



Cherokee County Board of Commissioners

Financial Update FY2023 Q2 Results

PRESENTED 05.02.2023

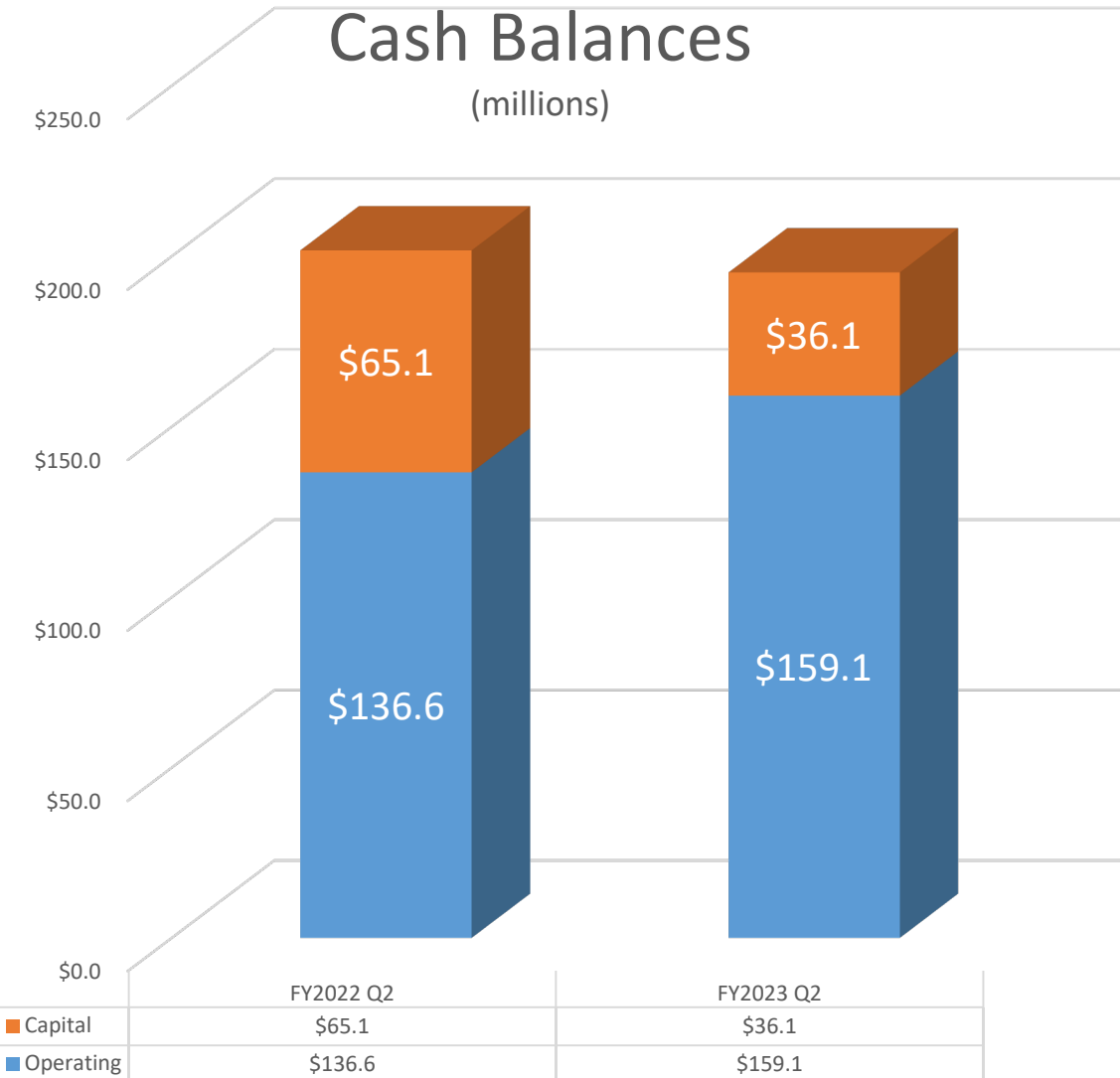
County Wide Cash Position Q2 FY2023

(Millions)

Q2 FY2023

Cash Balances

(millions)



	FY2022 Cash Balance	FY2023 Cash Balance	Variance Better/ Worse
Significant Operating Funds			
General Fund	\$79.4	\$96.9	\$17.5
E911	2.9	3.4	0.6
Senior Services	0.3	0.2	(0.1)
Parks & Recreation	1.3	1.4	0.1
Transportation	0.7	0.7	(0.0)
Fire District	22.8	24.8	2.0
CDBG	(0.0)	(0.1)	(0.0)
EMS	2.1	2.7	0.6
Ins & Benefits Fund	(1.2)	(0.9)	0.3
Other Funds	28.3	30.0	1.7
Total	\$136.6	\$159.1	\$22.5

