

Annual Comprehensive Financial Report Fiscal Year 2023

City of Hampton Virginia



Hampton
VIRGINIA

Hampton City Council
December 13, 2023
Fiscal Year 2023 ACFR



Purpose

To provide an overview of the
Annual Comprehensive
Financial Report for the fiscal
year ended June 30, 2023



Agenda

Auditor's Presentation

Finance Department's Presentation

Questions

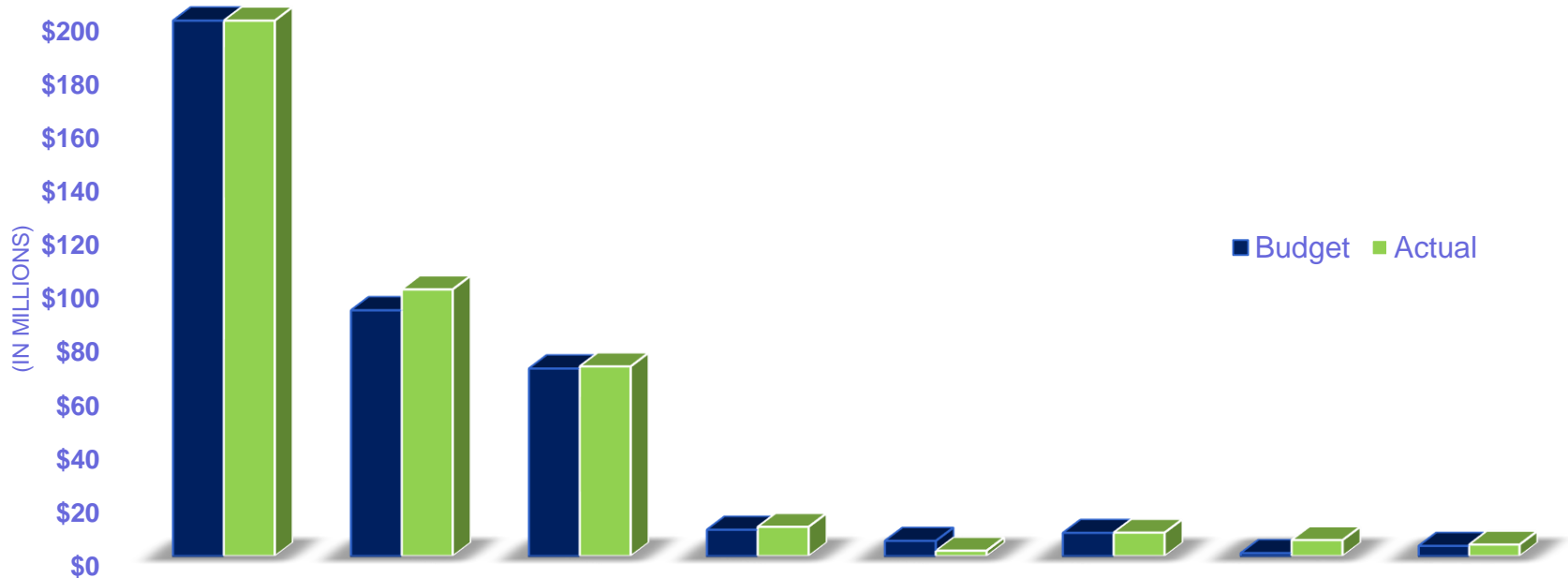
Summary of General Fund Financial Results

**CITY OF HAMPTON
SUMMARY REVIEW OF FINANCIAL RESULTS
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	(In Millions)		Favorable (Unfavorable) Variance
	Budget	Actual	
Revenues (Excluding Appropriations From Fund Balance & School Funds)	\$ 397.2	\$ 411.3	\$ 14.1
Expenditures (Including Transfers & Excluding Budget Savings)	408.1	403.8	4.3
Excess of Revenues over Expenditures	(10.9)	7.5	18.4
Net Changes in Other Components of Fund Balance		1.8	
Net Increase (Decrease) in Unassigned Fund Balance		9.3	
Unassigned Fund Balance June 30, 2022		91.6	
Unassigned Fund Balance June 30, 2023		\$ 100.9	

General Fund Revenues

Budget vs. Actual



	General Property Taxes	Other Local Taxes	State/ Federal Revenues	Charges for Services	Special Assessment	Misc.	Use of Money & Property	Combined Other Categories
Budget	\$ 205.5	\$ 92.1	\$ 70.4	\$ 9.9	\$ 5.7	\$ 8.7	\$ 1.1	\$ 3.8
Actual	\$ 208.1	\$ 99.9	\$ 71.2	\$ 11.0	\$ 2.0	\$ 8.8	\$ 6.0	\$ 4.3
	\$ 2.6	\$ 7.8	\$ 0.8	\$ 1.1	\$ (3.7)	\$ 0.1	\$ 4.9	\$ 0.5

