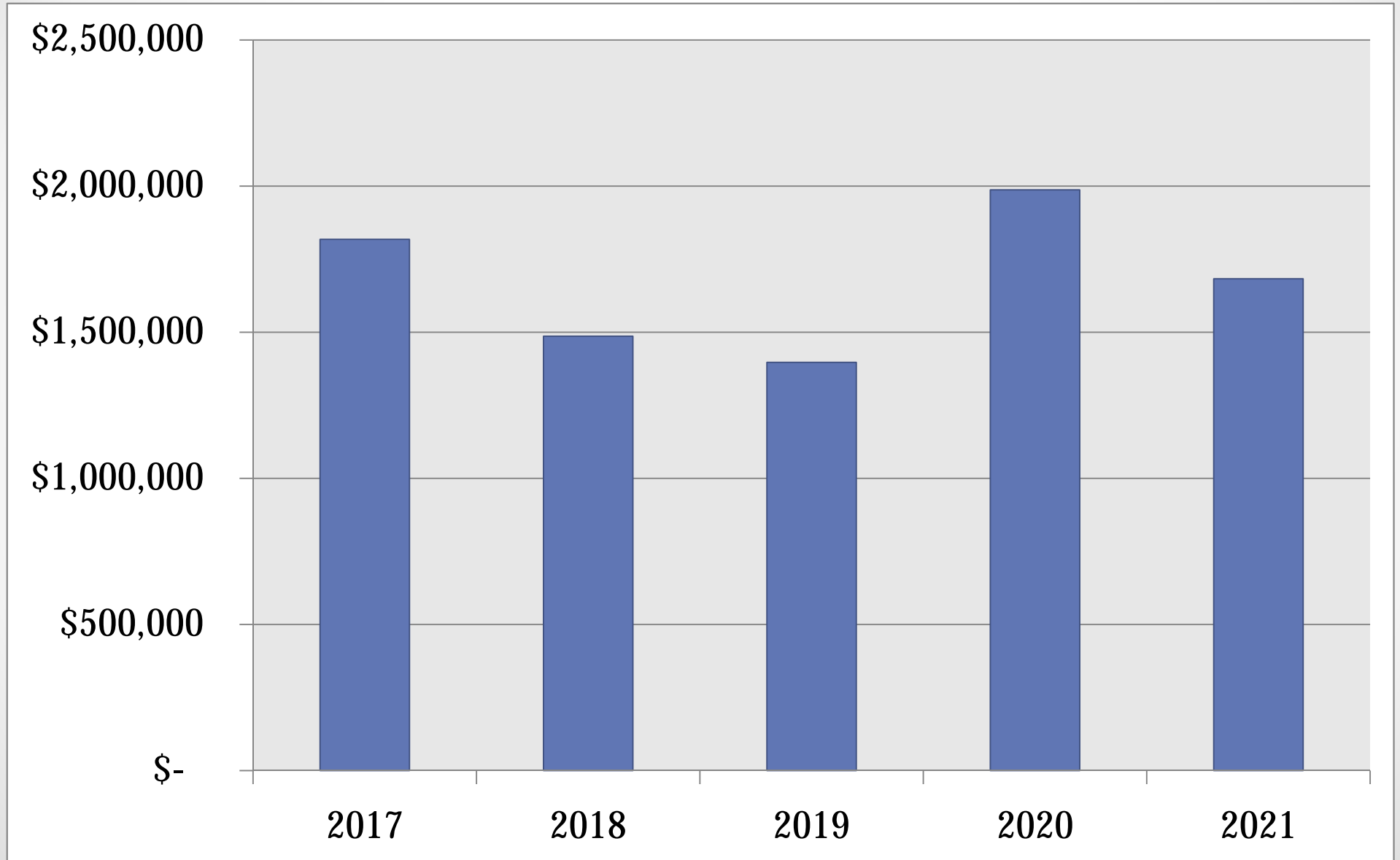
Refuse (CL) Fund Comparison



Refuse Collection Fund Balance Changes

- ❖ Refuse Collection Fund Balance decrease \$305k
 - ❖ Expected due to utilizing fund balance to balance budget
 - Favorable Expenditures
 - ✓ Departments kept expenditures under budget

