



F Y 2 0 2 6

# Mid-Year Budget Review

Revenue & Expenditure Performance | October 2025 – March 2026

Presented to the Homewood City Council • May 18, 2026

**Disclaimer:** The following financial information is preliminary, unaudited, and subject to change.

# Executive Summary – Fund 01 (General Fund)



**\$41.65M**

Total Expenditures  
Year-to-Date

**49.5% of budget**



**\$46.8M**

Total Revenue  
Collected

**61.6% of budget**

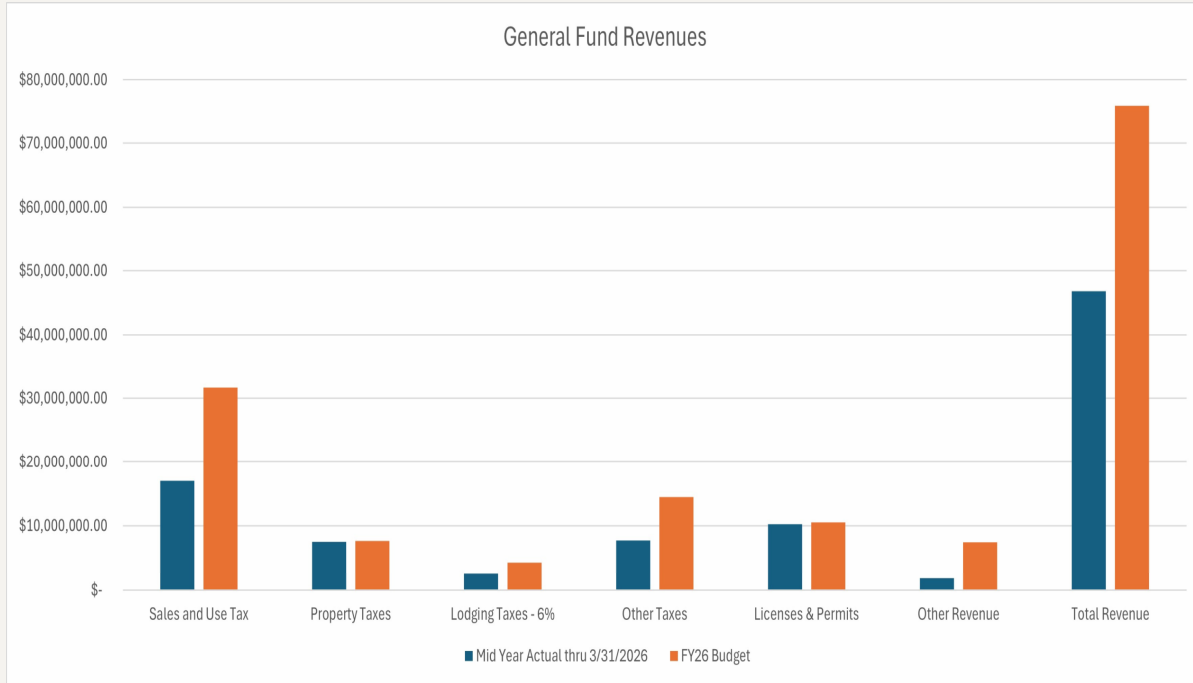


**\$5.2M**

Net Surplus  
Mid-Year Fund 01

Mid-year fiscal position is stable. This summary only includes Fund 01. General Fund also includes Funds 14 (Insurance), 23 (Sales Tax), and 99 (Property Tax).