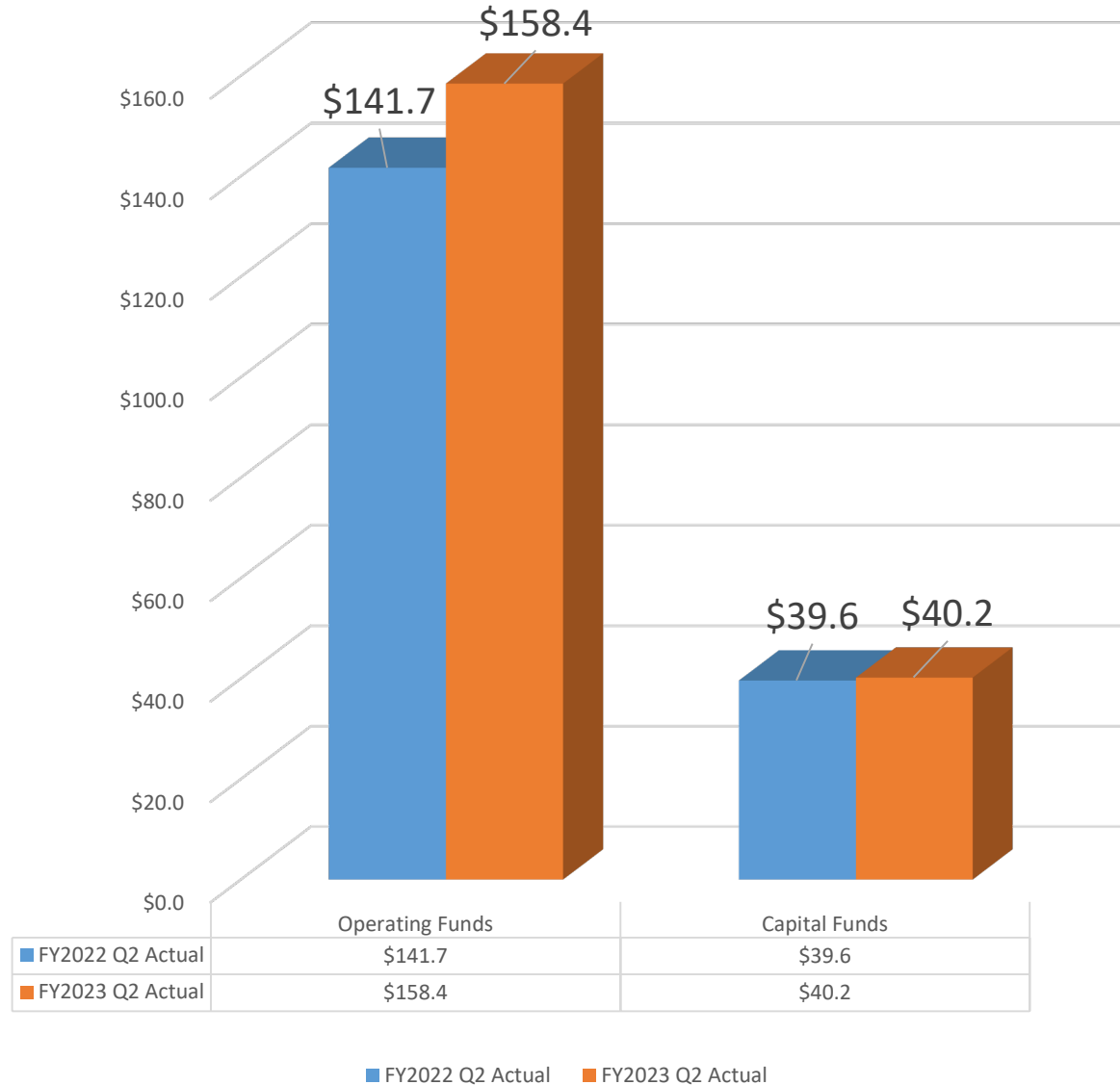
	FY2022 Cash Balance	FY2023 Cash Balance	Variance Better/ Worse
Capital Funds			
Impact Fee	\$9.5	\$10.2	\$0.7
SPLOST V, 2012, 2018	49.7	25.8	(23.9)
Debt Service	6.0	0.2	(5.8)
RRDA	(0.1)	-	0.1
Total	\$65.1	\$36.1	(\$29.1)

