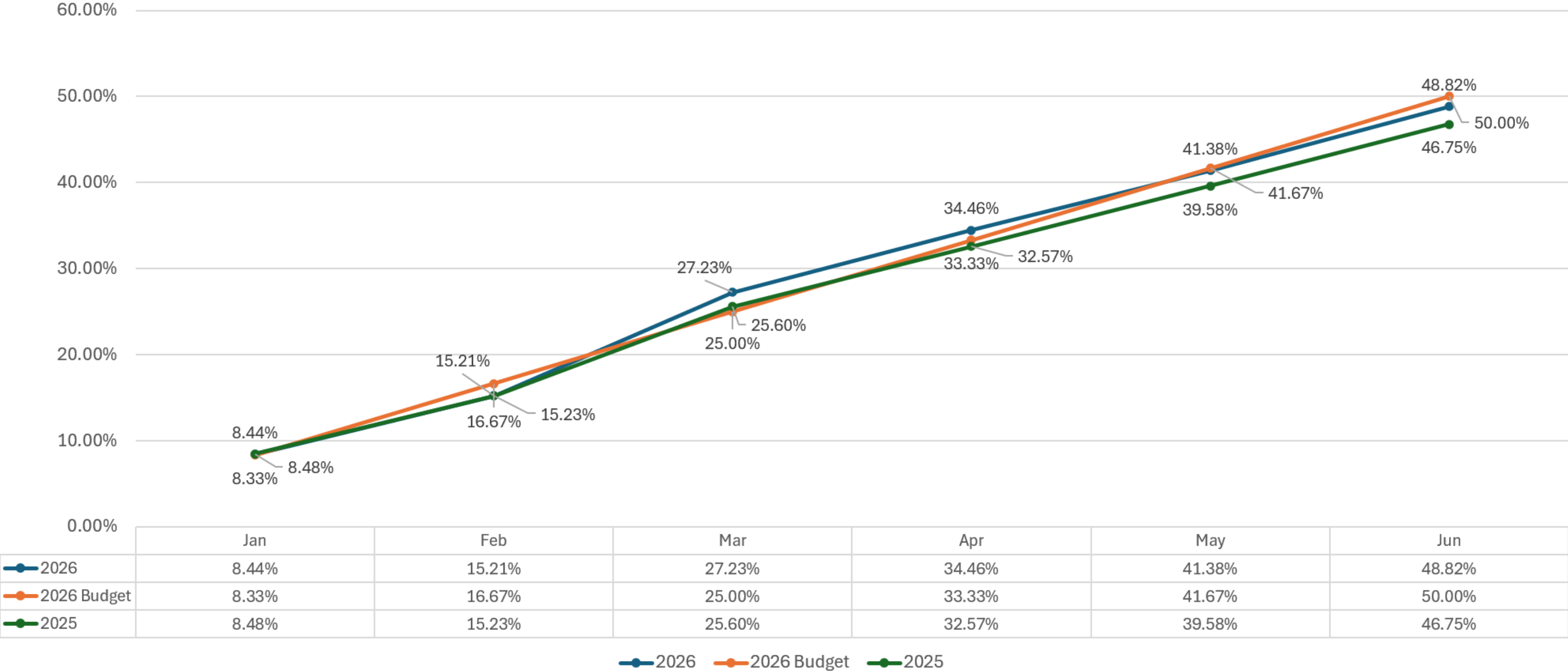




2026 SECOND QUARTER FINANCIAL REPORT

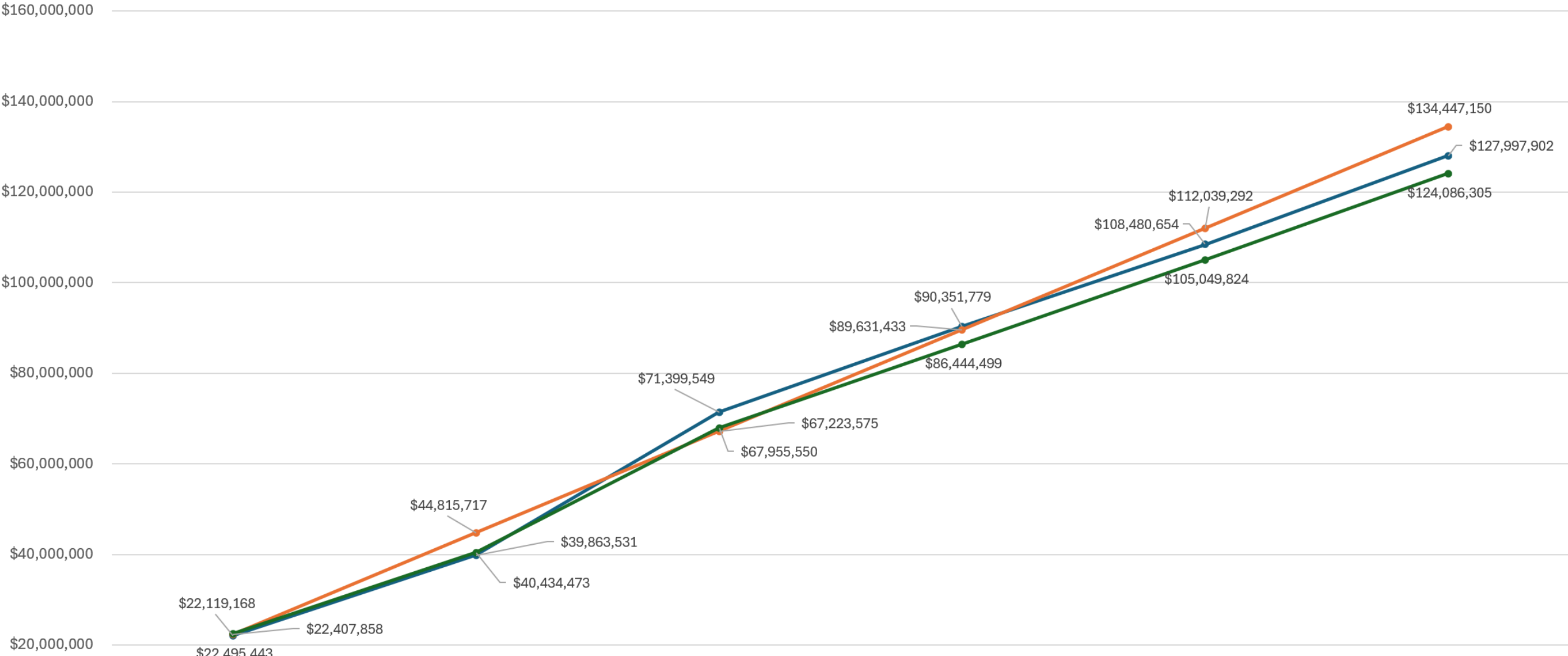
General Fund Operating Revenues

BUDGET % COLLECTED - 2026 AND 2025



General Fund Operating Revenues

2026 and 2025



\$-	Jan	Feb	Mar	Apr	May	Jun
2026	\$22,119,168	\$39,863,531	\$71,399,549	\$90,351,779	\$108,480,654	\$127,997,902
2026 Budget	\$22,407,858	\$44,815,717	\$67,223,575	\$89,631,433	\$112,039,292	\$134,447,150
2025	\$22,495,443	\$40,434,473	\$67,955,550	\$86,444,499	\$105,049,824	\$124,086,305

2026 2026 Budget 2025

General Fund Operating Revenues

COMPARED TO AMENDED BUDGET

	YTD		Variance	
	Amended	YTD	Favorable	Prior Year
	<u>Budget</u>	<u>Revenues</u>	<u>(Unfavorable)</u>	<u>Revenues</u>
REVENUES:				
1 General property taxes	\$ 20,850,920	\$ 17,329,073	\$ (3,521,847)	\$ 17,007,449
2 Sales taxes	73,467,758	72,990,434	(477,324)	70,467,873
3 Licenses and permits	7,129,310	10,927,324	3,798,014	10,649,185
4 Intergovernmental	6,349,916	0	(6,349,916)	0
5 Charges for services	6,391,311	6,901,083	509,772	6,680,808
6 Fines and fees	1,128,010	982,188	(145,822)	1,106,125
7 Utility franchise fees	18,228,826	17,321,437	(907,389)	16,182,201