# Revenue Overview – Fund 01 (General Fund)



Total Budget

**\$75.9M**

Actual Collected

**\$46.8M**

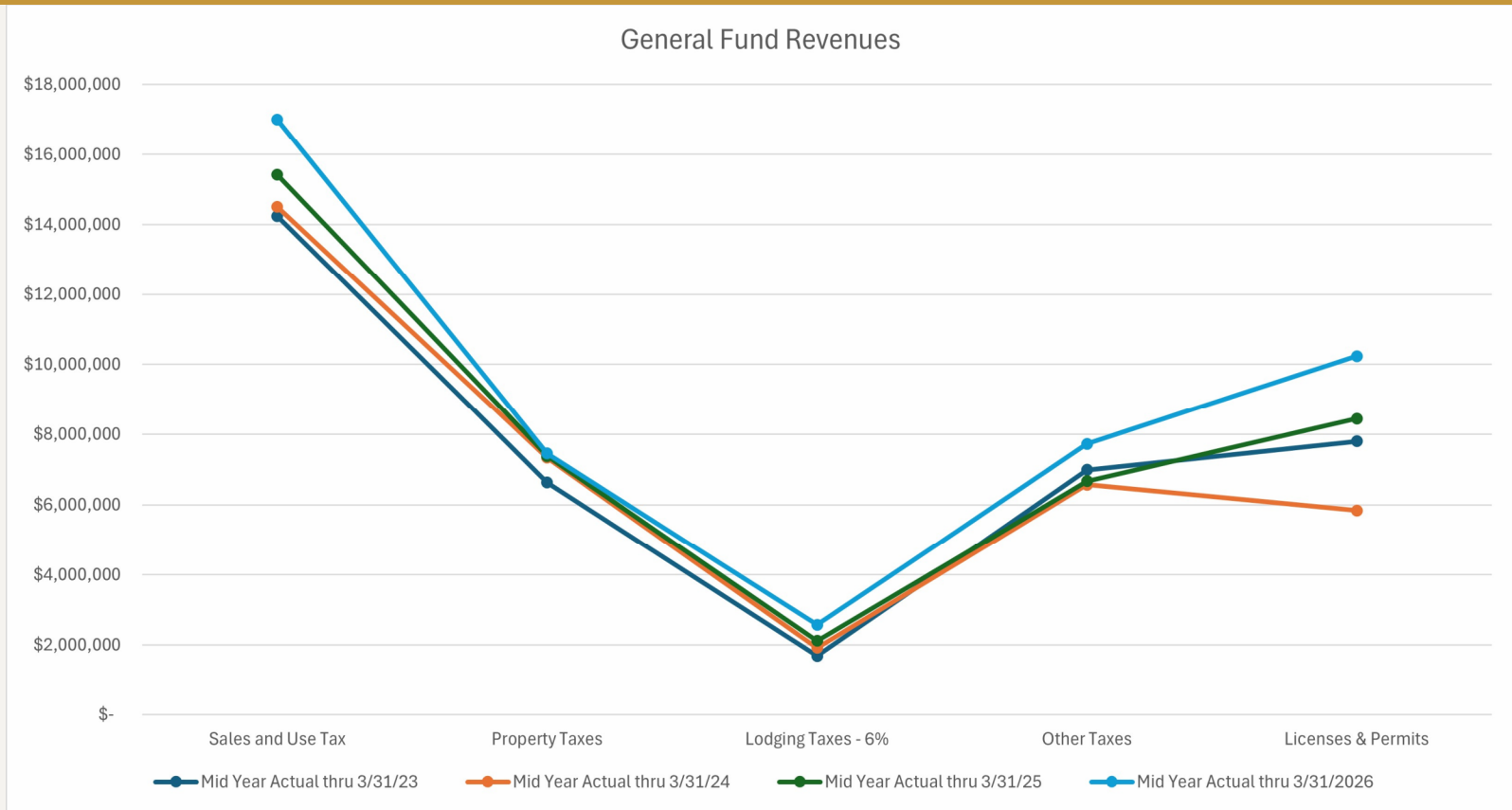
Collection Rate FY 26

**61.6%**

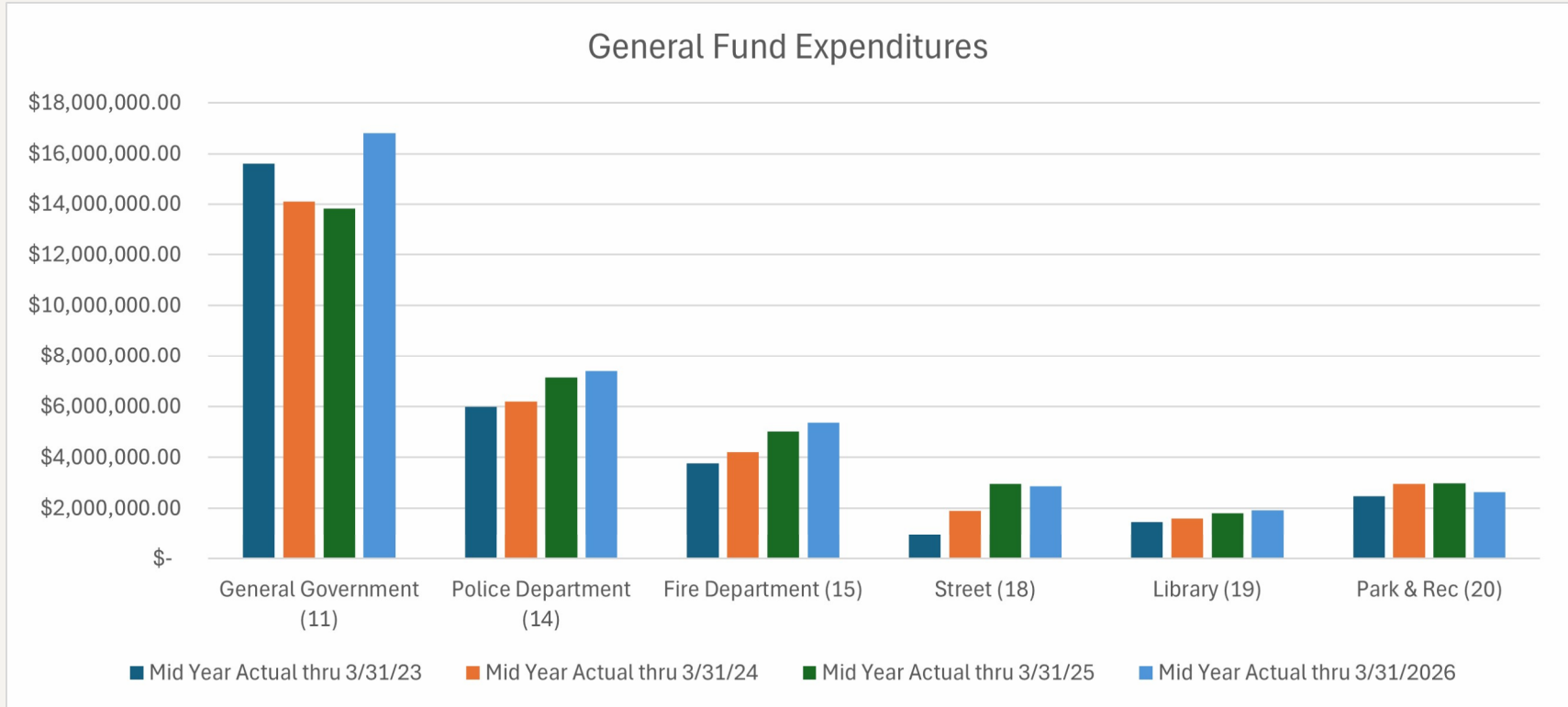
Collection Rate FY 25 thru Mid Year