GRAND TOTAL	\$201.7	\$195.3	(\$6.6)
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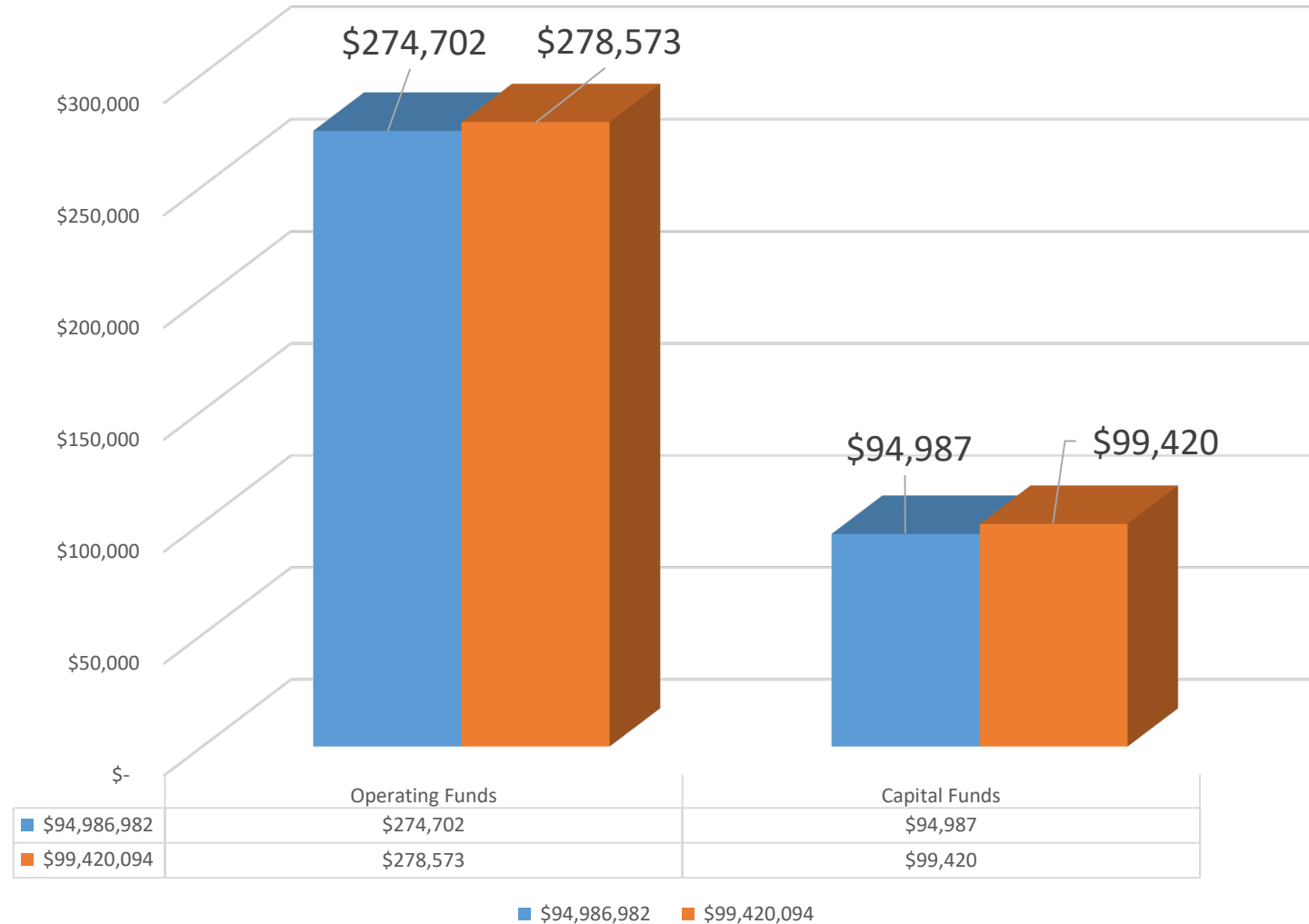
Other Funds includes (\$3.2M) ERAP, \$4.1M ARPA

County Wide Revenue Q2 FY2023

(Millions)

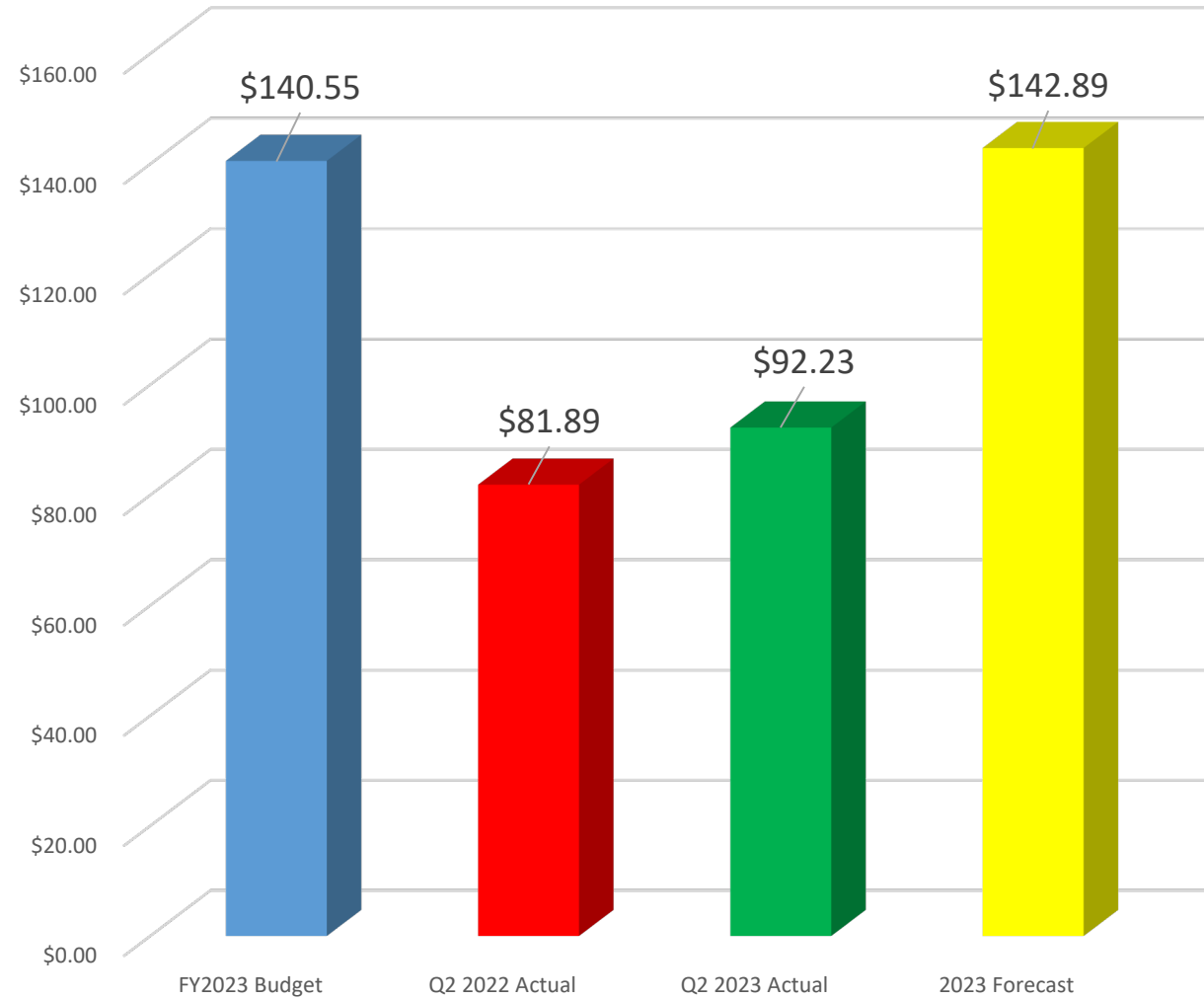


County Wide Revenue FY2023 Forecast vs Budget (Millions)