8 Investment income	312,550	510,014	197,464	1,469,675
9 Miscellaneous	588,550	1,036,349	447,799	522,989
10 TOTAL REVENUES	\$ 134,447,150	\$ 127,997,902	\$ (6,449,248)	\$ 124,086,305

- Revenues at the end of the 2nd quarter are approximately \$6.4 million or 4.8% below the amended budget, and approximately \$3.9 million or 3.2% above 2025 revenues.

General Fund Operating Revenues

COMPARED TO ADOPTED BUDGET

	YTD		Variance	
	Adopted	YTD	Favorable	Prior Year
	<u>Budget</u>	<u>Revenues</u>	<u>(Unfavorable)</u>	<u>Revenues</u>
REVENUES:				
1 General property taxes	\$ 20,850,920	\$ 17,329,073	\$ (3,521,847)	\$ 17,007,449
2 Sales taxes	73,467,758	72,990,434	(477,324)	70,467,873
3 Licenses and permits	7,129,310	10,927,324	3,798,014	10,649,185
4 Intergovernmental	6,349,916	0	(6,349,916)	0
5 Charges for services	6,391,312	6,901,083	509,772	6,680,808
6 Fines and fees	1,128,010	982,188	(145,822)	1,106,125
7 Utility franchise fees	18,228,826	17,321,437	(907,389)	16,182,201
8 Investment income	312,550	510,014	197,464	1,469,675
9 Miscellaneous	588,550	1,036,349	447,799	522,989
10 TOTAL REVENUES	\$ 134,447,150	\$ 127,997,902	\$ (6,449,248)	\$ 124,086,305