**60.2%**

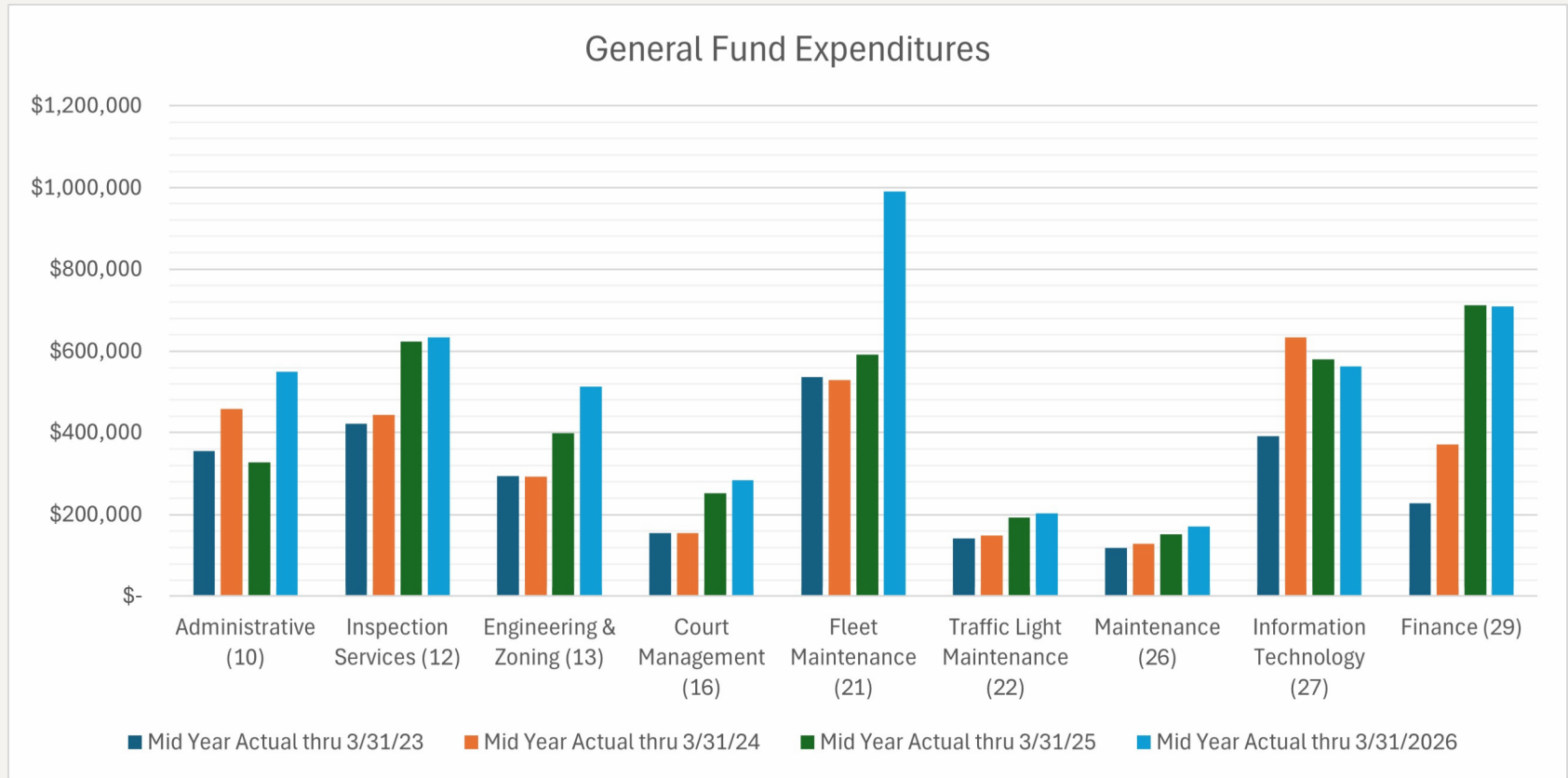
# Revenue by Previous Mid-Year Comparison – Fund 01