General Fund Revenue FY2023

(Millions)





General Fund Revenue

Q2 FY2023 vs Q2 FY2022

	FY2022 Q2 Actual	FY2023 Q2 Actual	Budget Variance (Under)/Over	Variance Explanations
Taxes	\$70,911,062	\$76,940,164	\$6,029,102	Current Taxes +\$6.5M, TAVT +\$382K, Real Estate Taxes (\$810K)
Licenses and Permits	\$1,984,785	\$2,293,854	\$309,069	Alcohol/Business Licenses (\$57K) , Building Inspection +\$372K, Film Project Fees +\$7K
Intergovernmental	\$130,688	\$48,795	(\$81,893)	
Charges and Services	\$6,064,789	\$6,773,832	\$709,043	Tax Commissions +\$562K, Probation Fees +\$193K, Landfill (\$42K)
Fines and Forfeitures	\$1,856,952	\$2,234,721	\$377,769	Superior (\$97K) , State +\$384K, Probation (\$72K) , Speed Cameras +\$119K
Investment Income	\$41,305	\$2,685,046	\$2,643,741	Interest rate increase
Miscellaneous	\$312,285	\$394,147	\$81,862	Rents +\$71K, Indigent Defense +\$32K
Other Financing Sources	\$585,730	\$858,746	\$273,016	Custodial +\$143K, Transfers +\$104K, Sale of Assets +\$57K, Insurance Recovery (\$30K)
Use of Reserves Budgeted			\$0	
Total Revenue	\$81,887,596	\$92,229,305	\$10,341,709	



