



Legislation Text

File #: 23-0508, Version: 1

City of Alexandria, Virginia

MEMORANDUM

DATE: DECEMBER 6, 2022

TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL

THROUGH: JAMES F. PARAJON, CITY MANAGER /s/

FROM: KENDEL TAYLOR, INTERIM DEPUTY CITY MANAGER

DOCKET TITLE:

Consideration of the Monthly Financial Report for the Period Ending October 31, 2022.

ISSUE: Receipt of the Monthly Financial Report for the Period Ending October 31, 2022.

RECOMMENDATION: That City Council receives the Monthly Financial Report.

BACKGROUND: The following discussion is a summary of the Monthly Financial Report for this period. Detailed comparative schedules are attached.

As of October 31, 2022, General Fund revenues totaled \$158.3 million, a difference of 11.0 percent compared to the same period in FY 2022. It is important to note that revenues collected in July and some of the revenue collected in August are for taxes owed in June and are therefore accrued to the prior fiscal year. Timing issues are also much more pronounced in the early months of the fiscal year. The first significant tax revenue for FY 2023 is traditionally due on October 5 when personal property taxes for vehicle and business personal property are due. The bills are mailed in mid to late August and payments processed in August and September can vary significantly. Revenue does not track evenly throughout the year since many revenue sources have due dates that do not occur evenly throughout the year. The largest revenue source, real estate tax, is remitted twice per year. Personal property tax revenue is due on October 5 each year. Through the first four months of the year, no category has sufficient receipts to establish a clear pattern.

Personal Property tax revenue collections in FY 2023 are higher compared to last year, which is to be expected given the increase in the budgeted amount. Through the end of October, Personal Property taxes total \$54.2 million or 81.2 percent of the budgeted amount, compared to \$48.9 million in FY 2022, which was 88.7 percent of the budgeted amount. The FY 2022 budgeted amount was developed during the uncertainties of COVID. Collections for personal property tax revenue are tracking at the expected rate.

There are several significant differences between FY 2022 and FY 2023, but they are primarily timing, not economic. The technical change to the ARPA projects results in a Transfer from Other Funds of \$4.1 million in FY 2023, where no such transfer existed in FY 2022. Other Revenue includes the \$1.0 million gift to the City associated with the Winkler Preserve, which will be allocated at a later date for programs stipulated by the gift. Finally, the increases in the interest rates by the Federal Reserve are resulting in a significant increase in the City's Revenue from Use of Money and Property. Through the first four months of the year interest earnings are

contributing \$5 million to General Fund revenues compared to only \$1.0 million at this point in the prior year.

As of October 31, 2022, General Fund expenditures totaled \$211.1 million, a difference of \$0.1 million less than the same time period for FY 2022. Similar to the situation with revenues, it is too soon to make any definitive economic interpretation from the activity that has occurred in the first two months of the fiscal year. No significant expenditure has occurred in the first four months of Fiscal Year 2023 that is unbudgeted or unexpected. The most significant differences result from the timing of payments, such as the case with the transfer to the Transit Company (DASH), which has not occurred yet in FY 2023, but had been transferred at this point in FY 2022. This decrease is offset by budgeted increases in expenditure categories, such as debt service, cash capital and the transfer to the Schools.

ATTACHMENTS:

- Attachment 1: Comparative Statement of General Fund Revenues
- Attachment 2: Comparative Statement of General Fund Expenditures
- Attachment 3: Consumer Spending comparison charts

STAFF:

Kendel Taylor, Director, Finance Department
Morgan Routt, Director, Office and Management and Budget

CITY OF ALEXANDRIA, VIRGINIA
COMPARATIVE STATEMENT OF REVENUES
GENERAL FUND
FOR THE PERIODS ENDING OCTOBER 31, 2022 AND OCTOBER 31, 2021

