

FY2022 Year-End Financial Report and FY2023 Revised Proposed Budget

January 4, 2023

#23-0015

FY2022 General Fund Results

2022 Mid-Year Projection vs. Year-End Actual Performance					
<i>in Millions \$</i>	2022 Mid-Year Projection		2022 Year-End Actual Results		Difference
Revenues	\$	764	\$	760	\$ (4)
Expenditures	\$	832	\$	786	\$ 46
Revenue > Expenditures	\$	(68)	\$	(26)	\$ 42
Beginning Fund Balance	\$	250	\$	250	
Ending Fund Balance	\$	182	\$	224	\$ 42

Decrease in CY Taxes received (timing for 2023);
Decrease in PY Taxes received



FY2022 General Fund Results (Continued)

Revenue (- 4M)

Additional Increase/Decrease in Actual Revenues vs Mid-Year Projection

- Sales Tax Category – Slightly higher revenue collection than projected.
- Other Revenue Category
 - Higher Revenue collection in several areas including Court and Law Enforcement, State Grant Revenue, TAVT Motor Vehicle Commissions, Real Estate Transfer tax, Animal Control fees and Interest Income.
 - Lower Revenue collection in several areas including Commission Tax Collections: Other Municipalities, Penalties and Interest on Tax Collections, Current Year – Intangible Tax, and Communications Center Revenue.

Change in Revenue Due to Timing Differences – Property Tax

- Reduction of \$5.6 million in Current Year Property Tax collections (impact FY2023)
- Increase by \$3.6 million in Current Year Utility Property Tax Collections (impact 2023)



FY2022 General Fund Results (Continued)

Expenditures (+ \$46M)

Decrease in Expenditures vs Projection

The difference is mostly the result of

- Personnel Vacancies
- Decreased operational spending
- Rollover of FY2022 to FY2023 due to delay in receipt of invoices/known obligations



FY2023 *Revised* Proposed Budget: All Funds

in millions \$

Fund Name	FY2021 Amended Budget	FY2022 Amended Budget	FY2023 Proposed Budget	FY2023 Revised Proposed Budget
General Fund	\$ 800.4	\$ 857.2	\$ 850.1	\$ 879.9
Airport Fund	5.6	7.6	7.6	7.6
Water Revenue Fund	156.0	159.3	185.4	185.4
Water Renewal Fund	104.9	100.1	111.4	111.4
FID Fund	43.1	28.2	27.9	27.9
911 Emergency Fund	7.7	8.6	8.2	8.2
Bond Fund Library	15.5	15.6	16.6	16.6
Risk Fund	58.1	64.2	64.8	64.9
Special Appropriation	16.9	17.5	16.1	18.8
Grand Total	\$1,208.3	\$1,258.3	\$ 1,287.9	\$ 1,320.6



FY2023 Revised Proposed Budget – General Fund

2023 Proposed vs. 2023 Revised Proposed Budget

<i>in Millions \$</i>	2023 Revised 2023 Proposed		Difference	
Revenues	\$ 810	\$ 802	\$ (7.73)	
Expenditures	\$ 850	\$ 880	\$ 29.87	
Revenue > Expenditures	\$ (40)	\$ (78)	\$ 37.60	
Beginning Fund Balance	\$ 182	\$ 224		
Ending Fund Balance	\$ 142	\$ 147		Fund Balance Reserve of 16.67%



FY2023 General Fund Revised Recommended Changes

Revenue Total (- 7M)

Additional Increase/Decrease in Revenues vs Projection

- Decrease by \$6.4 million in Commission Tax Collections, Other Municipalities
- Decrease by \$1.5 million in Penalties and Interest on Tax Collections
- Decrease by \$1.2 million in Current Year – Intangible Tax
- Decrease of \$288,000 in Communications Center Revenue

Change in Revenue Due to Timing Differences

- Increase of \$5.6 million in Prior Year Property Tax collections
- Decrease of \$3.6 million in Prior Year Public Utility Property Tax collections

Numbers may not add due to rounding



FY2023 General Fund Revised Proposed – Expenditures + 29.87M

Carryforward Expenditures for Obligations Not Paid in 2022 (+ 3.1M) (non-recurring)

- Increase by \$2.6 million – Department of Registration and Elections
- Increase by \$500,000 – Non-Agency – Atlanta Technical College – Driving School Program

2022 Approved Board of Commissioners Contracts Requiring a Funding Source (+ 1.3M)

- Increase by \$896,623 – Senior Services - Aging Services Contract (recurring)
- Increase by \$400,000 – Senior Services – Sr. Transportation Fuel (recurring)



FY2023 General Fund Revised Proposed – Expenditures + 29.87M

2023 Adjustments to Departmental Budgets (no change)

- Increase by \$1.2 million – Arts and Culture
- Decrease by \$1.2 million – External Affairs

- Increase by \$5.1 million – Sheriff’s Office
- Decrease by \$5.1 million – Non-Agency

Transfer of FGTV/Fulton Films personnel and operations effective February 1, 2023.