General Fund Revenue

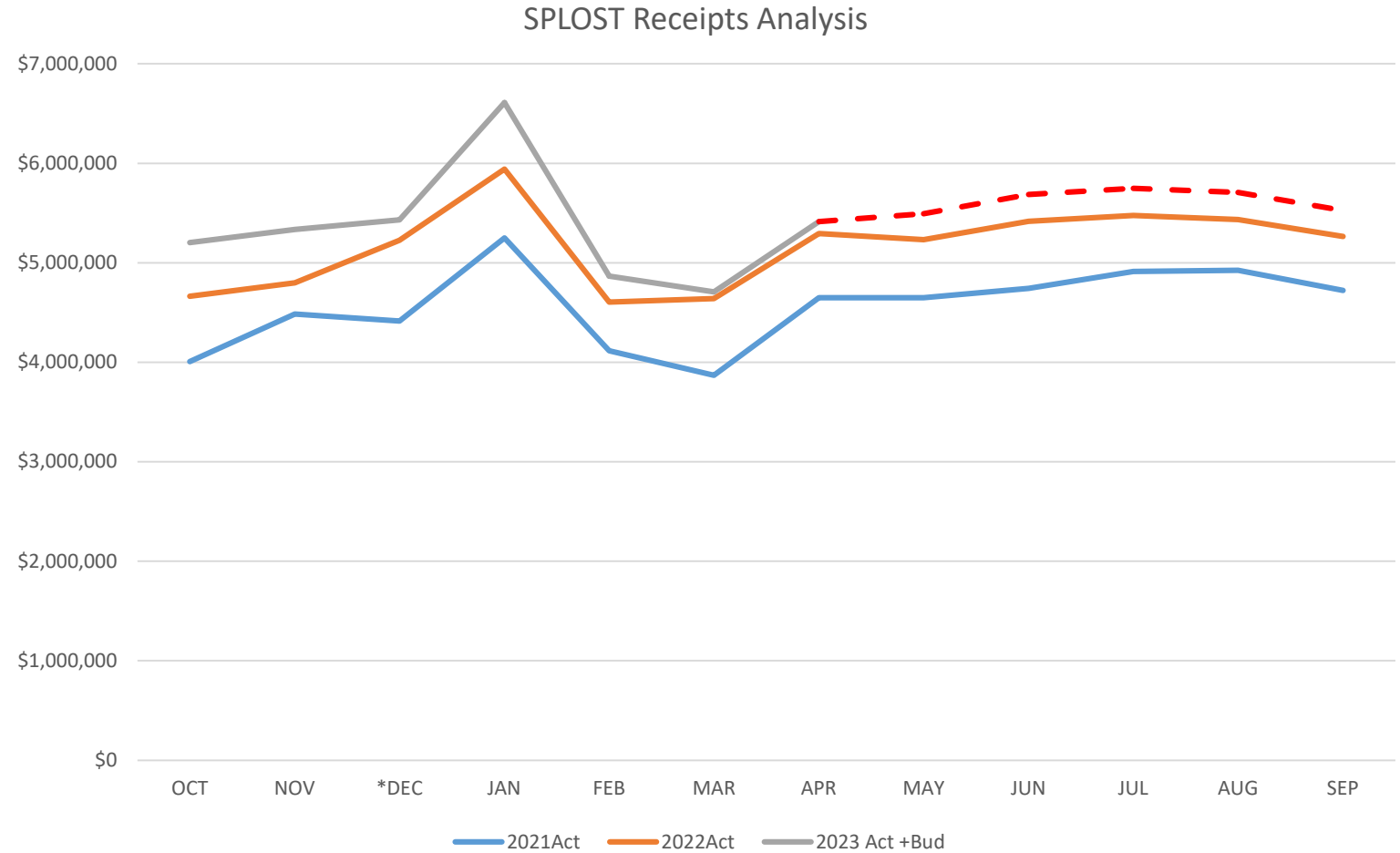
FY2023 Forecast vs Budget

	FY2023 Budget	FY2023 Forecast	Budget Variance (Under)/Over	Variance Explanations
Taxes	\$110,238,462	\$106,305,219	(\$3,933,243)	Current Property (\$325K), TAVT (\$2.0M), Real Estate (\$1.7M)
Licenses and Permits	\$3,144,225	\$3,764,317	\$620,092	Alcohol/Business Licenses +\$34K, Building Inspection +\$581K, Film Project Fees +\$12K
Intergovernmental	\$95,000	\$113,795	\$18,795	
Charges and Services	\$10,988,966	\$11,799,790	\$810,824	Tax Commissions +\$496K, Probation Fees +\$251K, Recycling +\$26K
Fines and Forfeitures	\$4,952,698	\$5,435,862	\$483,164	Superior (\$86K), State +\$643K, Probate (\$106K), Speed Cameras (\$9K), Pre-Trial Fee +\$30K
Investment Income	\$59,511	\$4,285,046	\$4,225,535	Interest Rate Increase
Miscellaneous	\$885,352	\$926,542	\$41,190	Indigent Defense +\$40K
Other Financing Sources	\$1,914,776	\$1,988,484	\$73,708	Insurance Recovery +\$17K, Sale of Assets +\$57K
Use of Reserves Budgeted	\$8,274,648	\$8,274,648	\$0	
Total Revenue	\$140,553,638	\$142,893,703	\$2,340,065	



Total SPLOST 2018 Receipts Forecast FY2023

	2021Act	2022Act	2023 Act +Bud
OCT	\$4,006,954	\$4,664,187	\$5,203,307
NOV	\$4,485,634	\$4,799,648	\$5,335,058
*DEC	\$4,413,138	\$5,227,214	\$5,431,698
JAN	\$5,250,552	\$5,940,408	\$6,610,549
FEB	\$4,113,997	\$4,605,724	\$4,865,778
MAR	\$3,867,825	\$4,639,755	\$4,708,288
APR	\$4,649,900	\$5,292,442	\$5,413,998
MAY	\$4,649,878	\$5,232,056	\$5,493,659
JUN	\$4,742,059	\$5,415,770	\$5,686,558
JUL	\$4,912,086	\$5,475,015	\$5,748,766
AUG	\$4,923,717	\$5,435,406	\$5,707,176
SEP	\$4,721,310	\$5,263,278	\$5,526,442
Total	\$54,737,050	\$61,990,902	\$65,731,277





Total SPLOST 2018 Receipts Forecast FY2023

Growth Rate

5.0%

	2018	2019	2020	2021	2022	2023	2024	Total
OCT		\$3,101,224	\$3,644,224	\$4,006,954	4,664,187	5,203,307	\$5,463,472	
NOV		\$3,621,148	\$3,680,899	\$4,485,634	4,799,648	5,335,058	\$5,601,811	
*DEC		\$3,493,054	\$3,758,270	\$4,413,138	5,227,214	5,431,698	\$5,703,283	
JAN		\$4,140,065	\$4,478,355	\$5,250,552	5,940,408	6,610,549	\$6,941,076	
FEB		\$3,272,362	\$3,471,614	\$4,113,997	4,605,724	\$4,865,778	\$5,109,067	
MAR		\$3,130,550	\$3,277,908	\$3,867,825	4,639,755	\$4,708,288	\$4,943,702	
APR		\$3,537,710	\$3,501,383	\$4,649,900	5,292,442	\$5,413,998	\$5,684,698	
MAY		\$3,711,123	\$3,603,816	\$4,649,878	5,232,056	\$5,493,659	\$5,768,342	
JUN		\$3,793,025	\$4,024,719	\$4,742,059	5,415,770	\$5,686,558	\$5,970,886	
JUL		\$3,614,207	\$4,119,626	\$4,912,086	5,475,015	\$5,748,766	\$6,036,204	
AUG	\$3,473,050	\$3,863,533	\$3,909,356	\$4,923,717	5,435,406	\$5,707,176		
SEP	\$3,372,907	\$3,753,062	\$6,087,689	\$4,721,310	5,263,278	\$5,526,442		
Total	\$6,845,957	\$43,031,063	\$47,557,858	\$54,737,050	\$61,990,902	\$65,731,277	\$57,222,542	\$337,116,648
Percentage Increase			10.5%	15.1%	13.3%	6.8%		

- ❑ YTD SPLOST Receipts of \$252,961,892 forecasted for May 2023
- ❑ All Receipts after May 2023 will be considered Excess SPLOST Receipts
- ❑ Growth Rates:
 - FY2020 10.5%, FY2021 15.1%, FY2022 13.3%, FY2023 7 months 6.8%