# Expenditure Overview – Fund 01 (General Fund)



# Expenditure Overview – Fund 01



# What's in my Packet

Fund Number	Fund Name
01	General Fund
2	Grants
4	Seven Cents
5	Four Cents
6	BOE
8	Opiod
11	Debt Service
12	Capital Projects
13	Environmental
14	Insurance
15	EMA
21	Correction Fund - Jail
22	Correction Fund - Court
23	Sales Tax
24	Municipal Court Special
25	Inspection Technology
26	GOW
27	Municipal Court Fund
28	Judicial Admin
30	Narcotics - Seized
32	Narcotics - Operating
40	Park Donation
41	Park Tower
99	AP Clearing

1. Executive Summary
2. Relevant Fund Summaries in Excel Format – Fund 01 (General), Fund 12 (Capital), Fund 26 (GOW), Fund 11 (Debt Service)
3. Financial Summaries for Each Fund for Mid Year Actual FY 23-26 vs Budget FY 23-26

# How to Read the Mid Year Budget Reports

5-14-2026 04:11 PM CITY OF HOMEWOOD BUDGET VS ACTUAL REPORT AS OF MARCH 31ST, 2026 PAGE: 1

01 - GENERAL FUND FINANCIAL SUMMARY

23                      24                      25                      26

Fund #

Fund #	MARCH		2 YEARS PRIOR		MARCH		MARCH	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	YTD BALANCE
<b>REVENUE SUMMARY</b>								
TAXES	51,125,986.00	29,543,457.50	55,331,596.00	30,322,649.58	55,604,074.00	31,589,832.60	58,032,183.00	34,759,867.51
LICENSES & PERMITS	8,613,345.00	7,799,475.24	9,625,003.00	5,841,059.58	10,378,744.00	8,441,736.48	10,489,242.00	10,234,253.44
INTERGOVERNMENTAL	116,000.00	112,155.34	134,400.00	0.00	226,491.00	239,413.23	400,940.00	239,413.23
CHARGES FOR SERVICES	1,276,347.00	519,499.08	1,263,421.00	3,186,386.37	1,366,760.00	591,892.62	1,631,030.00	571,540.14
FINES & FORFEITURES	630,745.00	333,296.15	630,745.00	301,497.43	406,000.00	222,389.83	485,365.00	267,100.14
INTERFUND TRANSFERS	23,000.00	150,974.77	0.00	0.00	0.00	0.00	0.00	0.00
OTHER REVENUE	3,554,596.68	432,754.48	1,541,686.00	362,934.58	1,670,158.25	812,728.25	4,906,533.00	752,899.80
<b>TOTAL REVENUES</b>	<b>65,340,019.68</b>	<b>38,889,612.56</b>	<b>68,526,851.00</b>	<b>40,014,527.54</b>	<b>69,652,227.25</b>	<b>41,897,993.01</b>	<b>18,446,293.00</b>	<b>46,383,334.44</b>
<b>EXPENDITURE SUMMARY</b>								
<b>CONSOLIDATED DEPARTMENTS</b>								
<b>ADMINISTRATIVE</b>								
PERSONNEL SERVICES	654,973.00	317,169.23	673,956.00	331,665.22	784,499.00	298,797.46	1,378,535.45	523,947.07
PROFESSIONAL SERVICES	35,742.00	11,671.41	18,000.00	11,209.30	10,000.00	164.00	121,157.00	5,155.32
SUPPLIES	31,672.00	11,032.63	30,200.00	21,476.67	31,320.00	18,681.45	33,750.00	9,510.87
CONTRACTUAL SERVICES	27,160.00	7,351.31	40,646.00	88,539.82	16,296.00	5,461.68	24,150.00	4,548.99
UTILITIES	4,433.00	2,437.20	4,000.00	2,120.89	4,000.00	1,297.65	2,920.00	188.80
OTHER EXPENSES	13,567.00	4,313.05	12,750.00	1,296.86	7,000.00	1,147.99	18,250.00	5,950.96
