

Attachment A

Albemarle County Quarterly Financial Report - General Fund Quarter Ended March 31, 2024 vs. Quarter Ended March 31, 2023

	FY24 Adopted Budget	FY24 Revised Budget	FY24 Actual Through Q3	Actual as a % of Revised Budget	FY23 Adopted Budget	FY23 Revised Budget	FY23 Actual Through Q3	Actual as a % of Revised Budget
GENERAL FUND REVENUE								
Real Estate Tax	228,572,109	228,648,495	114,398,582	50.0%	197,654,889	197,654,889	99,508,533	50.3%
Personal Property Tax	32,644,499	32,644,499	19,127,335	58.6%	35,944,588	35,944,588	19,625,012	54.6%
Business-Driven Taxes	19,802,447	19,802,447	12,058,778	60.9%	17,344,348	17,344,348	11,498,493	66.3%
Consumer-Driven Taxes	53,846,785	54,910,729	32,586,647	59.3%	49,164,496	49,164,496	31,430,482	63.9%
Other Local Taxes	13,128,320	13,128,320	9,331,617	71.1%	14,756,987	14,756,987	9,057,741	61.4%
Other Local Revenue	14,300,435	15,440,935	13,918,843	90.1%	9,526,691	10,038,256	10,998,327	109.6%
Subtotal, Local	362,294,595	364,575,425	201,421,803	55.2%	324,391,999	324,903,564	182,118,588	56.1%
State	29,508,544	29,679,512	17,404,751	58.6%	28,801,879	29,102,001	17,787,505	61.1%
Federal	8,811,771	8,811,771	5,678,020	64.4%	8,266,645	8,310,554	5,155,130	62.0%
Transfers	6,201,634	9,279,393	4,805,229	51.8%	3,604,144	3,860,009	2,746,305	71.1%
TOTAL, GENERAL FUND REVENUE	406,816,544	412,346,102	229,309,803	55.6%	365,064,667	366,176,128	207,807,529	56.8%
	FY24 Adopted Budget	FY24 Revised Budget	FY24 Actual Through Q3	Actual as a % of Revised Budget	FY23 Adopted Budget	FY23 Revised Budget	FY24 Actual Through Q3	Actual as a % of Revised Budget
GENERAL FUND EXPENDITURE								
Administration	26,609,354	31,682,632	18,991,821	59.9%	26,375,658	29,749,190	16,154,004	54.3%
Judicial	7,683,378	8,162,800	5,684,394	69.6%	6,963,217	7,338,688	4,886,773	66.6%
Public Safety	61,063,933	65,231,569	45,309,629	69.5%	53,478,910	46,803,713	32,733,353	69.9%
Public Works	11,211,104	11,461,020	7,692,606	67.1%	8,126,282	9,242,104	6,063,926	65.6%
Health & Welfare	27,312,230	28,299,810	19,907,017	70.3%	24,527,532	25,058,764	17,384,842	69.4%
Parks, Recreation & Culture	11,256,182	11,366,625	8,112,320	71.4%	9,618,543	9,673,543	7,007,393	72.4%
Community Development	14,392,115	15,417,738	8,004,040	51.9%	13,087,081	13,789,615	7,286,262	52.8%
City/County Revenue Sharing	15,715,740	15,715,740	15,715,740	100.0%	15,545,227	15,545,227	15,545,227	100.0%
Transfer to School Operations	182,019,694	182,630,848	136,973,136	75.0%	167,453,853	167,453,853	125,590,390	75.0%
Transfers to Capital & Debt	43,912,802	44,025,979	11,572,713	26.3%	35,820,668	35,820,668	8,658,654	24.2%
Other Transfers	2,296,214	2,759,603	1,635,515	59.3%	1,983,176	12,297,844	11,665,639	94.9%
Other Non-Departmental	4,718,382	5,802,949	1,883,711	32.5%	5,304,441	4,990,428	1,172,391	23.5%
Subtotal, Non-Departmental	248,662,832	250,935,119	167,780,816	66.9%	226,107,365	236,108,020	162,632,300	68.9%
TOTAL, GENERAL FUND EXPENDITURES	408,191,128	422,557,313	281,482,643	66.6%	368,284,588	377,763,639	254,148,853	67.3%
Budgeted Use of Fund Balance	1,374,584	10,312,642	-	0.0%	3,219,921	11,587,511	-	0.0%

Discussion

General Fund Revenues

Year-to-date (YTD) total revenues in Q3 of FY 24 were \$229,309,803 compared to \$207,807,529 in Q3 of FY 23. In percentage terms, FY 24 YTD actual revenues as a percentage of FY 24 Revised Budget revenues were 55.6%, compared to 56.8% in FY 23.

Significant year-to-year variances are highlighted below:

- Personal Property Tax – In FY 24, actual Q3 revenues as a percentage of budget equaled 58.6% vs. 54.6% in FY 23. Actual Q3 revenues equaled \$19,127,335 vs. \$19,625,012 in FY 23. The primary reasons for this variance is that overall for FY 24 Personal Property Tax revenue is projected to *decrease by* \$3.3 million or -9.2% from the FY 23 budget.
- Business Driven Taxes - In FY 24, actual Q3 revenues as a percentage of budget equaled 60.9% vs. 66.3% in FY 23. Actual Q3 revenues equaled \$12,058,778 vs. \$11,498,493 in FY 23. The primary reason for this variance: increased budget and collections for Business and Professional Licenses.