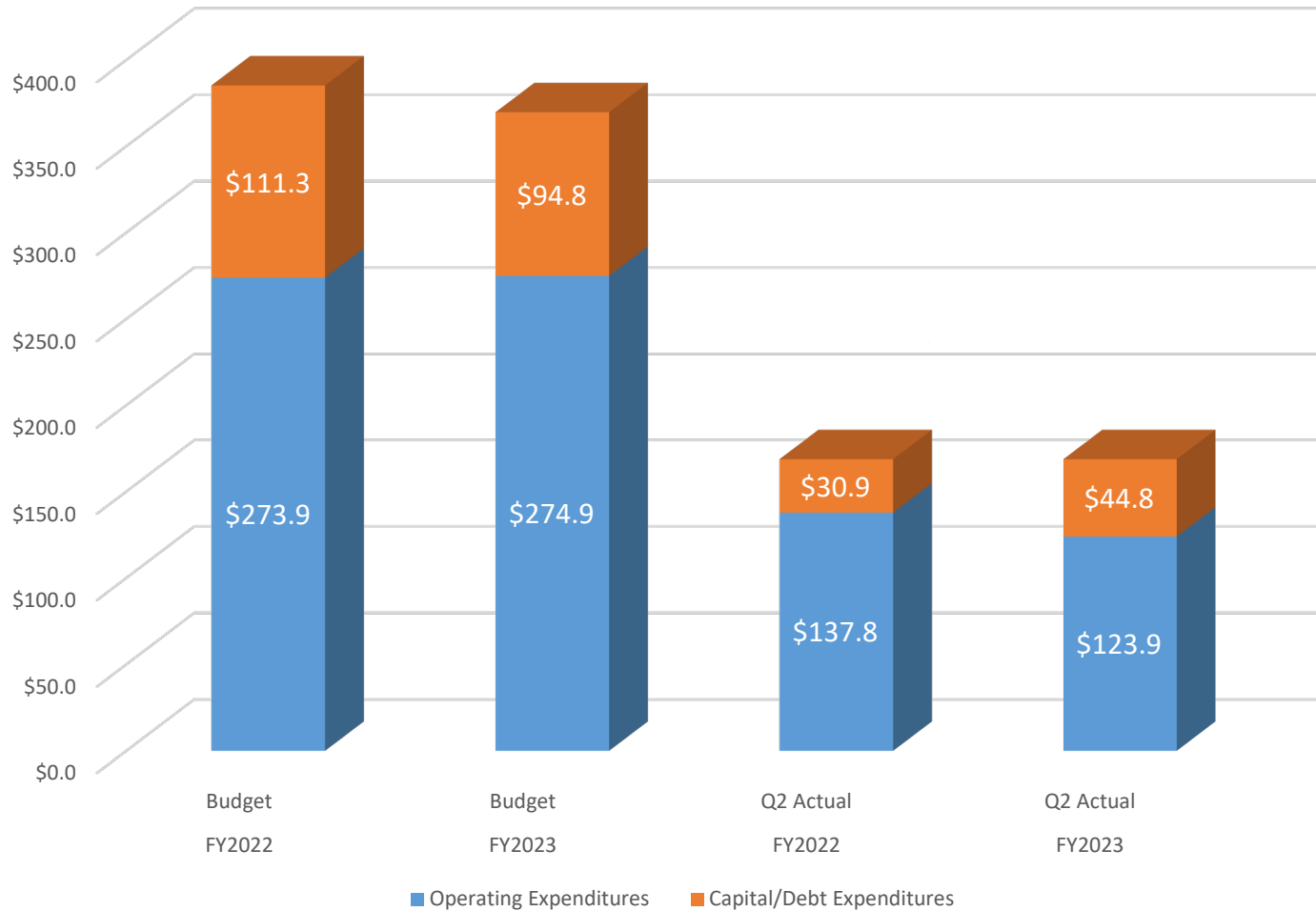
County Wide Expenditures Q2 FY2023

	FY2022 Budget	FY2022 Q2 Actual	FY2023 Budget	FY2023 Q2 Actual	FY2022 % Spent	FY2023 % Spent
Compensation	101,671,249	46,040,670	118,398,494	52,261,032	45.3%	44.1%
Insurance Benefits	41,873,283	21,400,124	46,771,297	22,836,937	59.1%	48.8%
Payroll Taxes	7,769,583	3,305,787	9,038,682	3,775,513	42.5%	41.8%
Workers Comp	1,531,825	565,624	1,244,601	668,226	36.9%	53.7%
Retirement Plans	15,548,621	6,849,223	18,215,935	7,974,042	44.1%	43.8%
Other Personnel	-	5,618	145,000	545		
Total Personnel	168,394,561	78,167,046	193,814,009	87,516,295	46.4%	45.2%
Operating Costs	78,273,728	17,613,955	46,413,887	21,312,145	22.5%	45.9%
Capital	79,410,242	20,216,842	66,813,315	21,888,993	25.5%	32.8%
Non-Op Costs	29,592,792	13,249,756	34,635,037	20,273,266	44.8%	58.5%
Debt Service	9,649,668	3,304,322	6,634,108	6,035,774	34.2%	91.0%
Utilities/Insurance	6,627,216	3,687,907	7,946,130	4,040,103	55.6%	50.8%
Transfers	13,278,239	7,350,706	13,432,634	7,654,689	55.4%	57.0%
Total Expenditures	385,226,446	143,590,534	369,689,120	168,721,265	37.3%	45.6%

Operating and Capital Funds Expenditures

Q2 FY2022 vs Q2 FY2023

(Millions)



