

Attachment A

Albemarle County Quarterly Financial Report - General Fund Quarter Ended December 31, 2023 vs. Quarter Ended December 31, 2022

	FY24 Adopted Budget	FY24 Revised Budget	FY24 Actual Through Q2	Actual as a % of Revised Budget	FY23 Adopted Budget	FY23 Revised Budget	FY23 Actual Through Q2	Actual as a % of Revised Budget
GENERAL FUND REVENUE								
Real Estate Tax	228,572,109	228,572,109	110,821,833	48.5%	197,654,889	197,654,889	97,507,173	49.3%
Personal Property Tax	32,644,499	32,644,499	16,788,428	51.4%	35,944,588	35,944,588	17,628,869	49.0%
Business-Driven Taxes	19,802,447	19,802,447	1,225,000	6.2%	17,344,348	17,344,348	1,100,924	6.3%
Consumer-Driven Taxes	53,846,785	54,910,729	20,507,785	37.3%	49,164,496	49,164,496	19,503,912	39.7%
Other Local Taxes	13,128,320	13,128,320	6,538,194	49.8%	14,756,987	14,756,987	6,978,852	47.3%
Other Local Revenue	14,300,435	15,440,935	8,960,540	58.0%	9,526,691	10,038,256	6,525,612	65.0%
Subtotal, Local	362,294,595	364,499,039	164,841,781	45.2%	324,391,999	324,903,564	149,245,343	45.9%
State	29,508,544	29,679,512	14,725,015	49.6%	28,801,879	29,096,826	14,513,879	49.9%
Federal	8,811,771	8,811,771	3,926,285	44.6%	8,266,645	8,288,308	3,645,459	44.0%
Transfers	6,201,634	9,254,349	2,996,681	32.4%	3,604,144	4,098,000	1,885,325	46.0%
TOTAL, GENERAL FUND REVENUE	406,816,544	412,244,671	186,489,761	45.2%	365,064,667	366,386,698	169,290,005	46.2%
	FY24 Adopted Budget	FY24 Revised Budget	FY24 Actual Through Q2	Actual as a % of Revised Budget	FY23 Adopted Budget	FY23 Revised Budget	FY23 Actual Through Q2	Actual as a % of Revised Budget
GENERAL FUND EXPENDITURE								
Administration	26,609,354	31,682,632	11,611,339	36.6%	26,375,658	29,657,752	9,870,098	33.3%
Judicial	7,683,378	8,162,800	3,683,645	45.1%	6,963,217	7,338,688	3,144,656	42.9%
Public Safety	61,063,933	65,185,075	28,823,018	44.2%	53,478,910	46,803,713	26,832,317	57.3%
Public Works	11,211,104	11,461,020	4,834,494	42.2%	8,126,282	8,966,617	3,815,003	42.5%
Health & Welfare	27,312,230	28,299,810	12,533,879	44.3%	24,527,532	25,031,343	11,285,863	45.1%
Parks, Recreation & Culture	11,256,182	11,351,625	5,374,989	47.3%	9,618,543	9,673,543	4,728,182	48.9%
Community Development	14,392,115	15,417,738	4,957,915	32.2%	13,087,081	13,789,615	4,625,097	33.5%
City/County Revenue Sharing	15,715,740	15,715,740	-	0.0%	15,545,227	15,545,227	-	0.0%
Transfer to School Operations	182,019,694	182,630,848	91,009,847	49.8%	167,453,853	167,453,853	83,726,927	50.0%
Transfers to Capital & Debt	43,912,802	44,025,979	9,996,060	22.7%	35,820,668	35,820,668	8,194,138	22.9%
Other Transfers	2,296,214	2,683,217	1,081,252	40.3%	1,983,176	12,297,844	1,248,595	10.2%
Other Non-Departmental	4,718,382	5,822,155	297,805	5.1%	5,304,441	5,265,915	1,059,686	20.1%
Subtotal, Non-Departmental	248,662,832	250,877,939	102,384,964	40.8%	226,107,365	236,383,507	94,229,345	39.9%
TOTAL, GENERAL FUND EXPENDITURES	408,191,128	422,438,639	174,204,243	41.2%	368,284,588	377,644,780	158,530,562	42.0%
Budgeted Use of Fund Balance	1,374,584	10,193,967	-	0.0%	3,219,921	11,258,082	-	0.0%

Discussion

General Fund Revenues

Year-to-date (YTD) total revenues in Q2 of FY 24 were \$186,489,761 compared to \$169,290,005 in Q2 of FY 23. In percentage terms, FY 24 YTD actual revenues as a percentage of FY 24 Revised Budget revenues were 45.2%, compared to 46.2% in FY 23.

Significant year-to-year variances are highlighted below:

- **Personal Property Tax** – In FY 24, actual Q2 revenues as a percentage of budget equaled 51.4% vs. 49.0% in FY 23. Actual Q2 revenues equaled \$16,788,428 vs. \$17,628,869 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.
- **Consumer Driver Taxes** - In FY 24, actual Q2 revenues as a percentage of budget equaled 37.3% vs. 39.7% in FY 23. Actual Q2 revenues equaled \$20,507,785 vs. \$19,503,912 in FY 23. The primary reason for this variance is 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 Q2 revenues as a percentage of budget equaled 58.0%

vs. 65.0% in FY 23. Actual Q2 revenues equaled \$8,960,540 vs. \$6,525,612 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.

- Transfers - In FY 24, actual Q2 revenues as a percentage of budget equaled 32.4% vs. 46.0% in FY 23. Actual Q2 revenues equaled \$2,996,681 vs. \$1,885,325 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 the FY 24 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 Q2 of FY 24 were \$174,204,243 compared to \$158,530,562 in Q2 of FY 23. In percentage terms, FY 24 YTD actual expenditures as a percentage of FY 24 Revised Budget expenditures were 41.2%, compared to 42.0% in FY 23.

Significant year-to-year variances are highlighted below:

- Administration - In FY 24, actual Q2 expenditures as a percentage of budget equaled 36.6% vs. 33.3% in FY 23. Actual Q2 expenditures equaled \$11,611,339 vs. \$9,870,098 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 Q2 expenditures as a percentage of budget equaled 44.2% vs. 57.3% in FY 23. Actual Q2 expenditures equaled \$28,823,018 vs. \$26,832,317 in FY 23. The primary reason for the budget variance is: In FY 23 a transfer of \$10,000,000 in Public Safety Pay that was to be reimbursed as a transfer to the ARPA Reserve. The primary reason for actuals variance: 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.
- Other Non-Departmental - In FY 24, actual Q2 expenditures as a percentage of budget equaled 5.1% vs. 20.1% in FY 23. Actual Q2 expenditures equaled \$297,805 vs. \$1,059,686 in FY 23. The primary reasons for this variance: a timing variance related to County payments for tax relief to the elderly/disabled.