

Preliminary Financial Update General Fund Fiscal Year 2024



*City Treasurer's Office
City Council Meeting – August 21, 2024*

FY23/24 Year-End Financial Report Timeline

June 30, 2024

Fiscal Year-
End



September to October 2024

Year-end
Audit



Preliminary
Results

August 2024

December 2024

Council
Presentation

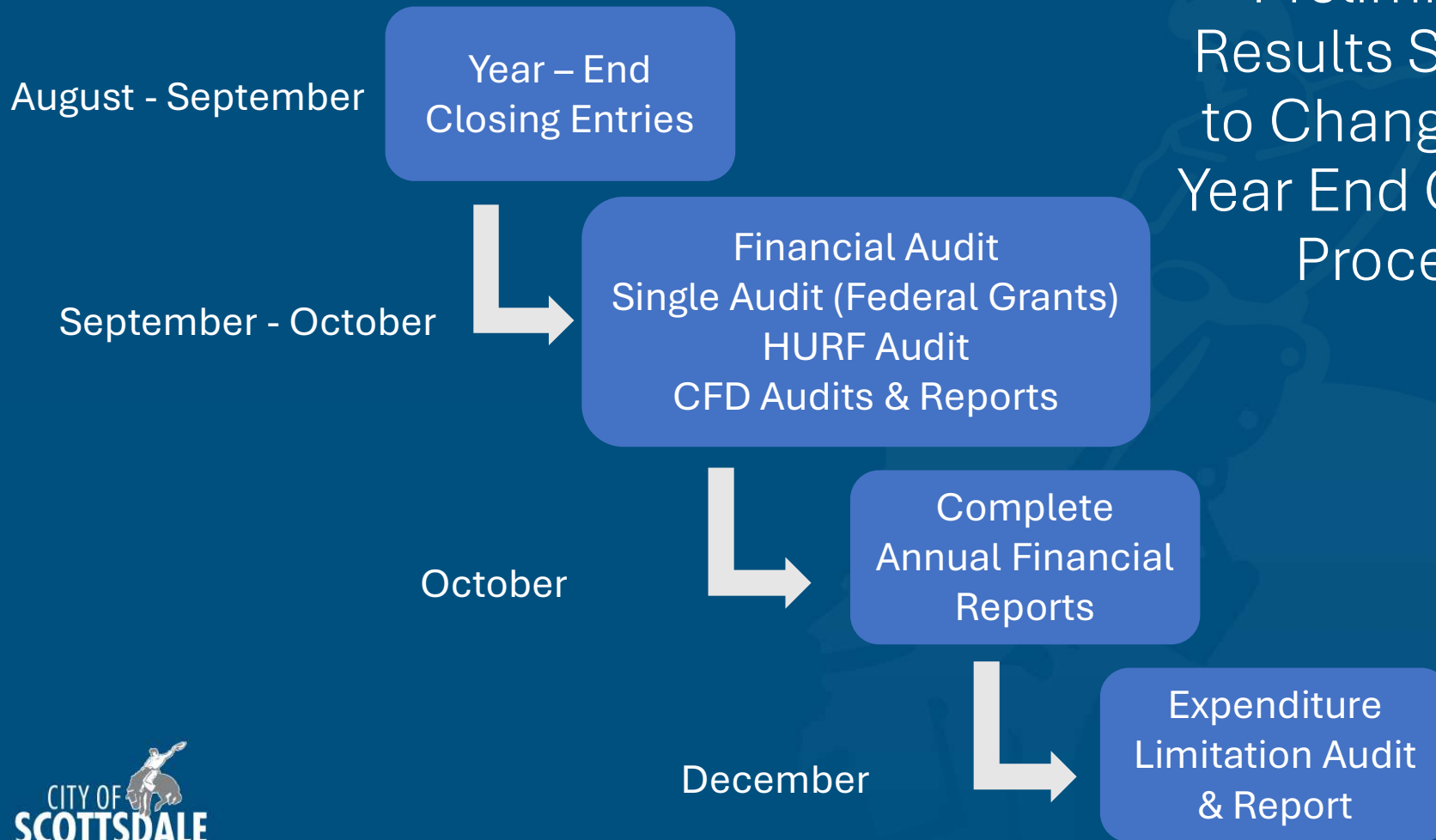


Audit
Committee

November 2024



Year- End Closing Process



Preliminary Results Subject to Change with Year End Closing Process

Preliminary General Fund Revenue Highlights

- ❑ Slower sales tax growth offset by strong construction sales tax collections
- ❑ State shared revenues reflect strong income tax revenues from FY22
- ❑ Property tax revenues are lower than budget due to initial refunds for Qasimyar lawsuit
- ❑ Community Services revenues (WestWorld, TPC, Parks & Recreation programs) stronger than anticipated
- ❑ Fines and forfeitures are lower than budget
- ❑ Interest income higher than budget due to continued rate hikes in 2023 and delay in rate cuts in 2024 by Federal Reserve

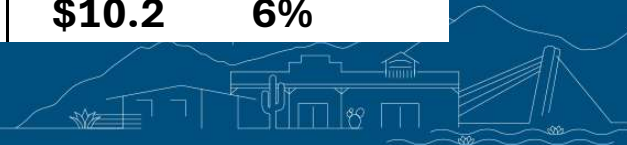
Preliminary General Fund Expenditure Highlights