Percentage of Budget Spend

	FY2022 % Spent	FY2023 % Spent
Operating Expenditures	50.3%	45.1%
Capital/Debt Expenditures	27.8%	47.3%
Total Expenditures	32.3%	45.6%

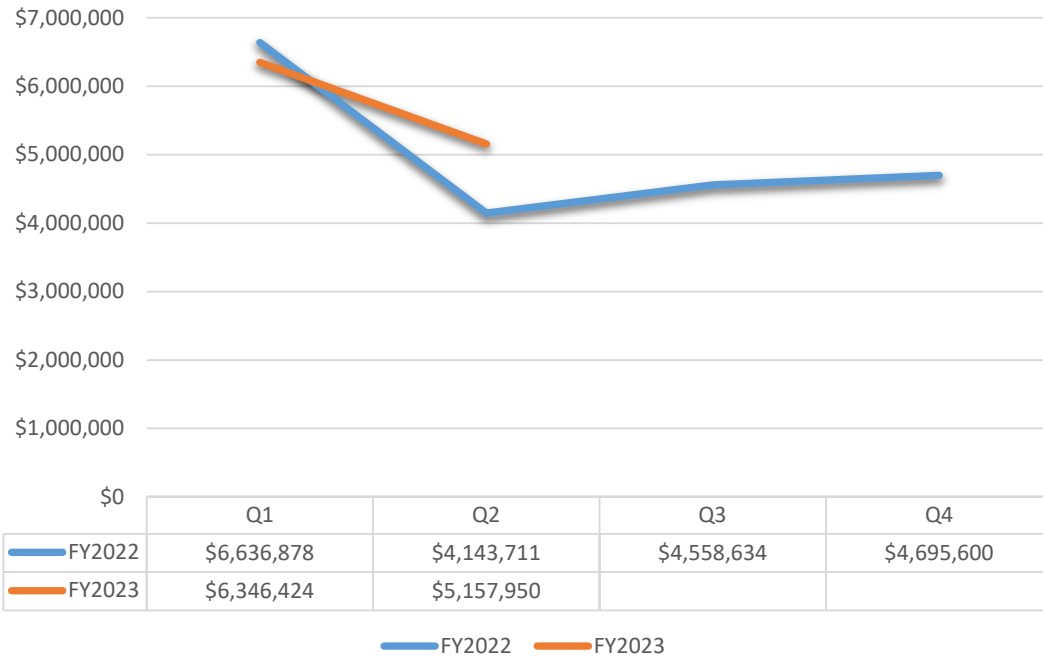


General Fund Expenditures Q2 FY2023

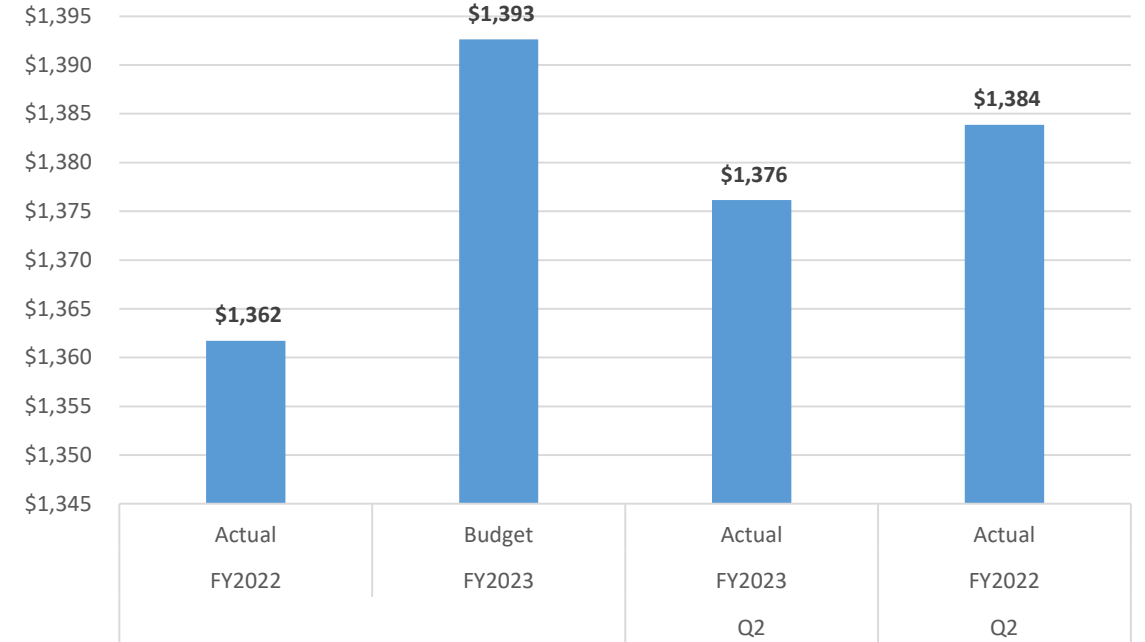
	FY2022 Budget	FY2022 Q2 Actual	FY2023 Budget	FY2023 Q2 Actual	FY2022 % Spent	FY2023 % Spent
Compensation	56,823,550	25,211,865	66,441,348	29,522,949	44.4%	44.4%
Insurance Benefits	10,598,457	5,007,861	12,238,244	5,550,610	47.3%	45.4%
Payroll Taxes	4,346,544	1,797,614	5,067,557	2,123,852	41.4%	41.9%
Workers Comp	853,647	369,236	863,117	450,630	43.3%	52.2%
Retirement Plans	8,771,937	3,867,960	10,250,931	4,492,760	44.1%	43.8%
Other Personnel	-	-	-	545		
Total Personnel	81,394,135	36,254,536	94,861,197	42,141,346	44.5%	44.4%
Operating Costs	21,211,070	9,388,822	24,297,889	11,589,343	44.3%	47.7%
Capital	1,397,389	73,337	681,098	105,196	5.2%	15.4%
Non-Op Costs	4,120,576	2,038,463	4,462,630	2,209,956	49.5%	49.5%
Debt Service	390,178	201,071	342,705	154,503	51.5%	45.1%
Utilities/Insurance	3,906,482	2,303,016	4,724,673	2,411,122	59.0%	51.0%
Transfers	11,595,376	7,080,728	11,183,446	5,210,448	61.1%	46.6%
Total Expenditures	124,015,206	57,339,973	140,553,638	63,821,914	46.2%	45.4%