- Consumer Driven Taxes - In FY 24, actual Q3 revenues as a percentage of budget equaled 59.3% vs. 63.9% in FY 23. Actual Q3 revenues equaled \$32,586,647 vs. \$31,340,482 in FY 23. The primary reason for this variance is an increased budget and stronger revenue growth than was anticipated in the development of the FY 24 budget for Local Sales & Use Tax, Meals Tax, and Transient Occupancy Tax, resulting in increased collections for those taxes.
- Other Local Revenue - In FY 24, actual Q3 revenues as a percentage of budget equaled 90.1% vs. 109.6% in FY 23. Actual Q3 revenues equaled \$13,918,843 vs. \$10,998,327 in FY 23. The primary reasons for this variance: increased bank interest on investments, and a one-time distribution from Jaunt of excess fund balance above and beyond its fund balance policies.
- State - In FY 24, actual Q3 revenues as a percentage of budget equaled 58.6% vs. 61.1% in FY 23. Actual Q3 revenues equaled \$17,404,751 vs. \$17,787,505 in FY 23. The primary reason for this variance is due to the timing of payments from the State for reimbursements for constitutional officers and Communications Sales and Use tax.
- Federal - In FY 24, actual Q3 revenues as a percentage of budget equaled 64.4% vs. 62.0% in FY 23. Actual Q3 revenues equaled \$5,678,020 vs. \$5,155,130 in FY 23. The primary reason for this variance: is a timing variance in the receipt of reimbursement revenue for the Department of Social Services.
- Transfers - In FY 24, actual Q3 revenues as a percentage of budget equaled 51.8% vs. 71.1% in FY 23. Actual Q3 revenues equaled \$4,805,229 vs. \$2,746,305 in FY 23. The primary reason for this variance is the transfer from the Capital Fund to the General Fund to cover the operational costs of the Facilities Planning and Construction (FP&C) division, whose operational budget was included in the capital fund prior to FY 24 the adopted budget and to cover the costs of positions in the Department of Finance and Budget which were budgeted in the Capital Fund prior to FY 24.

General Fund Expenditures

YTD total expenditures in Q3 of FY 24 were \$281,482,643 compared to \$254,148,853 in Q3 of FY 23. In percentage terms, FY 24 YTD actual expenditures as a percentage of FY 24 Revised Budget expenditures were 66.6%, compared to 67.3% in FY 23.

Significant year-to-year variances are highlighted below:

- Administration - In FY 24, actual Q3 expenditures as a percentage of budget equaled 59.9% vs. 54.3% in FY 23. Actual Q3 expenditures equaled \$18,991,821 vs. \$16,154,004 in FY 23. The primary reasons for the budget variance: funding provided for organizational projects during FY 23 that is intended to be spent over several years, operational costs related to the reallocation in the FY 24 adopted budget, of Department of Finance and Budget positions from the Capital Fund to the General Fund, which are funded by a corresponding transfer from the Capital Fund; and due to the timing of Information Technology Department, technology maintenance and support costs.
- Public Safety - In FY 24, actual Q3 expenditures as a percentage of budget equaled 69.5% vs. 69.9% in FY 23. Actual Q3 expenditures equaled \$45,309,629 vs. \$32,733,353 in FY 23. The primary reason for the budget variance is: In FY23 a transfer of \$10,000,000 in Public Safety Pay was reimbursed as a transfer to the ARPA Reserve. The primary reason for actuals variance is that a portion of the Police and Fire salary and benefits actuals were funding transferred to the ARPA Reserve as part of the \$10,000,000 transfer to the ARPA Reserve.
- Transfers to Capital and Debt - In FY 24, actual Q3 expenditures as a percentage of budget equaled 26.3% vs. 24.2% in FY 23. Actual Q3 expenditures equaled \$11,572,713 vs. \$8,658,654

in FY 23. The primary reason for this variance: timing of some capital transfers which occurred in the later in the year in FY23 and were scheduled to be done in the third quarter in FY24.

- Other Transfers – In FY 24, actual Q3 expenditures as a percentage of budget equaled 59.3% vs. 94.9% in FY 23. Actual Q3 expenditures equaled \$1,635,515 vs. \$11,665,639 in FY 23. The primary reason for the budget variance is in FY23 transferring \$10,000,000 in Public Safety Pay that will be reimbursed as a transfer to the ARPA Reserve. The primary reason for the actual variance is the transfer to the ARPA Reserve for the Public Safety Pay in FY23.
- Other Non-Departmental - In FY 24, actual Q3 expenditures as a percentage of budget equaled 32.5% vs. 23.5% in FY 23. Actual Q3 expenditures equaled \$1,883,711 vs. \$1,172,391 in FY 23. The primary reasons for this variance: a timing variance related to County payments for tax relief to the elderly/disabled and the timing of workers compensation billing to the County.