- ❑ Personnel costs are lower than budget due to vacancy savings and delay of class and comp implementation
- ❑ Fire expenditures higher than budget due to ambulance service start-up costs
- ❑ Transfers out are higher than budget reflecting increased interest earnings and construction sales tax which are transferred out to fund capital improvement projects

General Fund Sales Tax – FY24 Preliminary Results

Residential rental tax in General Fund totaled \$10.2M (SB1131 elimination effective 7/1/2024)

(in millions)	FY23 Actuals	FY24		FY24 Budget	Budget Variance	
		Prelim. Actuals	% Change from PY			
Retail	\$58.3	\$55.2	-5%	\$52.8	\$2.4	5%
Rental	\$25.6	\$25.0	-2%	\$25.3	(\$0.3)	-1%
Automotive	\$23.2	\$22.8	-2%	\$21.1	\$1.7	8%
Dining/Entertainment	\$19.5	\$18.5	-5%	\$17.3	\$1.2	7%
Construction	\$18.5	\$19.0	3%	\$14.6	\$4.4	30%
Hotel/Motel	\$12.7	\$11.3	-11%	\$10.6	\$0.7	7%
Food Stores	\$10.9	\$10.7	-2%	\$11.3	(\$0.6)	-5%
Other	\$30.8	\$30.1	-2%	\$29.4	\$0.7	2%
Total	\$199.5	\$192.6	-3%	\$182.4	\$10.2	6%



General Fund – FY24 Preliminary Results

FY24 State Shared Income Tax reflects strong employment, wage growth and capital gains realized in FY22

(in millions)	FY23 Actuals	FY24 Prelim. Actuals	% Change from PY	FY24 Budget	Budget Variance	
State Shared Sales Tax	\$35.9	\$36.7	2%	\$36.5	\$0.2	1%
State Shared Income Tax	\$46.1	\$64.4	40%	\$65.1	(\$0.7)	-1%
State Shared Vehicle Tax	\$12.0	\$12.6	5%	\$12.4	\$0.2	2%
Total State Share	\$94.0	\$113.7	21%	\$114.0	(\$0.3)	0%
Primary Property Tax	\$35.8	\$36.5	2%	\$37.2	(\$0.7)	-2%

General Fund – FY24 Preliminary Results

Revenues -Charges for Services

(in millions)	FY23 Actuals	FY24		FY24 Budget	Budget Variance	
		Prelim. Actuals	% Change from PY			
WestWorld	\$6.4	\$6.7	5%	\$5.9	\$0.8	14%
TPC	\$2.4	\$3.6	50%	\$3.3	\$0.3	9%
PSPRS Credit - Fire Tier 2 Refund	\$0.0	\$0.7	100%	\$0.0	\$0.7	100%
Other	\$8.2	\$12.6	54%	\$7.3	\$5.3	73%
Total Charges for Services	\$17.0	\$23.6	39%	\$16.5	\$7.1	43%

General Fund Revenue– FY 24 Preliminary Results

(in millions)	FY23 Actuals	FY24		FY24 Budget	Budget Variance	
		Prelim. Actuals	% Change from PY			
Local Sales Tax	\$199.4	\$192.7	-3%	\$182.5	\$10.2	6%
State Shared	\$94.0	\$113.7	21%	\$114.1	(\$0.4)	0%
Charges for Services	\$17.0	\$23.6	39%	\$16.5	\$7.1	43%
Interest Earnings	\$6.9	\$14.4	109%	\$8.2	\$6.2	76%
Other	\$114.2	\$99.6	-13%	\$97.6	\$2.0	2%
Transfers in	\$19.4	\$16.5	-15%	\$17.2	(\$0.7)	-4%
Total Revenues	\$450.9	\$460.5	2%	\$436.1	\$24.4	6%



General Fund Expenditures – FY24 Preliminary Results

(in millions)	FY23 Actuals	FY24 Actuals	% Change from PY	FY24 Budget	Budget Variance	
Personnel Costs	\$231.7	\$257.0	11%	\$276.1	\$19.1	7%
Commodities/Contracts	\$87.1	\$96.8	11%	\$96.8	\$0.0	0%
Other	\$3.6	\$3.2	-11%	\$2.5	(\$0.7)	-27%
Subtotal	\$322.3	\$357.0	11%	\$375.4	\$18.4	5%
Transfers Out	\$89.9	\$88.4	-2%	\$81.0	(\$7.4)	-9%
Total Expenditures	\$412.2	\$445.4	8%	\$456.4	\$11.0	2%



General Fund Division Expenditures – FY24 Preliminary Results

(in millions)	FY23 Actuals	FY24 Prelim. Actuals	% Change from PY	FY24 Budget	Budget Variance	
Mayor/Council/Charter Officers	\$27.6	\$29.8	8%	\$32.6	\$2.8	9%
Administrative Services	\$22.1	\$25.5	15%	\$26.0	\$0.5	2%
Comm & Ec Dev	\$23.2	\$23.9	3%	\$26.5	\$2.6	10%
Community Services	\$47.4	\$48.6	3%	\$50.8	\$2.2	4%
Public Safety - Fire	\$55.5	\$65.5	18%	\$64.8	(\$0.7)	-1%
Public Safety - Police	\$122.1	\$137.2	12%	\$144.3	\$7.1	5%
Public Works	\$24.2	\$26.2	8%	\$28.3	\$2.1	8%
Vacancy Savings and Other				(\$4.7)	n/a	n/a
Class and Compensation		-		\$6.8	\$6.8	100%
Total		\$356.5		\$375.4	\$18.9	5%

Questions?