



FY 2025 Third Quarter Financial Update

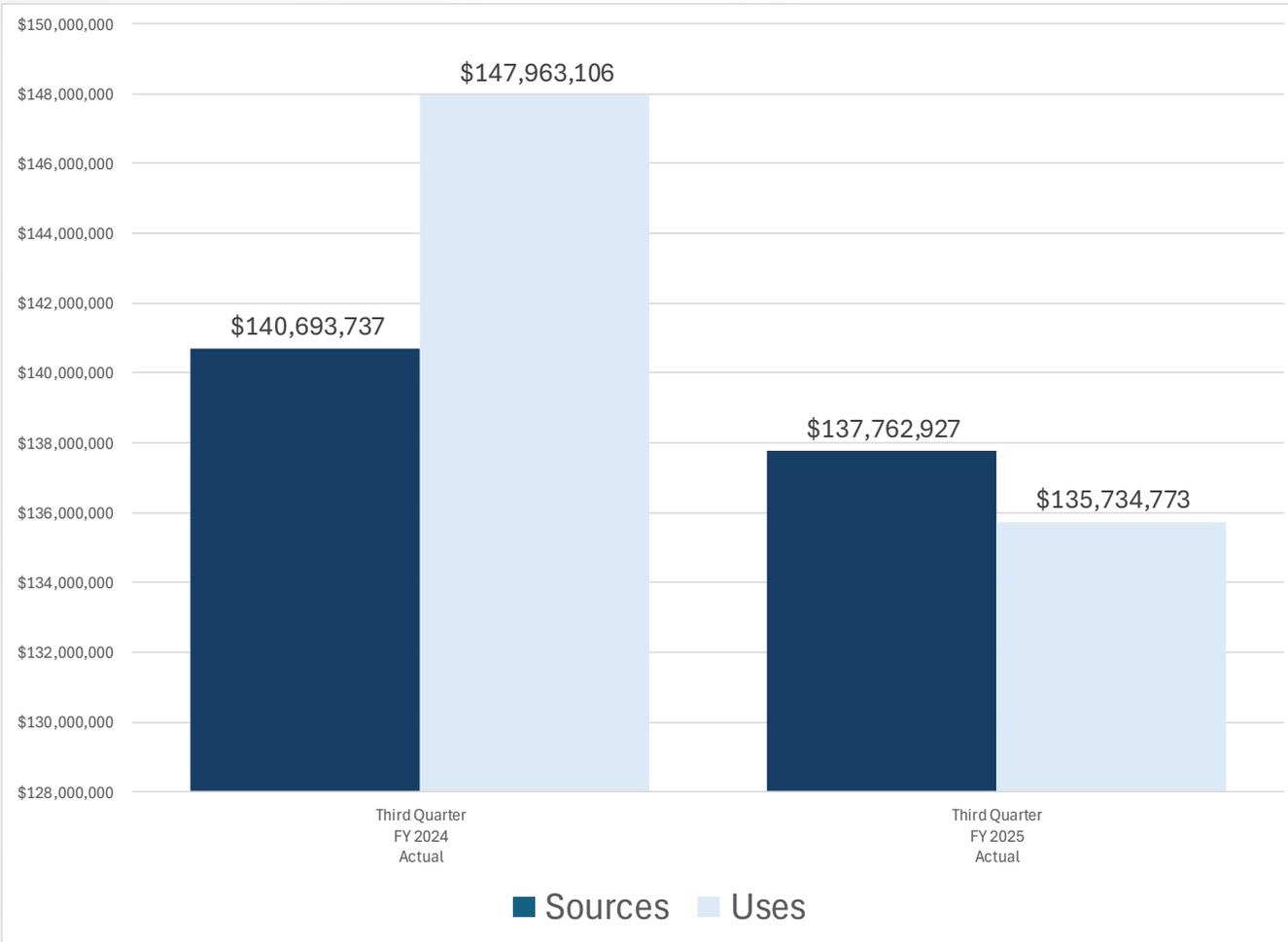
*City Council Meeting
April 28, 2024*



- City's financial health is strong, and the General Fund is performing as expected
- Vacancies continue to be a positive and a risk
- Geopolitical and economic pressures will impact the City in a variety of ways



General Fund Cashflow



The City operates at a cashflow deficit early in the year. This is due to the annual nature of its largest revenues. This gap closes in the second and third quarters.



