



AGENDA MEMORANDUM

Finance Department

City Council Meeting Date: April 1, 2025

To: City Council
From: Steve C. Chaipel, Deputy City Manager/CFO
Date: March 31, 2025

SUBJECT: Annual Audit Adjustment to Governmental Fund Balances

BACKGROUND: A significant component of the budget process each year is estimating the beginning fund balance in each fund. This becomes the starting point for the annual budget. After the financial statements have been audited each year, the previously mentioned **estimated** beginning fund balances are adjusted to match the **actual** fund balances per the Annual Comprehensive Financial Report (ACFR).

Except for the activity in the Hurricane Ian fund, the budget amendment attached to this item is adjusting the fiscal year 2025 budget up by \$1,392,922, however no new funds are being allocated or budgeted for expenditures. The adjustments only affect beginning and ending fund balances. This is a positive variance as results were better than anticipated in fiscal year 2024.

The schedule on the next page summarizes the adjustments.

FUNDING SOURCE: N/A

RECOMMENDED ACTION: Approve Resolution 25-017 authorizing budget amendment 2025-005.

City of Sanibel

Budgeted Fund Balance Adjustments - Governmental Funds

Prepared by the Finance Department

Data as of March 31, 2025

		FY 2025 Beginning Fund Balance		
Fund		Amended Beginning Fund Balance	Final Audited Beginning Balance	Adjustment to Budget
001	General	\$ 20,406,800	\$ 21,886,744	\$ 1,479,944
120	Road Impact Fee	1,585,060	1,587,689	2,629
121	Community Park Impact Fee	78,812	78,816	4
129	Shell Harbor Dredging	16,430	24,272	7,842
141	Sanibel Estates Canal Trimming	33,819	23,437	(10,382)
142	Sanibel Isles/Water Shadows Dredging	206,009	206,398	389
169	Building Department	3,803,629	3,814,055	10,426
171	Recreation Financial Assistance	185,390	184,904	(486)
173	Ballfield Maintenance	75,561	85,395	9,834
270	2016 \$6.52 M G. O. Recreation	46,079	58,173	12,094
271	2020 \$5.0M Capital Improvement	305	331	26
300	Capital Asset Acquisition	1,470,311	1,349,713	(120,598)
301	Transportation Capital Projects	684,955	692,003	7,048
302	2475 Library Way Capital Improvement	3,108,828	3,094,346	(14,482)
370	Recreation Sinking Fund	367,539	376,173	8,634
		\$ 32,069,527	\$ 33,462,449	\$ 1,392,922
115	Hurricane Ian Fund	40,262,342	34,958,083	(5,304,259)
Total City Governmental Funds		\$ 72,331,869	\$ 68,420,532	\$ (3,911,337)