Water (F) Fund Comparison



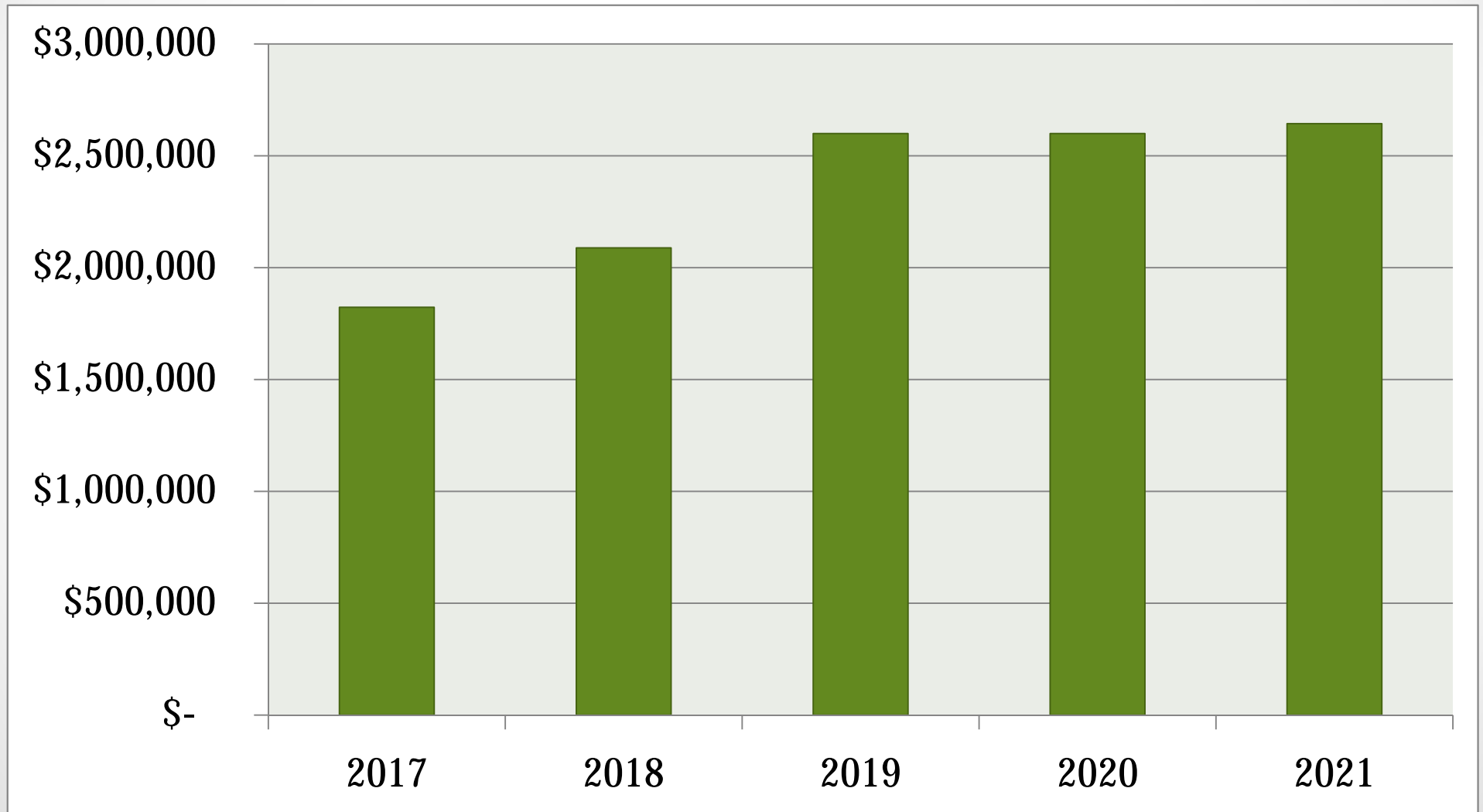
Water Fund Balance Changes

- ❖ **Water Fund Balance decreased \$303k**
 - ❖ Expected due to utilizing fund balance to balance budget