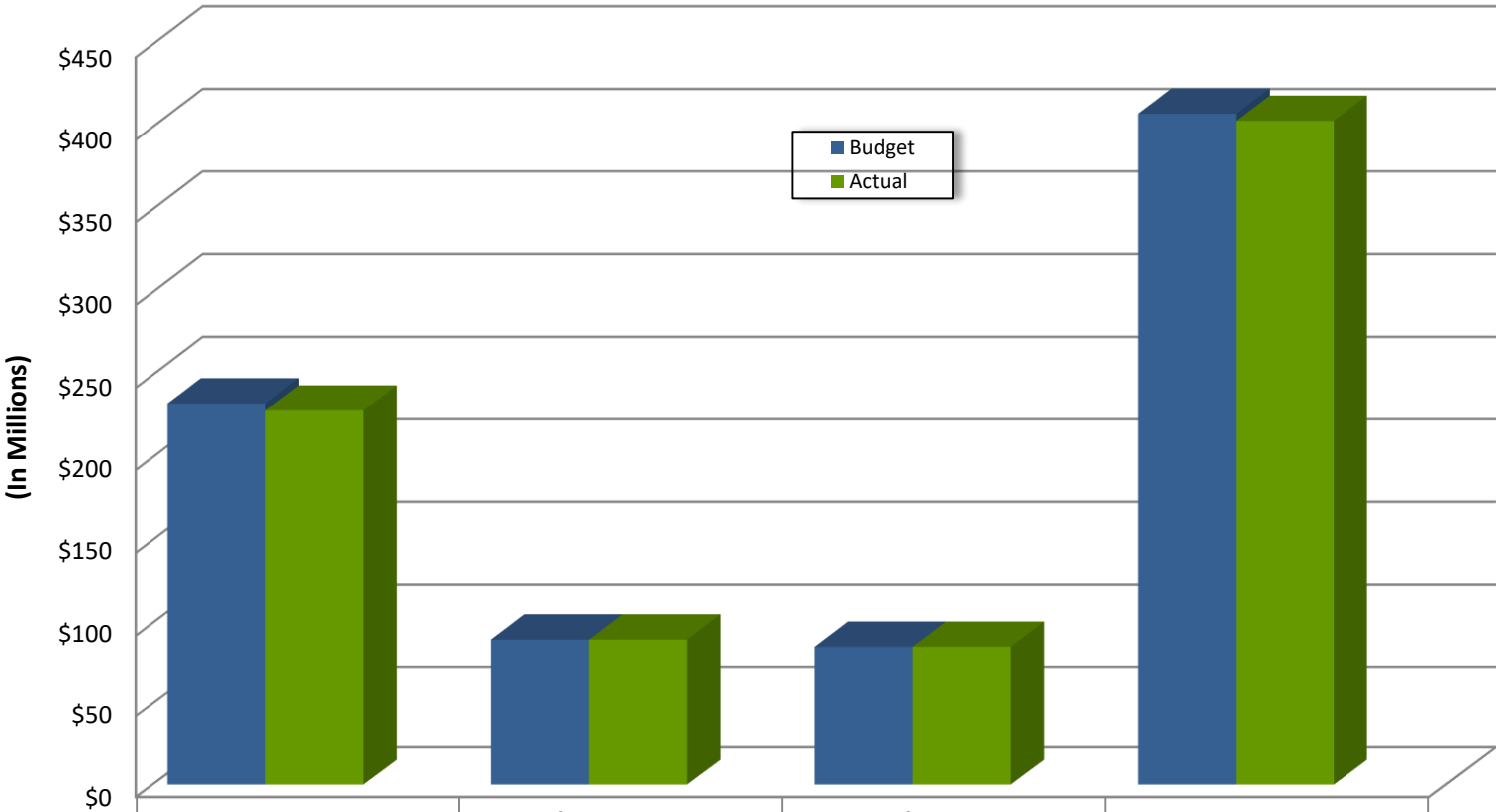
General Fund Revenues

Significant Revenue Variances with Budget

	VARIANCE FAVORABLE (UNFAVORABLE)
GENERAL PROPERTY TAXES: Increase is primarily in Personal Property Tax Collections.	\$2.6M
SALES & USE TAX: Continued growth due to inflation and remote sales. As the costs of good and services rise, the tax associated with them rises accordingly.	\$1.6M
MEAL TAX: Consumers are now spending more on experiences than goods. Inflation plays a big impact on this tax. Increase of goods and services passed on to the customer.	\$3.8M
REVENUE FROM USE OF MONEY AND PROPERTY: Driven by the Federal Reserve increasing the Federal Funds rate seven times in FY23.	\$4.9M
LODGING TAX: Continued recovery from the impact of the pandemic. Increase in hotel occupancy and average daily rate for hotel rooms.	\$1.4