	B	C	D=C/B	E	F	G=F/E
	FY 2023	FY2023	%	FY 2022	FY2022	%
	APPROVED	REVENUES	OF BUDGET	APPROVED	REVENUES	OF TOTAL
	BUDGET	THRU 10/31/2022	OF BUDGET	BUDGET	THRU 10/31/2021	OF TOTAL
General Property Taxes						
Real Property Taxes.....	\$ 514,554,739	\$ 49,766,033	9.7%	\$ 483,311,548	\$ 57,403,787	11.9%
Personal Property Taxes.....	66,776,000	54,203,378	81.2%	55,126,000	48,900,608	88.7%
Penalties and Interest.....	3,199,600	712,291	22.3%	2,600,000	702,102	27.0%
Total General Property Taxes	<u>\$ 584,530,339</u>	<u>\$ 104,681,702</u>	<u>17.9%</u>	<u>\$ 541,037,548</u>	<u>\$ 107,006,496</u>	<u>19.8%</u>
Other Local Taxes						
Local Sales and Use Taxes.....	\$ 37,440,000	\$ 9,772,788	26.1%	\$ 31,720,000	\$ 5,569,899	17.6%
Consumer Utility Taxes.....	11,760,000	3,037,982	25.8%	11,760,000	2,573,664	21.9%
Communication Sales and Use Taxes.....	7,245,080	1,872,912	25.9%	7,600,000	1,908,378	25.1%
Business License Taxes.....	39,824,300	680,166	1.7%	34,135,900	572,583	1.7%
Transient Lodging Taxes.....	9,500,000	2,255,321	23.7%	6,500,000	2,324,195	35.8%
Restaurant Meals Tax.....	27,600,000	6,802,093	24.6%	19,980,000	6,969,718	34.9%
Tobacco Taxes.....	2,100,000	555,996	26.5%	1,957,000	587,637	30.0%
Motor Vehicle License Tax.....	-	2,121	0.0%	-	-	0.0%
Real Estate Recordation.....	8,645,000	1,241,220	14.4%	8,645,000	2,478,133	28.7%
Admissions Tax.....	261,000	115,806	44.4%	124,000	75,208	60.7%
Other Local Taxes.....	4,103,000	338,745	8.3%	4,595,000	469,674	10.2%
Total Other Local Taxes	<u>\$ 148,478,380</u>	<u>\$ 26,675,149</u>	<u>18.0%</u>	<u>\$ 127,016,900</u>	<u>\$ 23,529,090</u>	<u>18.5%</u>
Intergovernmental Revenues						
Revenue from the Fed. Government.....	\$ 7,944,000	\$ 1,126,177	14.2%	\$ 7,932,000	\$ 1,678,144	21.2%
Personal Property Tax Relief from the Commonwealth.....	23,578,531	11,789,265	50.0%	23,578,531	11,789,265	50.0%
Revenue from the Commonwealth.....	25,926,491	6,763,876	26.1%	25,124,000	6,139,705	24.4%
Total Intergovernmental Revenues	<u>\$ 57,449,022</u>	<u>\$ 19,679,318</u>	<u>34.3%</u>	<u>\$ 56,634,531</u>	<u>\$ 19,607,115</u>	<u>34.6%</u>
Other Governmental Revenues And Transfers In						
Fines and Forfeitures.....	\$ 4,305,200	\$ 897,336	20.8%	\$ 3,762,000	\$ 871,867	23.2%
Licenses and Permits.....	2,867,350	991,257	34.6%	2,136,550	915,769	42.9%
Charges for City Services.....	14,941,328	5,412,729	36.2%	13,724,495	4,785,108	34.9%
Revenue from Use of Money & Prop.....	6,655,000	5,021,495	75.5%	4,139,167	1,003,610	24.2%
Other Revenue.....	2,490,701	1,861,495	74.7%	2,115,013	615,561	29.1%
Transfer from Other Funds.....	9,976,651	4,125,164	41.3%	10,142,543	-	0.0%
Total Other Governmental Revenues	<u>\$ 41,236,230</u>	<u>\$ 18,309,475</u>	<u>44.4%</u>	<u>\$ 36,019,768</u>	<u>\$ 8,191,915</u>	<u>22.7%</u>
TOTAL REVENUE	<u>\$ 831,693,971</u>	<u>\$ 169,345,645</u>	<u>20.4%</u>	<u>\$ 760,708,747</u>	<u>\$ 158,334,615</u>	<u>20.8%</u>
Appropriated refunding bond proceeds.....						
Appropriated Fund Balance						
Operating Budget	\$ 8,420,000	\$ -	\$ -	\$ 10,000,000	\$ -	-
Cash Capital.....	-	-	-	6,523,399	-	-
Encumbrances And Other.....	-	-	-	-	-	-
Supplemental Appropriations.....	39,514,616	-	-	-	-	-
TOTAL	<u>\$ 879,628,587</u>	<u>\$ 169,345,645</u>	<u>19.3%</u>	<u>\$ 777,232,146</u>	<u>\$ 158,334,615</u>	<u>20.4%</u>