CAPITAL EXPENSES	7,500.00	1,350.00	6,500.00	1,350.00	5,000.00	1,350.00	8,000.00	945.00
<b>TOTAL ADMINISTRATIVE</b>	<b>775,047.00</b>	<b>354,324.83</b>	<b>786,052.00</b>	<b>457,637.76</b>	<b>858,115.00</b>	<b>326,900.23</b>	<b>1,586,762.45</b>	<b>550,247.01</b>
<b>GENERAL GOVERNMENT</b>								
PERSONNEL SERVICES	161,195.00	1,422,019.06	143,291.00	423,551.30	161,346.00	349,782.41	468,620.00	1,351,793.62
PROFESSIONAL SERVICES	2,819,372.00	1,469,092.76	2,001,499.00	2,643,800.74	1,996,309.00	1,478,944.00	2,462,657.00	1,549,082.17
SUPPLIES	2,000.00	0.00	2,000.00	118.78	2,288.00	149.38	2,288.00	827.76
CONTRACTUAL SERVICES	2,494.00	2,494.00	0.00	5,334.00	0.00	0.00	0.00	0.00
UTILITIES	435,591.00	191,924.11	395,250.00	203,055.32	425,250.00	146,665.63	1,666,600.00	911,713.13
APPROVED TRANSFERS	12,042,581.00	6,534,258.22	12,341,935.00	5,276,592.67	12,484,900.00	5,685,206.00	13,300,625.00	6,225,188.93
OTHER EXPENSES	752,810.19	460,219.51	1,275,970.00	272,316.27	1,334,394.69	471,865.73	941,942.00	498,872.68
DEBT SERVICE	6,674,524.00	5,528,400.69	7,216,535.00	5,276,842.54	2,368,524.00	5,685,196.00	2,433,686.00	6,264,840.22
<b>TOTAL GENERAL GOVERNMENT</b>	<b>22,890,567.19</b>	<b>15,604,408.35</b>	<b>23,376,480.00</b>	<b>14,101,611.62</b>	<b>18,773,011.69</b>	<b>13,817,809.15</b>	<b>21,276,418.00</b>	<b>16,802,318.51</b>
<b>INSPECTION SERVICES</b>								
PERSONNEL SERVICES	910,807.00	399,059.15	887,285.00	427,419.10	926,861.64	469,723.82	1,139,371.25	542,455.13
PROFESSIONAL SERVICES	14,011.00	10,183.17	226,856.00	2,103.89	192,411.46	117,506.96	142,000.00	84,122.40
SUPPLIES	28,186.00	8,652.95	24,550.00	9,208.45	23,858.00	9,454.17	7,750.00	3,359.81
CONTRACTUAL SERVICES	45,000.00	350.00	30,000.00	396.51	45,000.00	21,226.00	330,000.00	1,000.00
UTILITIES	6,164.00	2,562.30	5,500.00	3,095.44	6,000.00	4,066.48	0.00	563.92
OTHER EXPENSES	3,775.00	524.23	2,800.00	342.51	2,800.00	2,341.49	9,300.00	3,657.95
<b>TOTAL INSPECTION SERVICES</b>	<b>1,007,943.00</b>	<b>421,331.80</b>	<b>1,176,991.00</b>	<b>442,565.90</b>	<b>1,196,931.10</b>	<b>624,318.92</b>	<b>1,628,421.25</b>	<b>634,031.37</b>

# Summary for Fund 01 (General)

## Highlights from General Fund:

- FY 25 -> Surplus of \$4.34mm at Mid Year
- FY 26 -> Surplus of \$5.22mm at Mid Year
- Expenses in FY 26 are at 49.47% of the Budget
- Revenues for Licenses/Permits are @ 97.57% for FY 26 vs 81.34% for FY 25

Totals	Current Year	Current Year	Revenue	Current Year	Current Year	Expenditures
	Actual	Budgeted	% of Current	Actual	Budgeted	% of Current
	Revenue 3/31/2026	Revenue 9/30/2026	Year Actual to Budget	Expenditures 3/31/2026	Expenditures 9/30/2026	Year Actual to Budget
General (Fund 01) Summary	\$ 46,825,074	\$ 75,945,293	61.66%	\$ 41,605,715	\$ 75,922,140	49.47%

