

Attachment A

Albemarle County Quarterly Financial Report - General Fund Quarter Ended December 31, 2025 vs. Quarter Ended December 31, 2024

	FY26 Adopted Budget	FY26 Revised Budget	FY26 Actual Through Q2	Actual as a % of Revised Budget	FY25 Adopted Budget	FY25 Revised Budget	FY25 Actual Through Q2	Actual as a % of Revised Budget
GENERAL FUND REVENUE								
Real Estate Tax	270,761,264	270,761,264	130,316,040	48.1%	241,325,756	241,325,756	117,482,073	48.7%
Personal Property Tax	40,797,510	40,797,510	23,080,776	56.6%	35,936,590	35,936,590	20,421,493	56.8%
Business-Driven Taxes	21,918,060	21,918,060	1,257,207	5.7%	20,011,947	20,011,947	1,240,797	6.2%
Consumer-Driven Taxes	58,888,186	58,888,186	22,869,897	38.8%	57,279,309	57,279,309	21,951,105	38.3%
Other Local Taxes	15,916,276	15,916,276	9,307,291	58.5%	14,505,033	14,505,033	7,543,844	52.0%
Other Local Revenue	18,809,189	18,853,509	9,276,993	49.2%	16,871,866	16,894,091	9,823,252	58.1%
Subtotal, Local	427,090,485	427,134,805	196,108,205	45.9%	385,930,501	385,952,726	178,462,563	46.2%
State	29,511,545	29,516,545	15,433,490	52.3%	30,135,511	30,137,587	14,095,075	46.8%
Federal	9,337,476	9,337,476	4,366,807	46.8%	9,256,666	9,269,166	4,293,660	46.3%
Transfers	7,991,247	8,141,247	4,182,569	51.4%	7,208,172	7,208,172	3,746,470	52.0%
TOTAL, GENERAL FUND REVENUE	473,930,753	474,130,073	220,091,070	46.4%	432,530,850	432,567,651	200,597,766	46.4%
GENERAL FUND EXPENDITURE								
Administration	30,432,119	33,621,348	13,950,708	41.5%	28,563,649	32,651,095	12,904,874	39.5%
Judicial	9,034,627	9,149,391	4,184,666	45.7%	8,652,307	8,873,902	3,863,445	43.5%
Public Safety	78,272,072	80,350,135	36,085,607	44.9%	67,530,241	70,323,273	32,866,737	46.7%
Public Works	13,071,072	13,940,380	6,210,298	44.5%	11,997,843	12,357,184	5,481,414	44.4%
Health & Welfare	33,415,994	34,530,695	15,498,473	44.9%	30,184,308	30,831,712	13,979,601	45.3%
Parks, Recreation & Culture	12,929,875	13,065,666	6,345,421	48.6%	11,870,277	12,002,370	5,712,755	47.6%
Community Development	19,014,622	19,320,000	8,316,881	43.0%	17,619,498	18,001,502	7,499,604	41.7%
City/County Revenue Sharing	20,175,533	20,175,533	-	0.0%	17,760,728	17,760,728	-	0.0%
Transfer to School Operations	209,302,695	209,302,695	104,651,348	50.0%	195,048,815	195,048,815	97,524,408	50.0%
Transfers to Capital & Debt	43,340,973	43,340,973	10,124,101	23.4%	40,930,847	40,930,847	10,844,902	26.5%
Other Transfers	2,445,269	2,445,269	1,138,153	46.5%	2,332,963	2,332,963	1,060,189	45.4%
Other Non-Departmental	3,259,278	4,220,483	586,870	13.9%	5,482,755	5,498,720	344,219	6.3%
Subtotal, Non-Departmental	278,523,748	279,484,953	116,500,472	41.7%	261,556,108	261,572,073	109,773,718	42.0%
TOTAL, GENERAL FUND EXPENDITURES	474,694,129	483,462,568	207,092,526	42.8%	437,974,231	446,613,112	192,082,148	43.0%
Budgeted Use of Fund Balance	763,376	9,332,495	-	0.0%	5,443,381	14,045,461	-	0.0%

Discussion

General Fund Revenues

Year-to-date (YTD) total revenues in Q2 of FY 26 were \$220,091,070 compared to \$200,597,766 in Q2 of FY 25. In percentage terms, FY 26 YTD actual revenues as a percentage of FY 26 Revised Budget revenues were 46.4%, compared to 46.4% in FY 25.

Significant year-to-year variances are highlighted below:

- Other Local Taxes - In FY 26, actual Q2 revenues as a percentage of budget equaled 58.5% vs. 52.0% in FY 25. Actual Q2 revenues equaled \$9,307,291 vs. \$7,543,844 in FY 25. The primary reasons for this variance: This is primarily due to the collections of Public Service Corporation, Recordation and Sellers Taxes, which are stronger in FY 26. This is also due to stronger than anticipated collections in delinquencies, penalties, and interest based upon improvements in collection rates for these processes.
- Other Local Revenue - In FY 26, actual Q2 revenues as a percentage of budget equaled 49.2% vs. 58.1% in FY 25. Actual Q2 revenues equaled \$9,276,993 vs. \$9,823,252 in FY 25. The

primary reason for this variance is decreased interest earnings on investments as interest rates have declined, which was planned for in the FY 26 interest earning estimates included the FY 26 Adopted budget.

- State Revenue - In FY 26, actual Q2 revenues as a percentage of budget equaled 52.3% vs 46.8% in FY 25. Actual Q2 revenues equaled \$15,433,490 vs. \$14,095,075 in FY 24. The primary reason for this variance is timing of collection of reimbursement revenue from the State for Social Services programs and the timing of the receipt of the State Fire Service Program revenue.

General Fund Expenditures

YTD total expenditures in Q2 of FY 26 were \$207,092,526 compared to \$192,082,148 in Q2 of FY 25. In percentage terms, FY 26 YTD actual expenditures as a percentage of FY 26 Revised Budget expenditures were 42.8%, compared to 43.0% in FY 25.

Significant year-to-year variances are highlighted below:

- Judicial – In FY26, actual Q2 expenditures as a percentage of budget equaled 45.7% vs 43.5% in FY 25. Actual Q2 expenditures equaled \$4,184,666 vs. \$3,863,445 in FY 25. The primary reason for this variance is related to the timing of the County's payment to the Public Defender's Office per the revised agreement; and various operational and equipment costs in the offices of the Clerk of Circuit Court, County Sheriff, and Commonwealth Attorney, many of which are related to one-time costs associated with the move to the new General District Courts building.
- Transfers to Capital and Debt – In FY26, actual Q2 expenditures as a percentage of budget equaled 23.4% vs 26.5% in FY 25. Actual Q2 expenditures equaled \$10,124,101 vs. \$10,844,902 in FY 25. The primary reason for this variance is the timing of some debt service transfers which were done in the second quarter of FY25 and are scheduled to occur later in the year in FY26.
- Other Non-Departmental – In FY26, actual Q2 expenditures as a percentage of budget equaled 13.9% vs 6.3% in FY 25. Actual Q2 expenditures equaled \$586,870 vs. \$344,219 in FY 25. The primary reason for this variance is a one-time payment for Non-Departmental contractual expenses that spanned the prior fiscal year and the current fiscal year, that under financial reporting guidelines, were reported in FY 26.