

City of Jonesboro
 Overview of Observations Regarding Financial Statements
 June 2020

Select Data - Year to Date	Actual	Budget	\$ Variance	% Change	Status
Revenue	\$ 32,852,593	\$ 30,590,015	\$ 2,262,578	7%	Favorable
Expense	31,399,717	33,352,595	(1,952,878)	-6%	Favorable
Surplus (Deficit)	\$ 1,452,876	\$ (2,762,580)	\$ 4,215,456		Favorable
Select Data - Year to Date	Actual	Budget	\$ Variance	% Change	Status
Sales Tax (Combined)	\$ 17,442,270	\$ 16,913,996	\$ 528,274	3%	Favorable
State Turnback (Combined)	2,200,342	2,111,820	88,522	4%	Favorable
State Highway 1/2 Cent Sales Tax	795,213	775,000	20,213	3%	Favorable
Fuel Purchases	440,258	601,108	(160,850)	-27%	Favorable
Select Data - Year to Date	Curr Yr	Prev Yr	\$ Variance	% Change	Status
Franchise Fee	\$ 931,952	\$ 1,012,254	\$ (80,302)	-8%	Unfavorable
A & P Tax	275,580	318,424	(42,844)	-13%	Unfavorable
Alcohol Beverage Tax	192,336	236,077	(43,741)	-19%	Unfavorable

Overview:

- 10 measurable goals - 7 are Favorable comparing to budget. 3 are Unfavorable comparing to previous year.
- Projections forecasted a budget deficit of (\$2.8) million through June. Actual performance is surplus of \$1.4 million, resulting in a favorable variance of approximately \$4.2 million through the first 6 months of 2020.
- Current surplus includes unbudgeted revenue of \$1.2 million resulting from settlement of insurance claims relating to tornado destruction of City property. Approximately \$230,000 in relating expenses have been incurred. Considering this, surplus is approximately \$3.2 million favorable compared to budget for the first half of 2020.
- Revenue distributions from sales activities continue to perform better than year-to-date budget projections. April sales tax distributions, received in June, were only slightly impacted due to COVID-19. We continue to monitor this situation.
- This report illustrates continuing pressure on A&P and Alcohol Beverage Tax receipts.