### Expenditures (01)

Department	Mid Year Actual thru 3/31/23	Mid Year Actual thru 3/31/24	Mid Year Actual thru 3/31/25	Mid Year Actual thru 3/31/2026	FY26 Budget	% of Current Year Actual to Budget
Administrative (10)	354,325.00	457,638.00	326,900.00	550,247.01	1,586,762.00	20.60%
Inspection Services (12)	421,332.00	442,566.00	624,319.00	634,031.00	1,628,421.00	38.34%
Engineering & Zoning (13)	294,144.00	293,344.00	397,590.00	513,811.00	1,079,392.00	36.83%
Court Management (16)	154,993.00	154,566.00	252,255.00	283,362.00	840,237.00	30.02%
Fleet Maintenance (21)	537,453.00	529,646.00	591,939.00	991,457.00	2,333,946.00	25.36%
Traffic Light Maintenance (22)	142,451.00	150,039.00	192,192.00	202,611.00	256,744.00	74.86%
Maintenance (26)	119,465.00	129,520.00	152,936.00	171,443.00	354,100.00	43.19%
Information Technology (27)	391,458.00	633,906.00	580,722.00	562,949.00	1,569,556.00	37.00%
Finance (29)	227,829.00	371,147.00	711,841.00	708,834.00	1,280,702.00	55.58%
Sanitation (N/A in FY 26)	1,225,492.00	601.00				
General Government (11)	15,604,408.00	14,101,612.00	13,817,809.00	16,802,318.51	21,276,418.00	64.94%
Police Department (14)	5,985,797.00	6,197,923.00	7,123,004.00	7,394,384.00	15,249,379.00	46.71%
Fire Department (15)	3,778,332.00	4,207,041.00	5,017,039.00	5,347,944.00	11,283,246.00	44.46%
Street (18)	954,872.00	1,899,298.00	2,971,134.00	2,870,251.00	6,156,655.00	48.26%
Library (19)	1,461,553.00	1,604,932.00	1,811,036.00	1,934,518.00	4,051,783.00	44.70%
Park & Rec (20)	2,473,851.00	2,955,263.00	2,988,722.00	2,637,554.00	6,974,799.00	42.85%
<b>Total Expenditures</b>	<b>34,127,755.00</b>	<b>34,129,042.00</b>	<b>37,559,438.00</b>	<b>41,605,714.52</b>	<b>75,922,140.00</b>	<b>49.47%</b>

### Revenue (01)

Description	City of Homewood General Fund Revenues Mid-Year Review					
	Mid Year Actual	Mid Year Actual	Mid Year Actual	Mid Year Actual	FY26	% of Current
	thru 3/31/23	thru 3/31/24	thru 3/31/25	thru 3/31/2026	Budget	Year Actual to Budget
Sales and Use Tax	\$ 14,237,159	\$ 14,500,983	\$ 15,420,374	\$ 16,998,294	\$ 31,629,282	53.74%
Property Taxes	6,631,183	7,334,991	7,380,393	7,454,788	7,637,548	97.61%
Lodging Taxes - 6%	1,684,669	1,918,750	2,119,149	2,577,352	4,269,156	60.37%
Other Taxes	6,990,446	6,567,926	6,669,917	7,729,434	14,496,197	53.32%
Licenses & Permits	7,799,475	5,841,060	8,441,736	10,234,253	10,489,242	97.57%
Other Revenue	1,546,681	3,850,818	1,896,424	1,830,953	7,423,868	24.66%
<b>Total Revenue</b>	<b>\$ 38,889,613</b>	<b>\$ 40,014,528</b>	<b>\$ 41,897,993</b>	<b>\$ 46,825,074</b>	<b>\$ 75,945,293</b>	<b>61.66%</b>

# Summary for Fund 12 (Capital)

## Highlights from Capital Fund :

- Expenses in Capital are at 38.35% at Mid Year. We slowed projects and purchases In Fund 12. Most expenses per Dept are Vehicles (\$796k in projects).
- Fund 26 (GOW) – This is what remains from our Bond proceeds to be used for Capital Projects.
- Debt Service Revenue – At Mid Year, we have \$13.58mm, but we only have approx. \$8.3mm left to pay this year, so we'll move the remaining funds money into Capital.