**COMPARATIVE STATEMENT OF EXPENDITURES & TRANSFERS BY FUNCTION
GENERAL FUND
FOR THE PERIODS ENDING OCTOBER 31, 2022 AND OCTOBER 31, 2021**

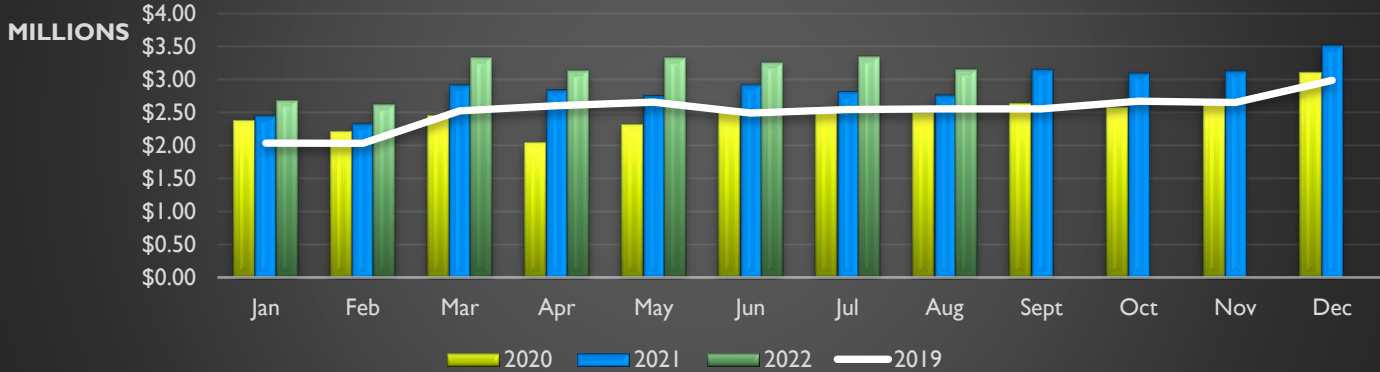
FUNCTION	B	C	D=C/B	E	F	G=F/E		
	FY 2023	FY2023	%	FY 2022	FY2022	%		
	APPROVED BUDGET	EXPENDITURES THRU 10/31/2022	OF BUDGET EXPENDED	APPROVED BUDGET	EXPENDITURES THRU 10/31/2022	OF BUDGET EXPENDED	Org	Object
Legislative & Executive.....	\$ 5,203,977	\$ 1,451,933	27.9%	\$ 4,160,239	\$ 1,355,072	32.6%		
Judicial Administration.....	\$ 48,346,278	\$ 13,617,516	28.2%	\$ 43,736,808	\$ 13,540,954	31.0%		
Staff Agencies								
Communications.....	\$ 2,315,980	\$ 426,067	18.4%	\$ 1,576,965	\$ 375,068	23.8%		
Human Rights.....	1,093,762	286,305	26.2%	1,008,210	307,154	30.5%		
Information Technology Services.....	16,802,099	4,516,237	26.9%	13,343,563	5,024,254	37.7%		
Management & Budget.....	1,786,305	406,425	22.8%	1,475,268	318,490	21.6%		
Finance.....	14,365,095	3,620,712	25.2%	12,646,010	3,387,685	26.8%		
Performance and Accountability.....	868,233	258,657	29.8%	655,709	203,775	31.1%		
Internal Audit.....	438,920	120,454	27.4%	396,605	102,253	25.8%		
Human Resources.....	5,469,317	1,376,548	25.2%	4,662,400	1,268,109	27.2%		
Planning & Zoning.....	7,593,728	1,801,644	23.7%	6,383,717	1,714,754	26.9%		
Economic Development Activities.....	9,010,994	3,369,537	37.4%	7,011,340	3,317,588	47.3%		
City Attorney.....	4,160,155	1,256,850	30.2%	3,582,295	963,153	26.9%		
Registrar.....	1,428,556	356,218	24.9%	1,329,387	370,236	27.9%		
Organizational Excellence	271,499	48,802	18.0%	177,448	38,510	21.7%		
General Services.....	14,623,541	4,556,614	31.2%	10,670,321	3,301,419	30.9%		
Total Staff Agencies	\$ 80,228,185	\$ 22,401,069	27.9%	\$ 64,919,238	\$ 20,692,449	31.9%		
Operating Agencies								
Transportation & Environmental Services.....	\$ 27,722,324	\$ 6,061,572	21.9%	\$ 23,831,644	\$ 6,400,553	26.9%		
Project Implementation.....	-	-	0.0%	-	6,289	0.0%		
Fire.....	56,181,215	15,667,924	27.9%	52,242,578	14,763,273	28.3%		
Police.....	70,358,385	17,734,252	25.2%	60,222,046	17,298,570	28.7%		
Community Policing Review.....	515,114	8,000	0.0%	288,866	-	0.0%		
Emergency Communications.....	9,907,137	3,038,733	30.7%	9,083,917	2,770,088	30.5%		
Code.....	-	-	0.0%	-	-	0.0%		
Transit Subsidies.....	19,355,404	8,532,833	44.1%	19,255,706	9,191,160	47.7%		
Housing.....	2,081,141	592,825	28.5%	1,814,506	558,767	30.8%		
