

FINANCE & ECONOMIC DEVELOPMENT COMMITTEE MINUTES
MAY 23, 2023
8:30 A.M. – 8:53 A.M.
REMOTE & IN PERSON

To view the full video or a specific topic you may watch the video-stream on the City of Lacey's
YouTube Channel: <https://youtube.com/live/agK3YHTc5L4>

COUNCIL PRESENT: MAYOR RYDER (CHAIR) (REMOTE), DEPUTY MAYOR MILLER, AND
COUNCILMEMBER GREENSTEIN

STAFF PRESENT: RICK WALK, SHANNON KELLEY-FONG, TROY WOO, TABETHA
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ACTION: APPROVE THE FINANCE & ECONOMIC DEVELOPMENT COMMITTEE AGENDA
MOTION: MOTION MADE, SECONDED, AND CARRIED BY COUNCILMEMBER GREENSTEIN
AND DEPUTY MAYOR MILLER.

2023 1ST QUARTER FINANCIAL REPORT

STAFF: TROY WOO, DIRECTOR OF FINANCE

ACTION: INFORMATION ONLY

Staff presented the 2023 First Quarter Financial Report. Specific funds were highlighted within the following categories:

General Fund Expenditures

As of March 31, 2023, the total General Fund Expenditures were \$12,927,972, or 18 percent of the amended 2023 Budget. This is an increase of \$2,389,133 or 22.7 percent compared to the first quarter 2022 expenditure level. A significant portion of the overall increase is related to retroactive pay due to labor contract settlements with three of the City's labor groups.

General Fund Revenues

The first quarter General Fund Revenues decreased \$182,472 compared to the previous year. A significant portion of the decrease relates to the 2022 capital project reimbursements relating to the Veterans Services Hub and U.S. Veteran Affairs Outstation Center projects.

Sales tax is the General Fund's largest source of revenue and construction activity is very cyclical. The 2023 sales tax receipts were higher than last year. Close monitoring of sales tax collections will continue.

Utilities Funds

First quarter 2023 operating expenditures for the City's utilities were consistent with the amended budget. The Water, Wastewater, and Stormwater Utility Maintenance and Operations Funds were higher in 2023.

Staff concluded that through the first quarter, both revenues and expenditures are consistent with the budget projections. No adjustments to the projected path are recommended. They will continue to monitor and evaluate the impact of economic conditions and indicators.