Restore attrition rate applied to Sheriff’s vacancies. Funding will be transferred from the Non-Agency Inmate Housing Outsourcing budget. Will reduce beds at Cobb County from 500 to 300.

2023 Adjustments to Departmental Budgets (+2.9M)

- Increase by \$1.5 million – Information Technology – Operations - Contractual Staffing (non-recurring)
- Increase by \$1.4 million – Non-Agency – Operations–Consolidated Warehouse Utilities (recurring)



2023 Adjustments to Departmental Budgets - Commissioners (+ 323,733)

- District 1 - Increase by \$34,536
Personnel – 2023 state required Commissioner COLA (recurring); Outgoing Commissioner Staff Compensated Absence Payout, Final Pay Period Paychecks (non-recurring)
- District 2 – Increase by \$8,422
Personnel – 2023 state required Commissioner COLA and longevity supplement (recurring)
- District 3 - Increase by \$184,436
Personnel – 2023 state required Commissioner COLA, Incoming Commissioner Staff Positions (recurring); Outgoing Commissioner Staff Compensated Absence Payout, and Final Pay Period Paychecks (non-recurring)
- District 4 – Increase by \$6,781
Personnel – 2023 state required Commissioner COLA and longevity supplement (recurring)
- District 5 - Increase by \$8,472
Personnel – 2023 state required Commissioner COLA and longevity supplement (recurring)
- District 6 – Increase by \$6,615
Personnel – 2023 state required Commissioner COLA (recurring)
- At Large - Increase by \$74,472
Personnel 2023 state required Chairman COLA , longevity supplement and Staff Position Adjustments (recurring)



2023 Items for Board of Commissioners' Consideration (+ 22.25M)

- Increase by \$ 22.25 million – Non-Agency – Appropriated Reserve (non-recurring)
 - Uncertain economic conditions
 - Employee compensation
 - Facilities capital costs

FY2023 General Fund Recommended Changes - Summary

2022 Mid-Year Projection vs. Year-End Actual Performance

<i>in Millions \$</i>	2022 Mid-Year Projection	2022 Year-End Actual Results	Difference
Revenues	\$ 764	\$ 760	\$ (4)
Expenditures	\$ 832	\$ 786	\$ 46
Revenue > Expenditures	\$ (68)	\$ (26)	\$ 42
Beginning Fund Balance	\$ 250	\$ 250	
Ending Fund Balance	\$ 182	\$ 224	\$ 42

2023 Proposed vs. 2023 Revised Proposed Budget

<i>in Millions \$</i>	2023 Proposed	2023 Revised Proposed	Difference
Revenues	\$ 810	\$ 802	\$ (7.73)
Expenditures	\$ 850	\$ 880	\$ 29.87
Revenue > Expenditures	\$ (40)	\$ (78)	\$ 37.60
Beginning Fund Balance	\$ 182	\$ 224	
Ending Fund Balance	\$ 142	\$ 147	

2023 Recommended Changes to FY2023 Revenues

Change in Taxes due to Timing Differences	2.2
Change in Other Revenues due to FY2022 Actual Results	-9.9
	-7.7

2023 Recommended Changes to FY2023 Expenditures

Carryforward Expenditures from 2022

Registration and Elections - 2022 Invoices	2.60
Non-Agency - Atlanta Technical College	0.50

2022 Board Action Requiring Funding

Senior Services - Aging Services Contract	0.90
Senior Services - Sr. Transportation - Fuel	0.40

2023 Adjustments

Non Agency - Consolidated Warehouse Utilities	1.40
Information Technology - Contractual Staffing	1.50
Board of Commissioners - District 1	0.03
Board of Commissioners - District 2	0.01
Board of Commissioners - District 3	0.18
Board of Commissioners - District 4	0.01
Board of Commissioners - District 5	0.01
Board of Commissioners - District 6	0.01
Board of Commissioners - At Large	0.07

2023 Items for Consideration

Appropriated Reserve	22.25
	29.87



FY2023 Other Funds Recommended Changes

Risk Fund Revenue (+ 2M)

Additional Increase in Revenues

Increase by \$500,000 in Interest/Investment Income

Increase by \$1.6 million in Transfers-In From Other Funds – County Attorney to true up transfers from the General Fund and Water and Sewer Revenue Fund

Expenditures (+ 90,000)

Increase in County Attorney Department Expenditure Budget by \$90,000 – General Fund enhancement for replacement of incompatible case management system and increased subscription costs of online research tool. Operational purchase will occur out of the Risk Fund.



FY2023 Other Funds Recommended Changes

Special Appropriation Funds Revenue (+ 2.7M)

Additional Increase in Revenues

Increase by \$2.7 million to reflect total revenue received in 2022.

Expenditures (+ 2.7M)

Increase in Anticipated Expenditures to reflect additional revenue which will be available for use in 2023.



FY2023 Budget Schedule – Next Steps

November 15	Submission of FY23 Proposed Budget to BOC
November 16	Presentation of Proposed Budget to BOC
December 7	Official Public Hearing
December 21 through January 31, 2023	Discussion of the Budget at BOC meetings, as necessary Adoption of the budget either in the first or second meeting in January 2023





QUESTIONS