Community and Human Services.....	17,586,100	4,769,077	27.1%	15,460,024	4,838,704	31.3%		
Health.....	9,539,328	6,171,304	64.7%	8,823,817	4,343,766	49.2%	11510381	55101
Historic Resources.....	4,889,349	1,219,713	24.9%	3,533,997	996,194	28.2%	11860656	55101
Recreation.....	27,757,321	7,288,340	26.3%	24,419,339	7,014,389	28.7%	11900727	55101
Total Operating Agencies	\$ 245,892,818	\$ 71,084,572	28.9%	\$ 218,976,440	\$ 68,181,753	31.1%	11900728	55101
							11900729	55101
							11410348	55301
Education								
Schools.....	\$ 248,737,300	\$ 51,986,096	20.9%	\$ 239,437,296	\$ 50,042,395	20.9%	11900728	55301
Other Educational Activities.....	15,750	3,938	25.0%	15,785	7,893	50.0%	11900727	55301
Total Education	\$ 248,753,050	\$ 51,990,033	20.9%	\$ 239,453,081	\$ 50,050,287	20.9%	11860656	55301
							11510381	55301
							11950737	55901
Capital, Debt Service and Miscellaneous								
Debt Service - City.....	\$ 41,170,131	\$ 24,893,595	60.5%	\$ 36,851,668	\$ 22,242,138	60.4%		
Debt Service - Schools.....	\$ 31,941,000	19,114,517	59.8%	\$ 28,633,966	17,475,965	61.0%		
Expenses on Refunding Bonds.....	-	-	0.0%	-	-	0.0%		
Non-Departmental.....	\$ 24,480,796	5,895,583	24.1%	\$ 10,515,759	6,038,948	17.5%		
General Cash Capital.....	\$ 56,905,691	-	0.0%	\$ 34,424,271	-	0.0%		
Contingent Reserves.....	3,324,170	-	0.0%	604,170	-	0.0%		
Total Capital, Debt Service and Miscellaneous	\$ 157,821,788	\$ 49,903,695	31.6%	\$ 111,029,834	\$ 45,757,052	41.2%		
TOTAL EXPENDITURES	\$ 786,246,096	\$ 210,448,817	26.8%	\$ 682,275,640	\$ 199,577,566	29.3%		
Cash Match (Transportation/DCHS/ and Transfers to Special Revenue /Capital Projects Funds)...	\$ 58,742,540	\$ (134)	0.0%	\$ 55,939,481	-	0.0%		
Transfer to Housing.....	7,679,115	-	0.0%	4,588,522	-	0.0%		
Transfer to Library.....	8,213,526	263,975	3.2%	7,556,858	371,117	4.9%		
Transfer to DASH.....	25,164,459	361,668	1.4%	20,348,446	11,193,364	55.0%		
TOTAL EXPENDITURES & TRANSFERS	\$ 886,045,736	\$ 211,074,326	23.8%	\$ 770,708,947	\$ 211,142,046	27.4%		
Total Expenditures by Category								
Salaries and Benefits.....	\$ 257,907,445	\$ 67,785,059	26.3%	\$ 231,771,262	\$ 63,579,043	27.4%		
Non Personnel (includes all school funds)	628,138,291	143,289,267	22.8%	538,937,685	147,563,003	27.4%		
Total Expenditures	\$ 886,045,736	\$ 211,074,326	23.8%	\$ 770,708,947	\$ 211,142,046	27.4%		