General Fund Revenues

Descriptions	Third Quarter FY 2024 Actual	Third Quarter FY 2025 Actual	Revised Budget FY 2025	Quarterly Indicator FY 2024 v. FY 2025
<i>Uses</i>				
Ad Vaorem Taxes	\$ (77,509,146)	(83,955,682)	(90,051,422)	6,446,536
Other Taxes	(2,533,549)	(2,646,236)	(4,345,747)	112,687
Unrestricted Intergovernmental Revenues	(42,474,129)	(31,081,106)	(90,618,653)	(11,393,023)
Restricted Intergovernmental Revenues	(10,008,685)	(12,444,928)	(14,360,517)	2,436,243
Functional Revenues	(2,431,860)	(2,816,307)	(3,030,847)	384,447
Sales and Services	(3,055,893)	(3,251,843)	(4,874,807)	195,950
Miscellaneous Revenues	(2,565,925)	(1,798,863)	(4,152,314)	(767,062)
Investment Income	426,518	342,339	(3,986,225)	84,179
Other Financings Sources*	(479,882)	(110,121)	(1,085,000)	(369,761)
Non-Operating Revenues	(61,186)	(180)	(2,617,024)	(61,006)
Total Sources	\$ (140,693,737)	(137,762,927)	(219,122,556)	(2,930,810)
Annual Actual, June 30, 202X	\$ (203,690,300)	(219,122,556)		
As a Percentage of Annual Actual/Budget	69.07%	62.87%		



General Fund Expenditures

Descriptions	Third Quarter FY 2024 Actual	Third Quarter FY 2025 Actual	Revised Budget FY 2025	Quarterly Indicator FY 2024 v. FY 2025
<i>Uses</i>				
Salaries and Employee Benefits	\$ 86,266,815	93,590,033	145,953,611	(7,323,218)
Operating Expenses	16,288,182	14,953,951	25,807,505	1,334,231
Professional and Contractual Services	5,628,321	5,794,748	10,167,967	(166,427)
Capital Outlay	11,246,130	917,403	2,200,213	10,328,727
Other Charges	5,627,765	4,016,982	7,293,223	1,610,783
Debt Service	-	(4,224,486)	-	4,224,486
Inventory and Cost Redistribution	51,057	237,635	(82,304)	(186,578)
Interfund Transfers	22,854,836	20,448,507	40,339,943	2,406,329
Total Uses	\$ 147,963,106	135,734,773	231,680,158	12,228,333
Annual Actual, June 30, 202X	\$ 196,719,392	231,680,158		
As a Percentage of Annual Actual/Budget	75.22%	58.59%		

General Fund Expenditures

The City's
Vacancy Rate
on
April 14, was
10.42%

Descriptions	Third Quarter FY 2024 Actual	Third Quarter FY 2025 Actual	Revised Budget FY 2025	Quarterly Indicator FY 2024 v. FY 2025
Expenditures by Department				
Non-Departmental	\$ (30)	(4,224,390)	-	4,224,360
Mayor, Council, and City Clerk	1,163,915	899,731	1,235,551	264,184
City Manager's Office	2,340,332	2,516,176	5,335,661	(175,844)
Marketing and Communications	713,939	770,411	1,179,095	(56,472)
Budget and Evaluation	330,961	767,569	582,918	(436,608)
Other Appropriations	21,215,927	17,864,314	53,444,731	3,351,613
City Attorney's Office	1,562,288	1,641,947	2,290,876	(79,659)
Finance	3,105,579	3,160,088	3,987,853	(54,509)
Human Resources Development	1,367,268	1,445,263	1,970,666	(77,995)
Human Relations	230,817	247,274	356,183	(16,457)
Information Technology	6,655,743	6,928,188	8,880,520	(272,445)
Police	44,008,929	44,130,490	67,323,729	(121,561)
Fire	29,159,185	27,379,346	35,712,887	1,779,839
Development Services	4,031,725	4,043,755	6,005,854	(12,030)
Public Services	10,024,883	10,131,935	12,976,513	(107,052)
Parks, Recreation and Maintenance	20,677,327	16,959,817	27,682,421	3,717,510
Economic and Community Development	1,374,317	1,072,863	2,714,701	301,454
Total Expenditures**	\$ 147,963,105	135,734,777	231,680,159	12,228,328
Estimated Vacancy Savings Calculation				
	2nd Quarter Budget Cost	2nd Quarter Actual Cost	2nd Quarter Savings Est.	
Estimated Vacancy Savings	\$ 70,557,529	56,724,928	13,832,601	

- Detailed Report is Attached to the Item in Granicus
- The Next Financial Report will be the Close of the 3rd Quarter
- The Capital Budget will be presented this evening
- The Operating Budget Process will kick off on May 5th.
- Transparency Portal is in Development and is planned to launch after July 1, 2025
- Possible Bond Issuance in the next fiscal year
- Increased efforts to collect uncollected accounts



 **FAYETTEVILLE** ^N_C
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