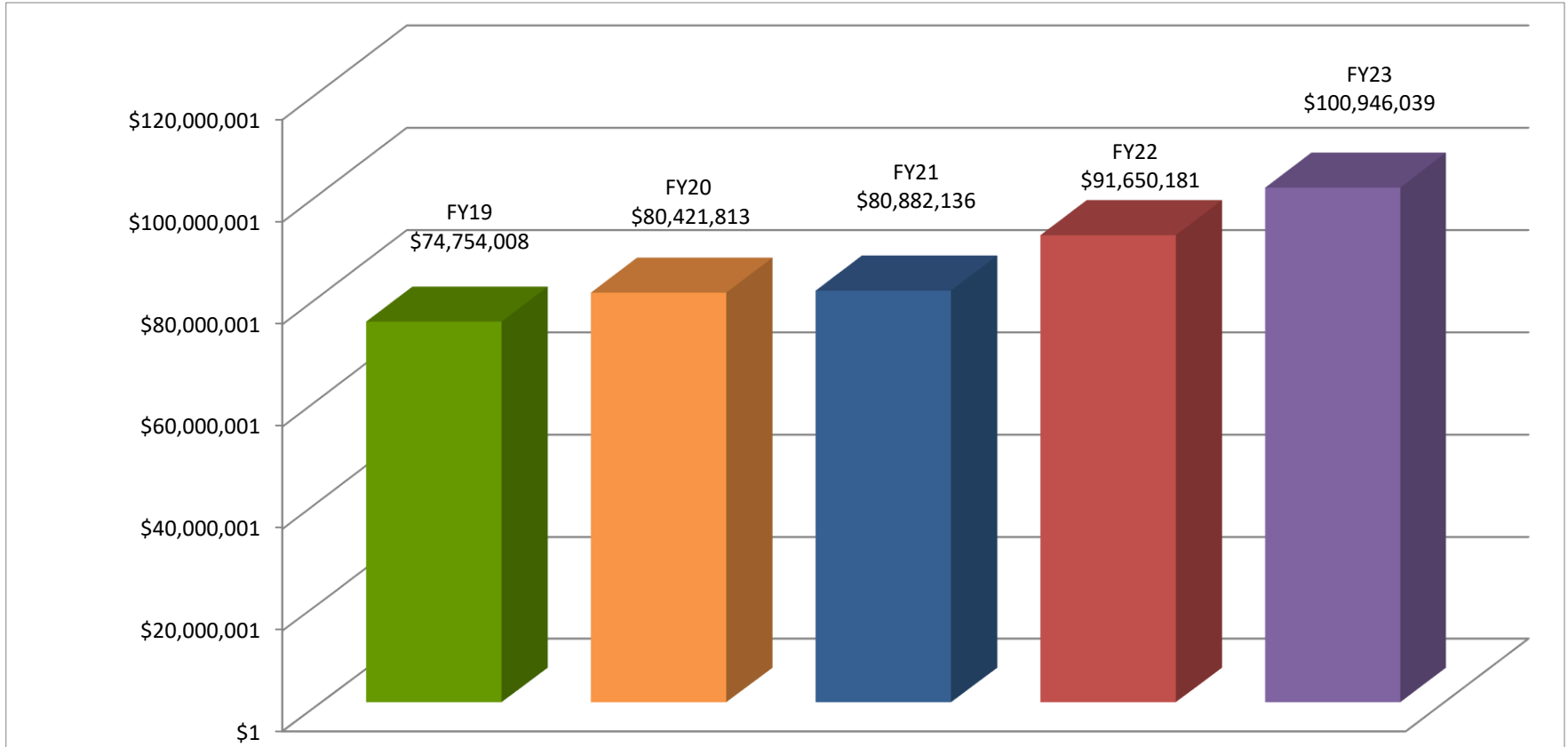
General Fund Expenditures

Budget vs. Actual



	City Departments	Transfer to Other Funds	Transfer to Schools	Total Expenditures
■ Budget	\$232.7	\$89.9	\$85.5	\$408.1
■ Actual	\$228.4	\$89.9	\$85.5	\$403.8
Variance	\$(4.3)	\$-	\$-	\$(4.3)