- **Unfavorable Revenues**
 - ✓ Interest, late charges, and penalties collected were less than budgeted

- **Favorable Expenditures**
 - ✓ Department kept expenditures under budget

Sewer (G) Fund Comparison



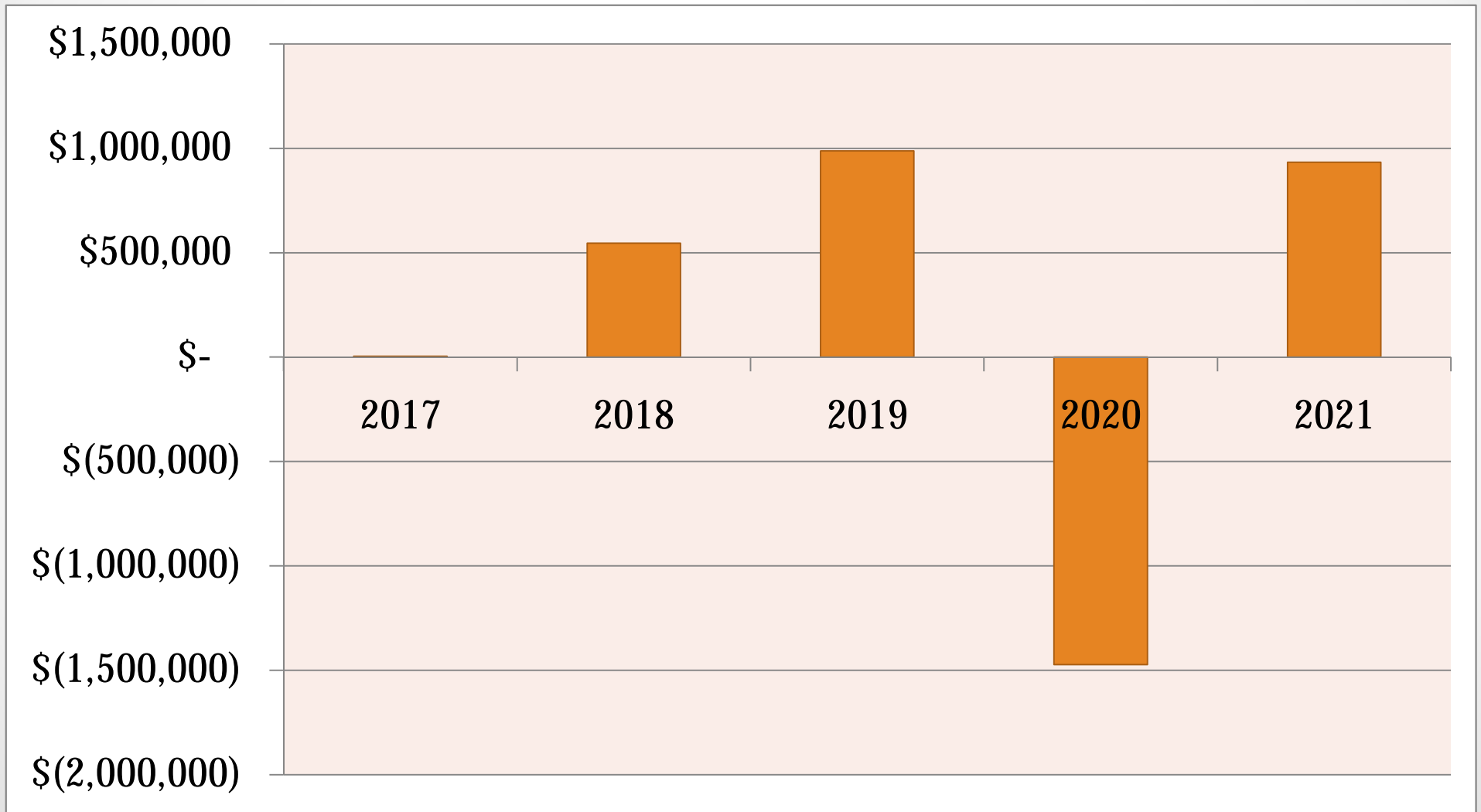
Sewer Fund Balance Changes

- ❖ Sewer Fund Balance increase \$44k
 - Unfavorable Revenues
 - ✓ Septage billings were down due to weather
 - Favorable Expenditures
 - ✓ Department kept expenditures under budget

