

CITY OF TAKOMA PARK

February 5, 2025



Fiscal Year 2025 Financial Report (Q1)

For the three months ended
September 30, 2024

Presented by Robert DiSpirito
City Manager



Introduction

- Period: July 1, 2024 to September 2024
- Purpose:
 - Summarize revenue and expenditure (including budget amendment #1),
 - Identify discrepancies in year-to-year trends, and
 - Enable inquiry and investigation of inconsistencies.

FY2025 First Quarter Financial Report:

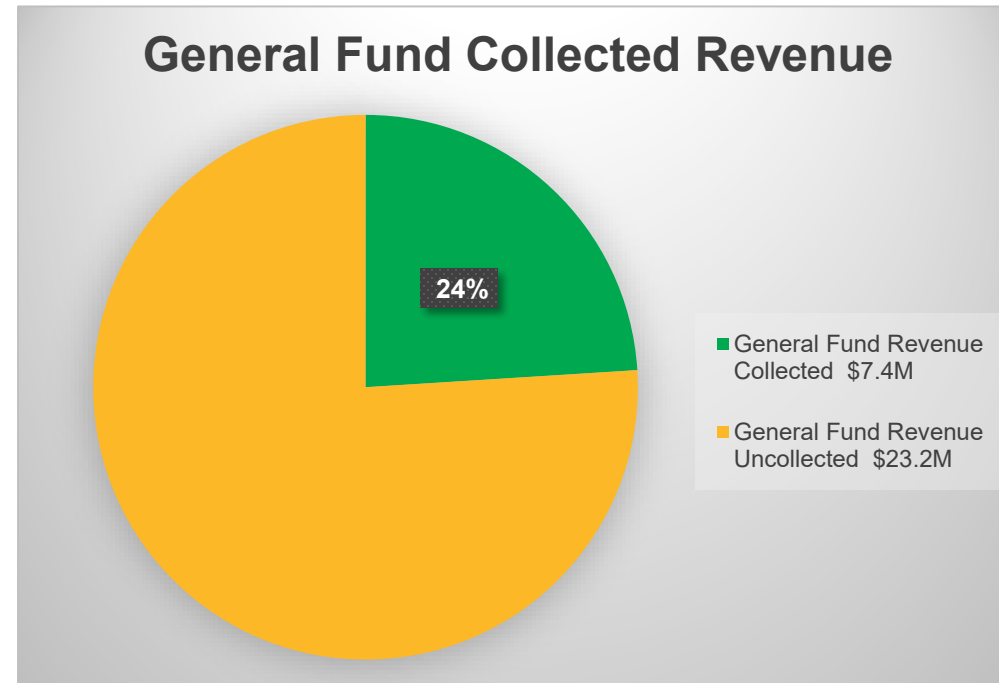
Executive Summary

- Total YTD actual revenue across all funds is \$7.7M or 21% of the budgeted amount.
- Total YTD actual expenditure is \$6.6M or 12% of the budgeted amount.
- Revenue exceeded expenditure by \$1.1M due to surpluses in the General Fund, and Stormwater Fund.
- Fund Summary:
 - General Fund: \$1.4M surplus due to collection of annual Tax-Duplication revenue in September.
 - Special Revenue Fund: \$111K deficit due to timing of revenue collection and Cable grant expenditure.
 - ARPA Fund: \$94K deficit due to delayed revenue recognition in the Federal Grant.
 - Stormwater Management Fund: \$49K surplus due to pending projects
 - Speed Camera Fund: \$162K deficit due to delayed revenue from red light cameras resulting from delayed program implementation until December.

FY2025 First Quarter Financial Report:

General Fund Summary

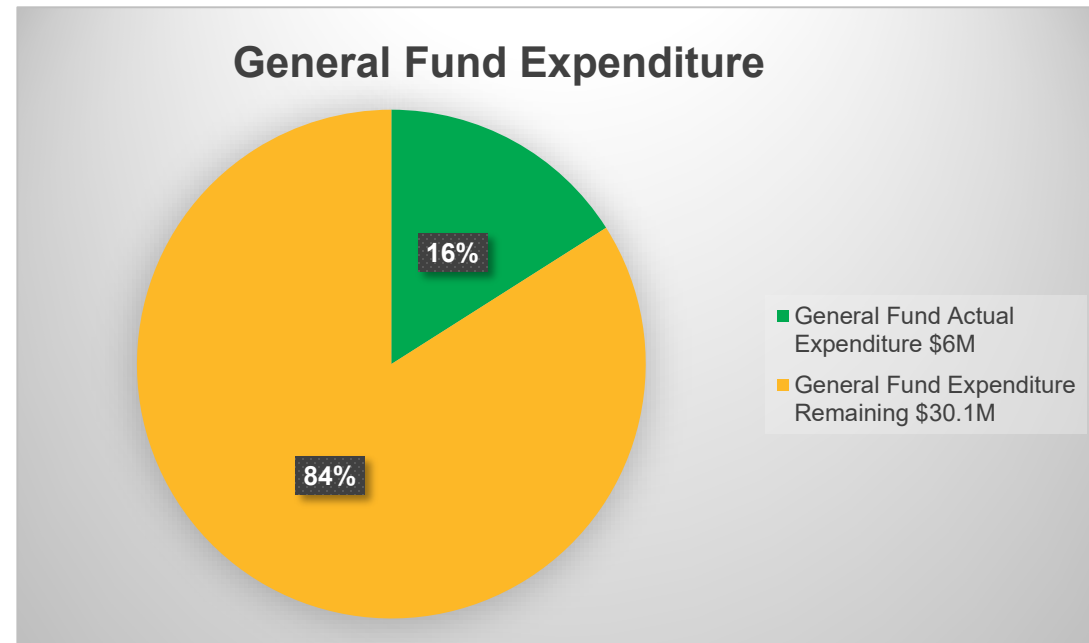
- The General Fund is chief operating fund of the City. It supports the regular daily activities; including: police protection, street and parking maintenance, and general administrative functions.
- Primary General Fund revenue sources:
 - Taxes and Utility Fees
 - Intergovernmental Revenue
- General Fund revenues total \$7.4M or 24% of the FY25 budgeted amount.
 - In FY24 the General Fund YTD revenues were \$7.5M or 26%.



FY2025 First Quarter Financial Report:

General Fund Summary

- General Fund YTD expenditures were \$6M or 16% of the FY25 budgeted amount.
 - In FY24 the General Fund YTD expenditures were \$6.4M or 18%.
- General Fund revenue and expenses whose percentage collected or expended differs by 30% or more year-over-year is considered significant.



FY2025 First Quarter Financial Report:

General Fund Revenue

- Significant Differences in Revenue Collection FY24 to FY25 (Period ended September 30):
 - **Licenses and Permits**
 - FY25: \$8.2K (14%) FY24: \$28.4K (43%)
 - The implementation of the new License Program enables year-round revenue collection, rather than concentrating payments at the beginning of the period in the previous years.
 - **Use of Money and Property**
 - FY25: \$139K (30%) FY24:\$227K (91%)
 - The FY25 budget increased to \$460K from \$227K in FY24 due to higher interest rates.
 - **Police Protection**
 - FY25: \$131K (22%) FY24: \$0 (0%)
 - Due to timing of (SAPP) grant receipt.
 - **Sale of City Property**
 - FY25: \$0 (0%) FY24: \$3,500 (70%)
 - There were no sales of city property during the reporting period.

FY2025 First Quarter Financial Report:

General Fund Expenditure

- Significant Differences in Expenditure FY24 to FY25 (Period ended September 30):
 - **Inter-Departmental:**
 - FY25: \$594K (22%) FY24: \$776K (55%)
 - The FY25 budget increased to \$1.7M from \$1.4M in FY24 due to the inclusion of HCD grant projects (\$986K) and mental health counselor program (\$295K) in the inter-departmental expenditure.

FY2025 First Quarter Financial Report

Other Fund Highlights

<i>EXPENDITURES BY FUNDS</i>	<i>Budget FY24</i>	<i>Actual FY24 Q1</i>	<i>Budgeted FY25</i>	<i>Actual FY25 Q1</i>	<i>Available Balance**</i>	<i>FY25 % Expended</i>	<i>FY24 % Expended</i>
<i>Special Revenue Fund</i>	3,253,704	202,748	6,068,365	147,812	5,920,552	2%	6%
<i>Stormwater Management Fund</i>	781,781	119,885	969,184	71,127	898,057	7%	15%
<i>Speed & Red-light Camera Fund</i>	1,725,682	262,267	750,059	262,641	487,418	35%	15%
<i>ARPA Fund</i>	9,139,444	221,950	9,916,553	171,625	9,744,928	2%	2%

- **Speed Camera Fund:**
 - Revenue totals \$100,560 or 5% of the budgeted amount.
 - Expenditures total \$262,641 or 35% of the budgeted amount.
 - Red Light Camera revenue was included in the FY25 budget but revenue has not been realized due to a delay in the program implementation. As of September 30, the City did not collect any Red-Light Camera fines.
- **Stormwater Fund:**
 - Revenues total \$120,225 or 16% of the budgeted amount. Received from the County monthly.
 - Expenditures total \$71,127 or 7% of the budgeted amount.

Next Steps

- **February 2025**
 - February 14: City receives Constant Yield Tax Rate
- **March 2025**
 - March 5: FY26 City Manager Proposed Budget Book published to the City's website
 - March 12: City Manager presentation to Council of the FY26 budget
 - March 19: Department Budget Presentation
 - March 26: First Public Hearing on FY26 Budget



THANK YOU

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