Insurance & Benefits Fund Q2 FY2023

Medical Health Care Claims



Per Employee Per Month Claims Cost

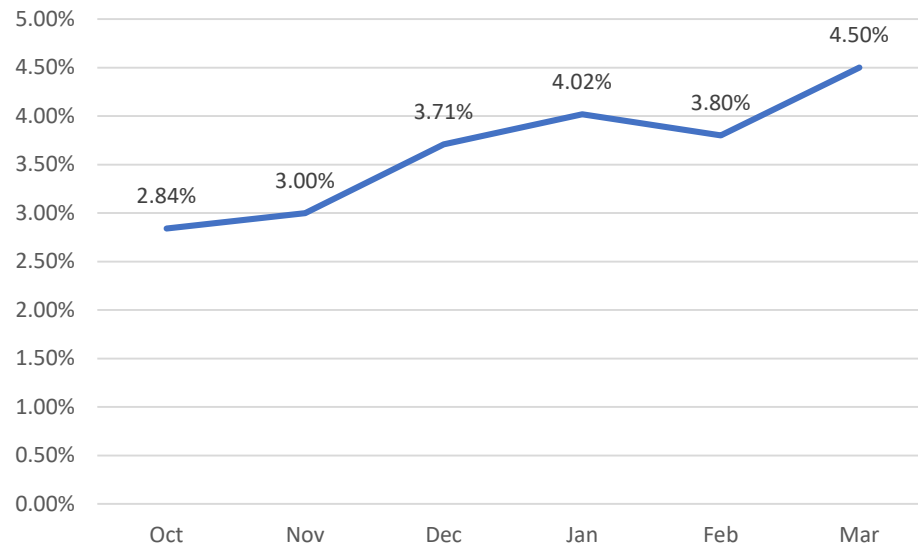


Cherokee County Economic Indicators

▶ Key Revenue Average Growth Rates FY2023 through March

Revenue	FY2022 Growth Rate	FY2023 Growth Rates
SPLOST	14.4%	6.8%
TAVT	9.8%	5.4%

▶ Investment Income Interest Rates FY2023



❖ Inflation
❖ Rising Interest Rates
❖ Economy is Slowing Down

General Fund FY2022 Actual			
	Budget	Actual	Variance
Revenue	\$118,576,226	\$124,922,003	\$6,345,777
Other Financing Sources	\$561,246	\$10,717,860	\$10,156,614
Total Inflows	\$119,137,472	\$135,639,863	\$16,502,391
Expenditures	\$114,814,572	\$110,190,222	\$4,624,350
Other Financing Uses	\$11,618,353	\$11,233,415	\$384,938
Total Outflows	\$126,432,925	\$121,423,637	\$5,009,288
Net Change in Fund Balance	(\$7,295,453)	\$14,216,226	\$21,511,679
Beginning Fund Balance	\$52,467,683	\$52,467,683	
Ending Fund Balance	\$45,172,230	\$66,683,909	\$21,511,679
Expenditure Variance			
Labor & Benefits	\$ 2,545,768	55.1%	
Operating	\$ 2,078,575	44.9%	
Total	\$ 4,624,343		
Variance % of Expenditures	4.2%		

General Fund FY2023 Forecast			
	Budget	Forecast	Variance
Revenue	\$130,364,214	\$132,630,569	\$2,266,355
Other Financing Sources	\$1,914,776	\$1,988,484	\$73,708
Total Inflows	\$132,278,990	\$134,619,053	\$2,340,063
Expenditures	\$129,370,192	\$125,340,209	\$4,029,983
Other Financing Uses	\$11,183,446	\$11,183,446	\$0
Total Outflows	\$140,553,638	\$136,523,655	\$4,029,983
Net Change in Fund Balance	(\$8,274,648)	(\$1,904,602)	\$6,370,046
Beginning Fund Balance	\$66,683,909	\$66,683,909	
Ending Fund Balance	\$58,409,261	\$64,779,307	\$6,370,046
Expenditure Variance			
Labor & Benefits	\$3,098,093	76.9%	
Operating	\$931,889	23.1%	
Total	\$4,029,982		
Variance % of Expenditures	3.1%		

Key Dates

- ▶ May 11th Digest from Tax Assessor's Office
- ▶ June 6th First Millage Rate Presentation
- ▶ June 20th Second Millage Rate Presentation to determine rate
- ▶ June 23rd Advertise Rate
- ▶ July 18th 1st Public Hearing
- ▶ August 1st Two Public Hearings, Adopt the Millage Rate
- ▶ August 3rd Millage Rate Package to Tax Commissioner