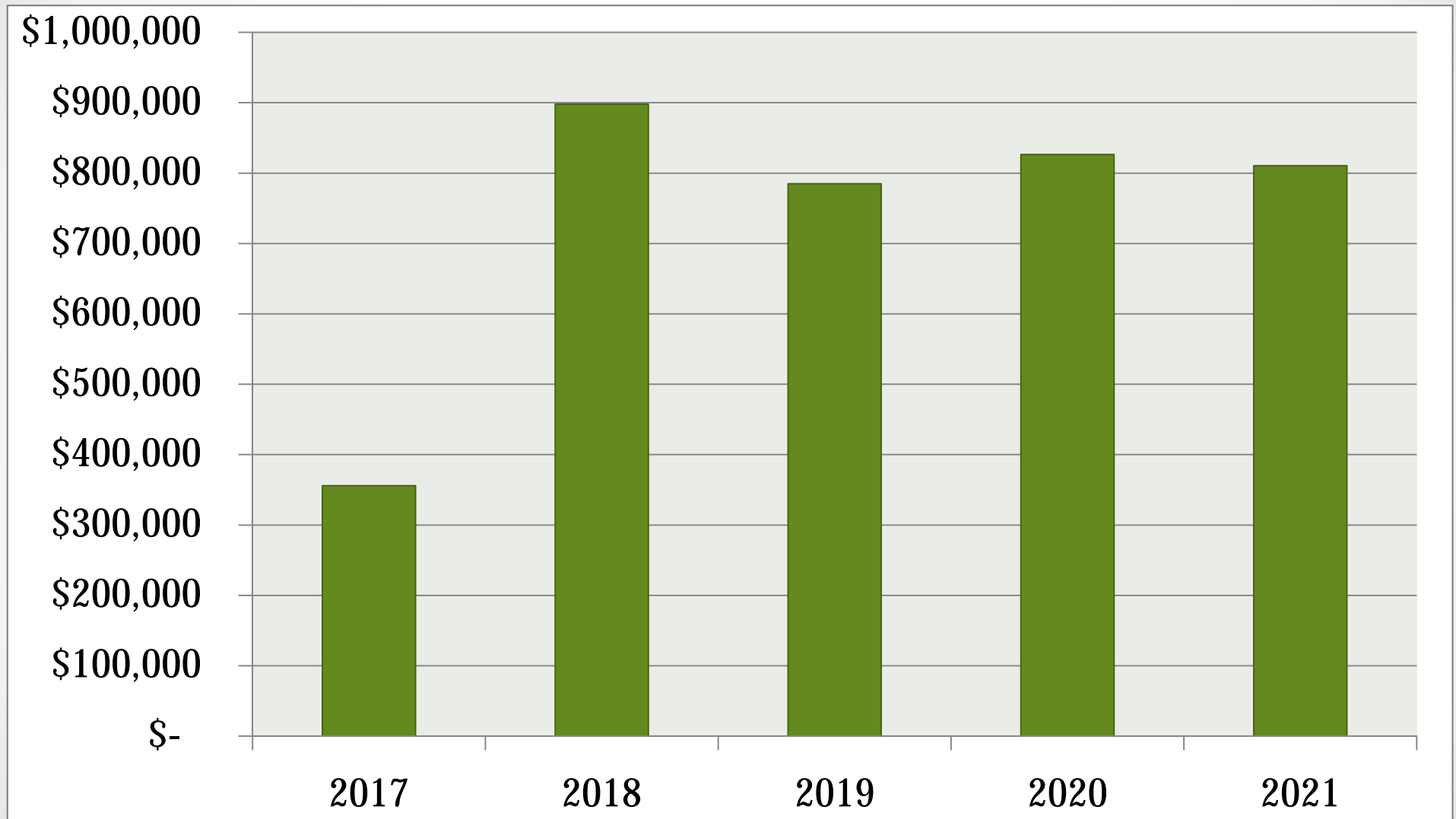
The sewer fund actual revenues collected were less than budgeted due to reduced septage billings, however, since the actual expenditures were less than budgeted, this resulted in a net increase in fund balance