General Fund Unassigned Fund Balance

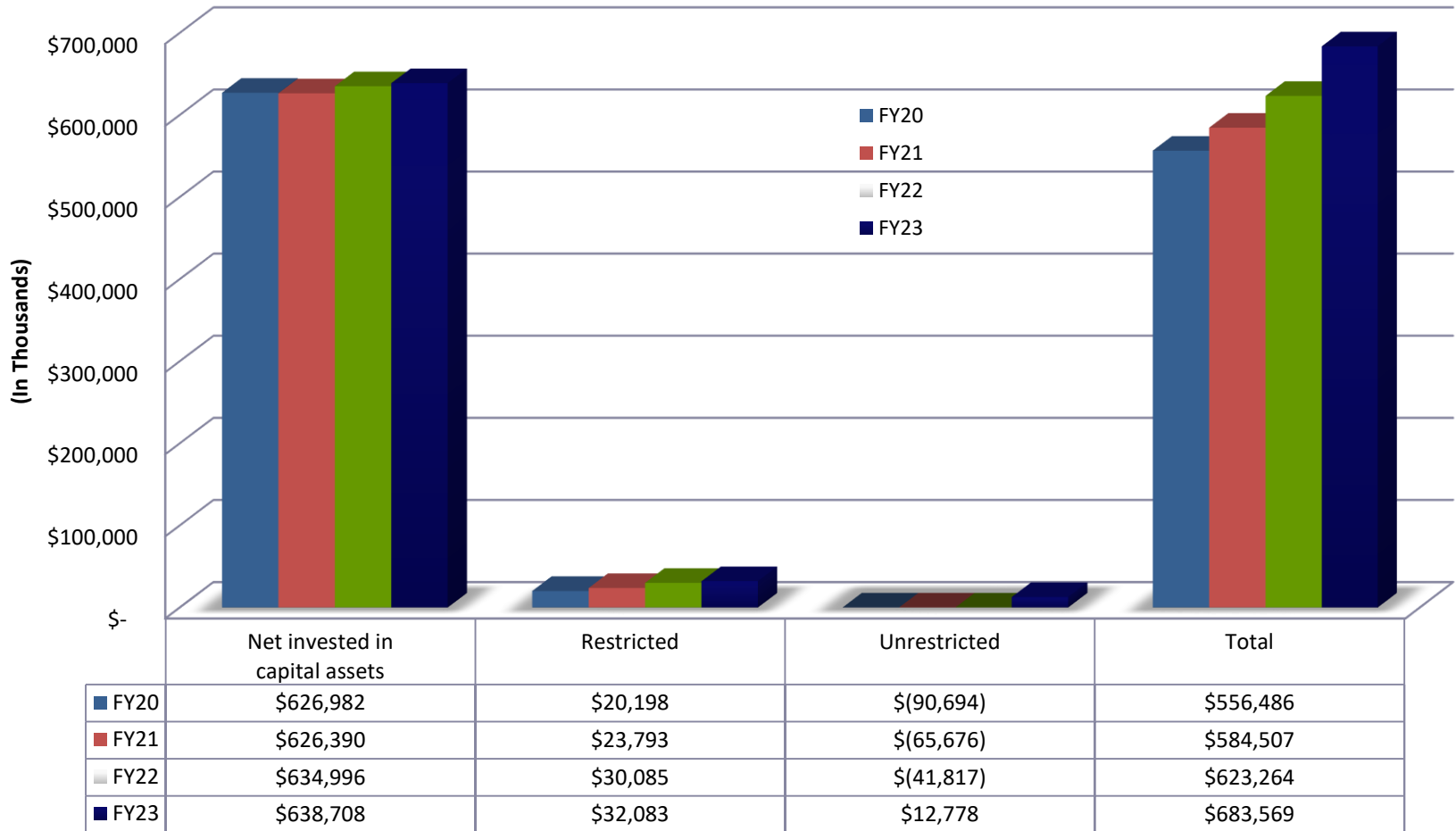


	FY19	FY20	FY21	FY22	FY23
Actual FB as a % of Revenues	15.8%	16.5%	15.9%	17.2%	17.1%
Policy %	10.0%	10.0%	10.0%	10.0%	10.0%
In Excess of Policy %	5.8%	6.5%	5.9%	7.2%	7.1%
In Excess of Policy \$	\$27.5	\$31.8	\$30.1	\$38.4	\$41.8

