

Memorandum

To:	Chairwoman Danielle McCray
From:	Laura Larsen, Budget Director
Date:	April 16 th , 2025
Subject:	Fiscal 2025 2 nd Quarter & Fiscal 2026 Revenue Overview Hearing Follow Ups

Background

On April 8th, 2025 the Budget Appropriations Committee held a hearing on Fiscal 2025 2nd Quarter projections and Fiscal 2026 Preliminary Budget Revenue summary. This memo includes responses to the follow-up requests.

Request 1-Sheriff Fleet Upfitting Costs

Request

Provide a breakout of the Sheriff's Office upfitting costs for fleet related costs.

Response

As of April 9th, the Sheriff's Office has incurred \$1.05 million in costs associated with vehicle upfitting during Fiscal 2025. These costs are charged against the agency's vehicle maintenance and repair budget, which is budgeted for \$269,223 for the fiscal year.

The City's master lease program includes annual funding to replace seven to eight assets per year. The budget includes upfitting costs for eight assets (approximately \$244,000 annually). In Fiscal 2024, the Sheriff's Office made a request to DGS to replace 27 vehicles, these assets were received in 2024 and upfitted/delivered to the agency in Fiscal 2025. Because the accelerated purchases were determined outside the budget process, the maintenance budget did not include funding to upfit 27 assets.

Request 2-Local Tax Fiscal 2025 Projections

Request

In advance of the hearing, City Council Budget Dexter Lockamy requested a comparison of Local Tax for the Fiscal 2025 2nd Quarter projection.

Response

The 2nd Quarter briefing slides included a summary of the budget to actual comparison for local tax revenues (included below). The Fiscal 2026 Board of Estimates-Executive Summary will include the projected amounts by individual revenue source.

Revenue Highlights

Local Taxes Revenue Summary Table

REVENUES	FY 2024 Prel. Year-End	FY 2025 Budget	FY 2025 Adj'd Budget	FY 2025 Q1	FY 2025 Q2	Surplus/ (Deficit)
Local Taxes						
Property Taxes	\$1,095.0	\$1,144.5	\$1,144.5	\$1,144.8	\$1,143.8	(\$0.8)
Income Taxes	\$475.3	\$466.5	\$466.5	\$479.2	\$486.1	\$19.6
Recordation & Transfer Taxes	\$99.3	\$92.1	\$92.1	\$96.4	\$100.4	\$8.3
Energy Tax	\$49.7	\$51.2	\$51.2	\$48.8	\$49.7	(\$1.5)
Telecommunication Tax	\$33.6	\$33.7	\$33.7	\$33.7	\$32.4	(\$1.3)
Net Hotel Tax	\$28.2	\$30.8	\$30.8	\$30.4	\$25.5	(\$5.2)
Video Lottery Terminal	\$12.6	\$12.6	\$12.6	\$12.6	\$12.6	\$0.0
Admission Tax	\$11.8	\$8.5	\$8.5	\$8.5	\$11.3	\$2.8
All Other Local Taxes & Tax Credit:	(\$31.6)	(\$39.7)	(\$39.7)	(\$36.3)	(\$36.9)	\$2.8
Total Local Taxes	\$1,773.8	\$1,800.1	\$1,800.1	\$1,818.0	\$1,824.8	\$24.7

Request 3-Fiscal 2026 Revenue Requests for Specific Items

Request

In advance of the hearing, City Council Budget Dexter Lockamy requested Fiscal 2026 revenue estimates for Video Lottery revenue, Admissions and Amusement, Tax Credits, and All Other Revenue amounts.

Response

All revenue detail is included in the Board of Estimates Executive Summary budget book. For Fiscal 2026, that book will be published on Wednesday May 7th. I have included Fiscal 2026 revenue estimates for specific revenue categories included in the request.

- Video Lottery: \$12.6 Million
- Admissions & Amusement: \$15.0 Million
- Tax Credits (Cost): \$129.8 Million

C.C.

- Nina Themelis
- Michael Mocksten
- Pedro Aponte
- Ben Brosch