### Capital Projects (Fund 12)

Revenue	Actual thru 3/31/2026	Budgeted
Taxes	1,648,404.00	3,076,820.00
Interfund Transfers	-	1,738,596.00
Other Revenue	1,005,289.00	6,619,064.00
<b>Total Revenue</b>	<b>2,653,693.00</b>	<b>11,434,480.00</b>

### Expenditures

	Actual Expenditures thru 3/31/2026	Annual Budgeted Expenditures	% of Budget
Administrative (10)	43,461.99	109,500.00	39.69%
General Government (11)	796,324.00	5,821,917.00	13.68%
Inspection Services (12)	-	8,000.00	0.00%
Engineering & Zoning (13)	-	2,500.00	0.00%
Police (14)	952,223.00	1,375,117.00	69.25%
Fire (15)	1,196,528.00	1,928,910.00	62.03%
Court	32,890.00	45,000.00	73.09%
Street (18)	350,914.00	393,452.00	89.19%
Library (19)	105,753.00	154,385.00	68.50%
Park & Recreation (20)	490,763.00	651,507.00	75.33%
Fleet	269,552.00	325,500.00	82.81%
Traffic Light Maintenance (22)	29,892.00	154,000.00	19.41%
Maintenance (26)	-	-	
Information Technology (27)	116,562.00	403,700.00	28.87%
Finance Dept (29)	-	20,992.00	0.00%
<b>Total Expenditures</b>	<b>4,384,890.00</b>	<b>11,434,480.00</b>	<b>38.35%</b>

### GOW (Fund 26)

	Actual Expenditures thru 3/31/2026	Annual Budgeted Expenditures	% of Budget	Difference
Capital Projects	1,591,085.00	3,691,111.00	43.11%	2,100,026.00

### Debt Service (Fund 11)

Revenue	Actual thru 3/31/2026	Budgeted
Taxes	7,336,351.00	7,682,441.00
Intergovernmental	-	333,722.00
Interfund Transfers	6,225,189.00	2,433,686.00
Other Revenue	16,466.00	582,704.00
<b>Total Revenue</b>	<b>13,578,006.00</b>	<b>11,032,553.00</b>

	Actual Expenditures thru 3/31/2026	Annual Budgeted Expenditures	% of Budget	Difference
General Government	2,847,515.00	11,032,153.00	25.81%	8,184,638.00
Finance	1,022.00	400.00		
<b>Total Expenditures</b>	<b>2,848,537.00</b>	<b>11,032,553.00</b>		

# Recommendations, Questions, & Next Steps

01

## **Watch Sales Tax & All Other Revenues. Continue to watch spending.**

Identify alternative revenue sources and expenditure reductions to offset potential \$2–4M in federal grant reductions under OBBBA provisions.

02

## **Will We Need Budgeted Carry Over Fund Balance?**

We haven't needed it yet ... continue to track Fund 01

03

## **Accelerate Capital Project Execution**

Let's ramp up the projects, but thoughtfully.

04

## **Adopt New Policies (i.e. Capital Funding), Clean Up Funds, and Budget Appropriately for FY 27**

Add staff in Finance, wait on Organizational Structure/Fleet Recs, and implement new Fiscal Policies.

05

## **Maintain Reserve Discipline**

Preserve rainy day fund at current levels. Any year-end surplus should be directed to one-time capital investments rather than recurring commitments.

# Thank You

Questions & Discussion

City Manager's Office/Finance Department • FY 2026 Mid-Year Review • May 2026