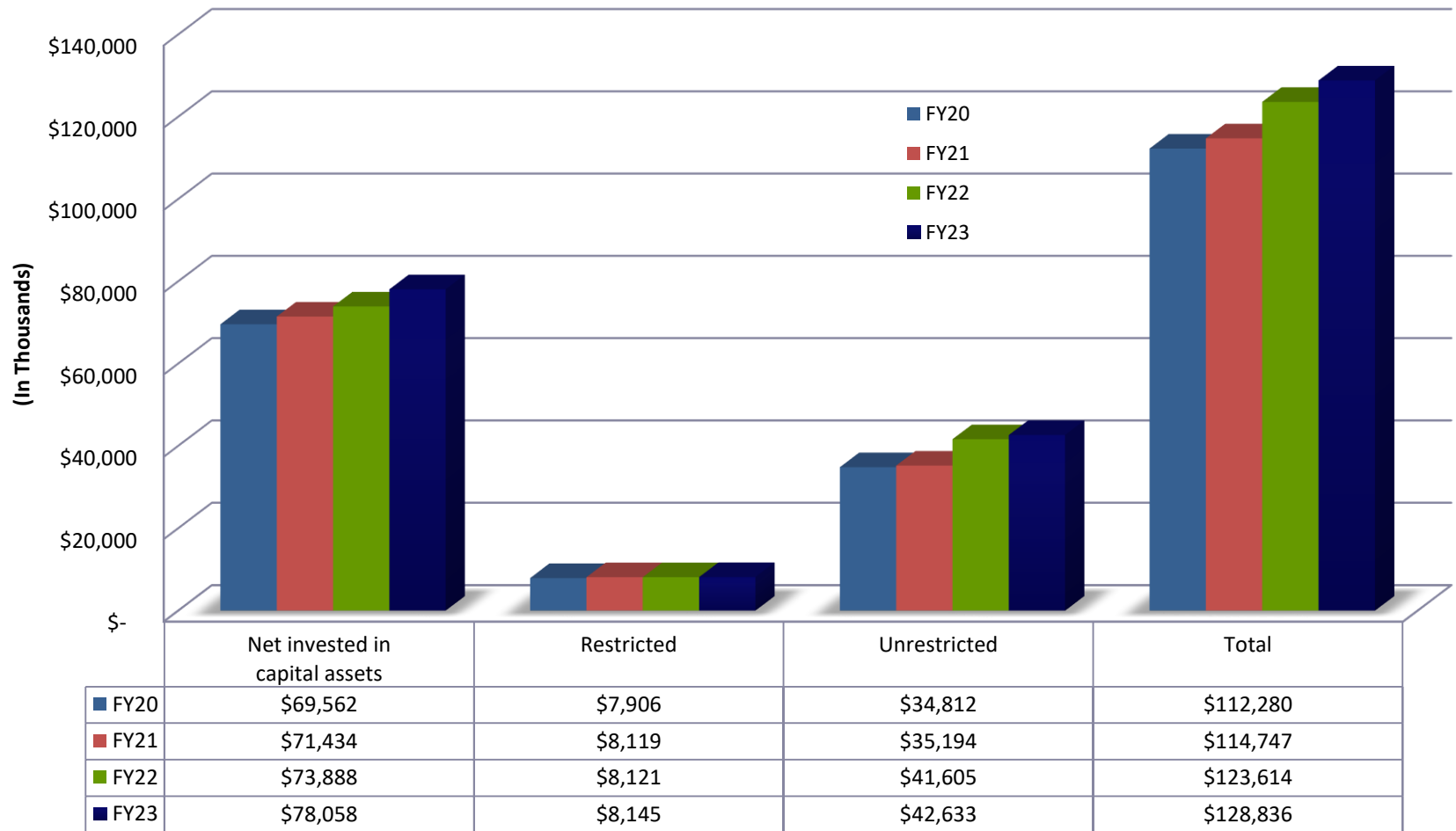
Government-Wide Financial Statements

- ❖ Designed to view the City as a single economic unit, not just a collection of funds
- ❖ Uses a basis of accounting similar to corporate America
 - Capital assets
 - Long-term debt
 - Net pension liability
 - Net OPEB Liability
 - Lease Payable
 - Subscription-based IT Arrangements Payable
- ❖ Provide information to assess the City's long-term, total financial condition (Net Position)

Governmental Activities – Net Position



Business-Type Activities–Net Position



Questions