Solid Waste Funds (AL/EM) & Power Utility Fund (E)

Solid Waste (AL/EM) Fund Comparison



Power Utility (E) Fund Comparison

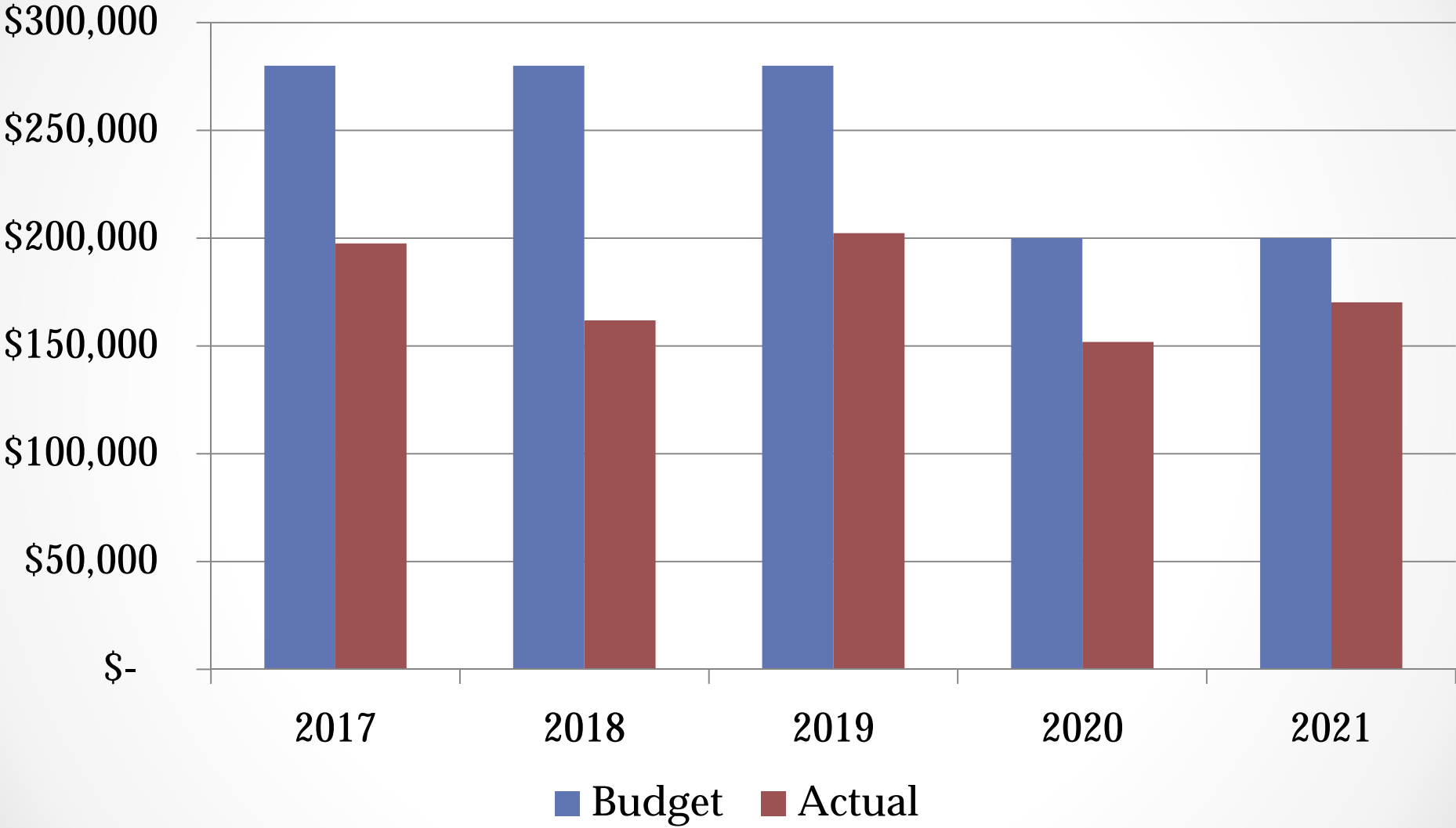


*Net position due to capital assets *

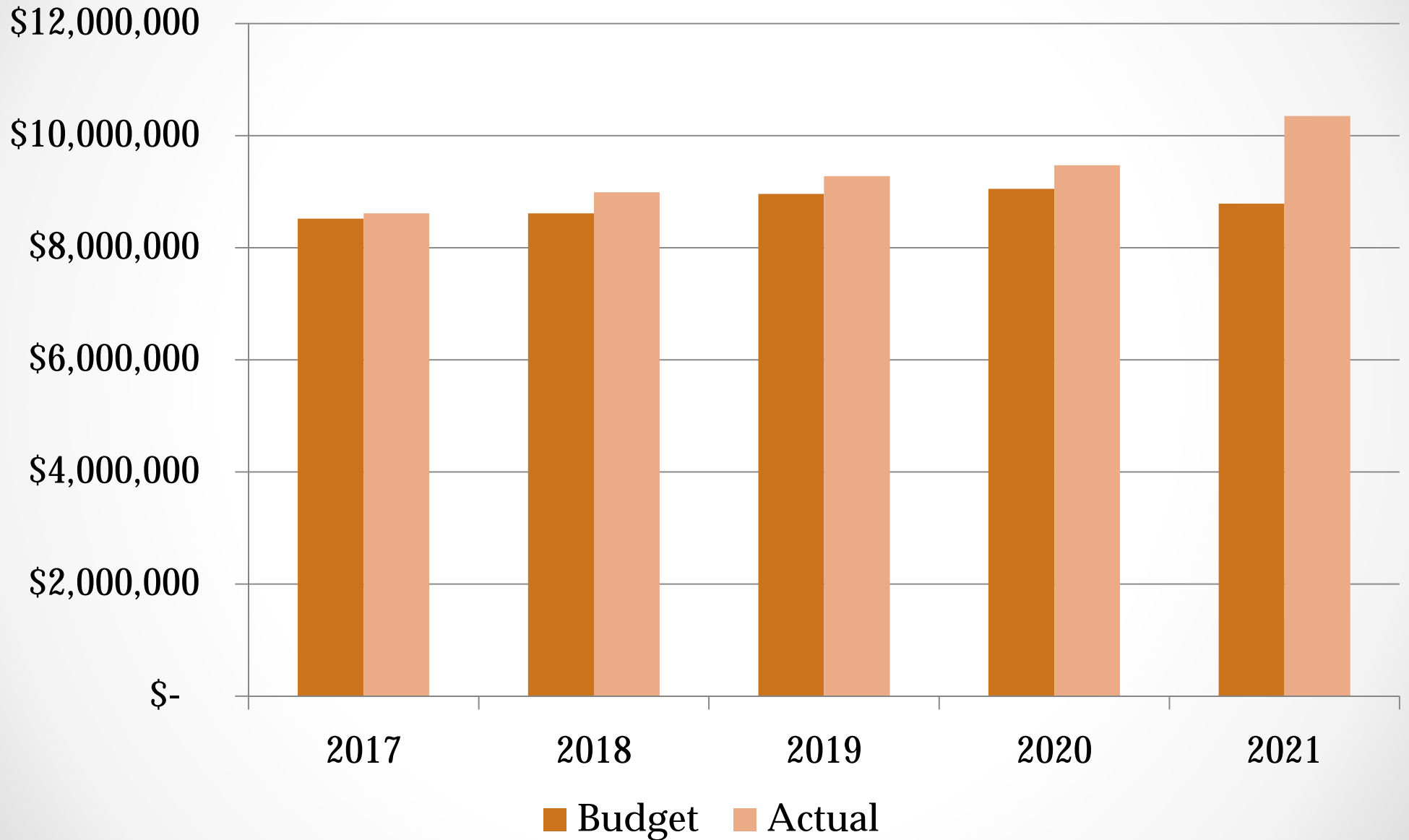
Actual cash balance is (\$2M)