Description	2021 Budget	2021 Actual
PRINCIPAL ON GO BONDS	1,694,608.00	0.00
PRINCIPAL ON GO BONDS	19,690,020.00	0.00
WMATA Debt Services-GO BOND PR	656,898.00	0.00
General Debt Servic-GO BOND PR	22,924,045.00	26,969,000.00
Commonwealth Trans -GO BOND PR	256,070.00	256,070.00
INTEREST ON GO BONDS	604,761.00	0.00
General Debt Servic-GO BOND IN	10,786,257.00	12,986,003.58
WMATA Debt Services-GO BOND IN	365,432.00	0.00
INTEREST ON GO BONDS	8,888,678.00	0.00
INTEREST ON GO BONDS	-	0.00
PAYMENT TO REF BOND ESCROW AGE	-	0.00

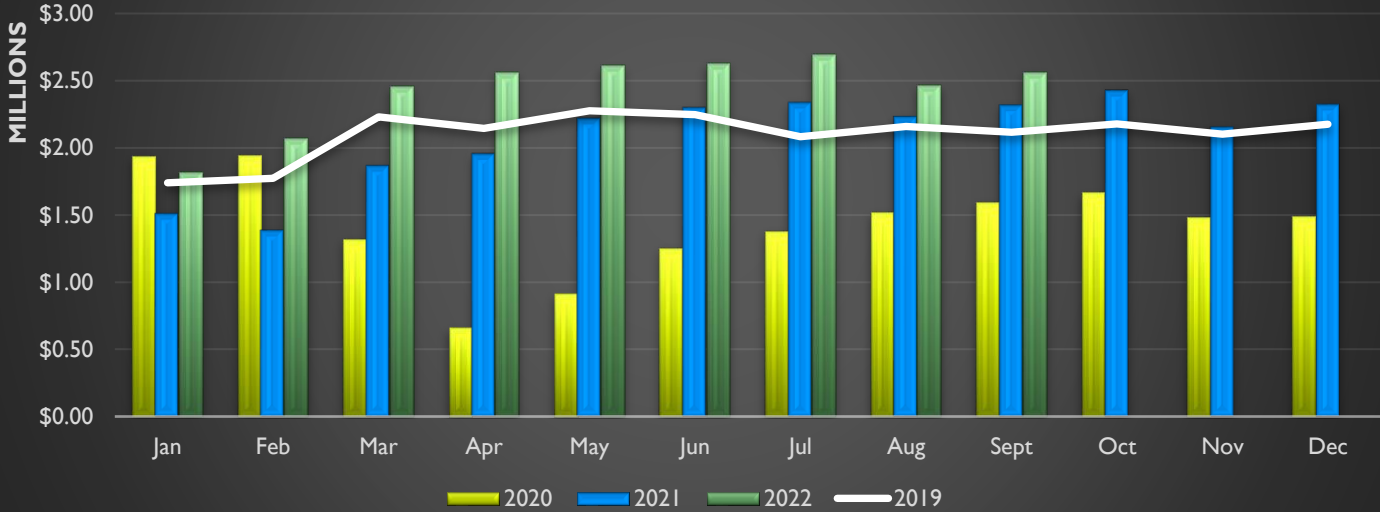
40,211,073.58

39,955,003.58

Sales Tax Monthly Comparison 2019-2020-2021-2022



Meals Tax Monthly Comparison 2019-2020-2021-2022



Transient Lodging Tax Monthly Comparison 2019-2020-2021-2022