General Fund (A) Revenue Trends

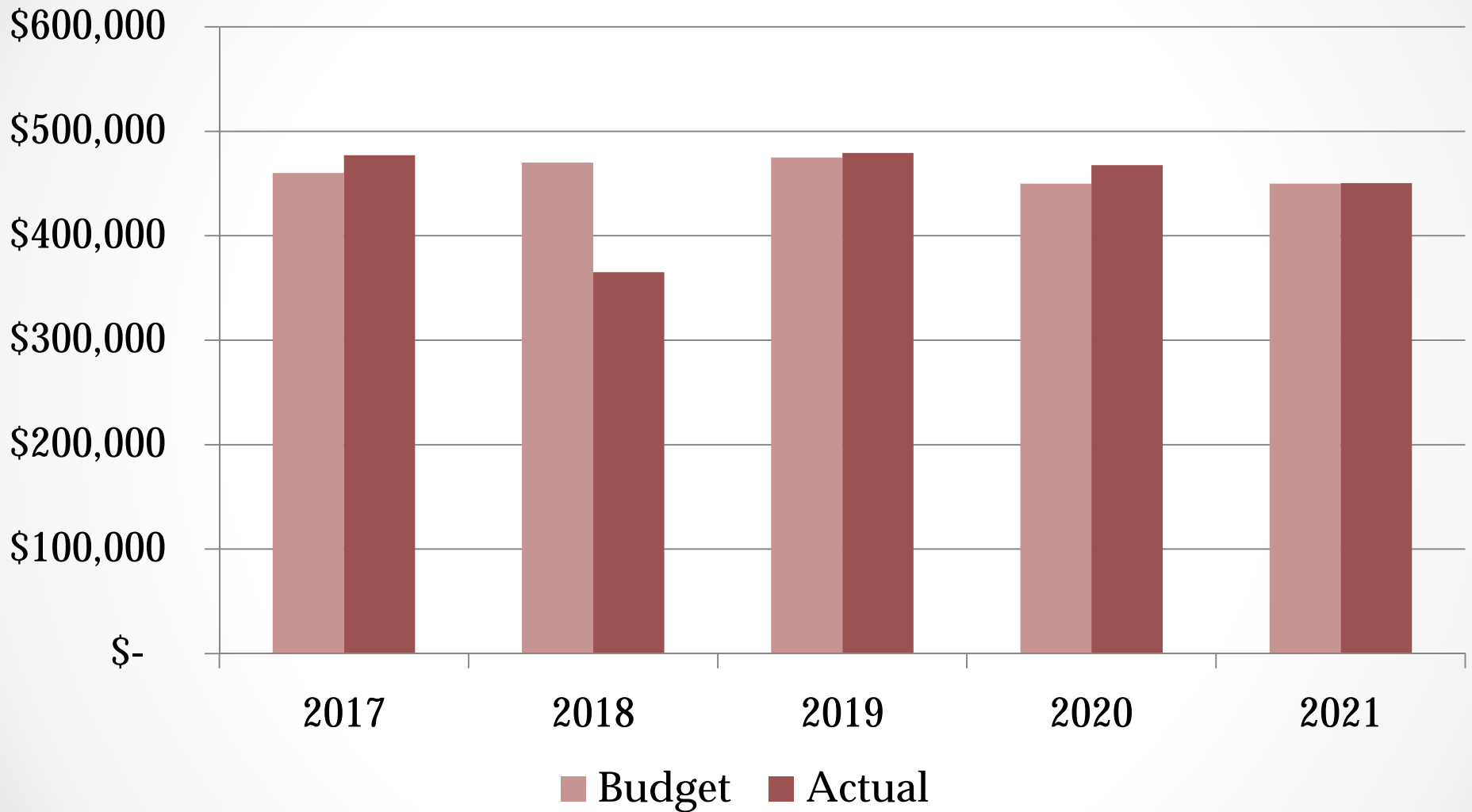
Parking Violations Revenue Trend



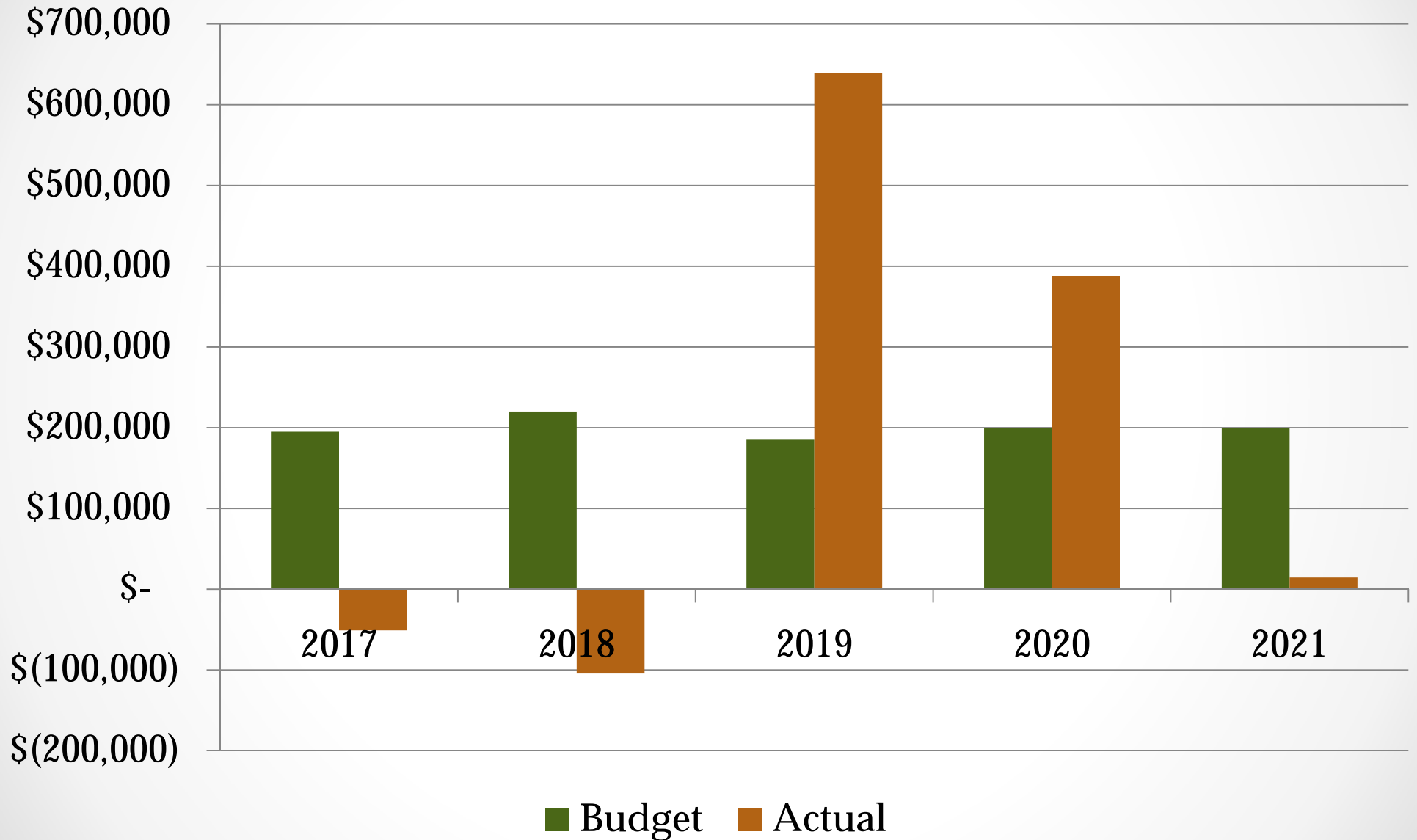
Sales Tax Revenue Trend



Franchise Fees Revenue Trend



Interest Earnings Revenue Trend



FMV Adjustments for gains/losses on investments done 6/30/21

Recommendations

- ❖ Ensure budgeted revenues are realistic, adjust up or down accordingly
- ❖ Continued department due diligence by keeping expenditures under budget
- ❖ Review all user fees and adjust rates as necessary