- Revenues at the end of the 2nd quarter are approximately \$6.4 million or 4.8% below the adopted budget, and approximately \$3.9 million or 3.2% above 2025 revenues. The unfavorable variance is primarily due to property tax revenues being below the budget due to timing of collections and intergovernmental revenues which are generally recognized in July each year.

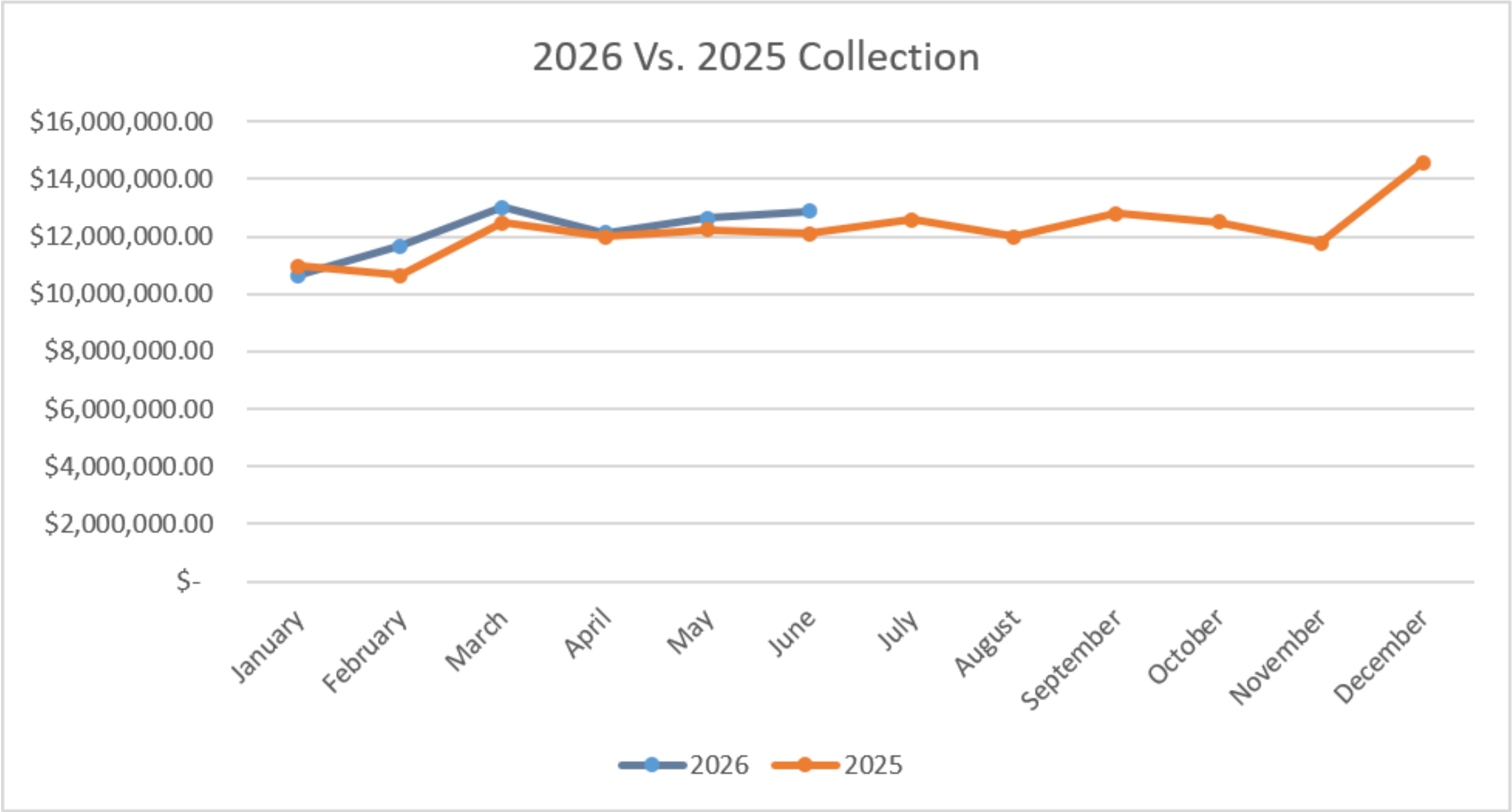
General Fund Operating Revenues

COMPARED TO PRIOR YEAR

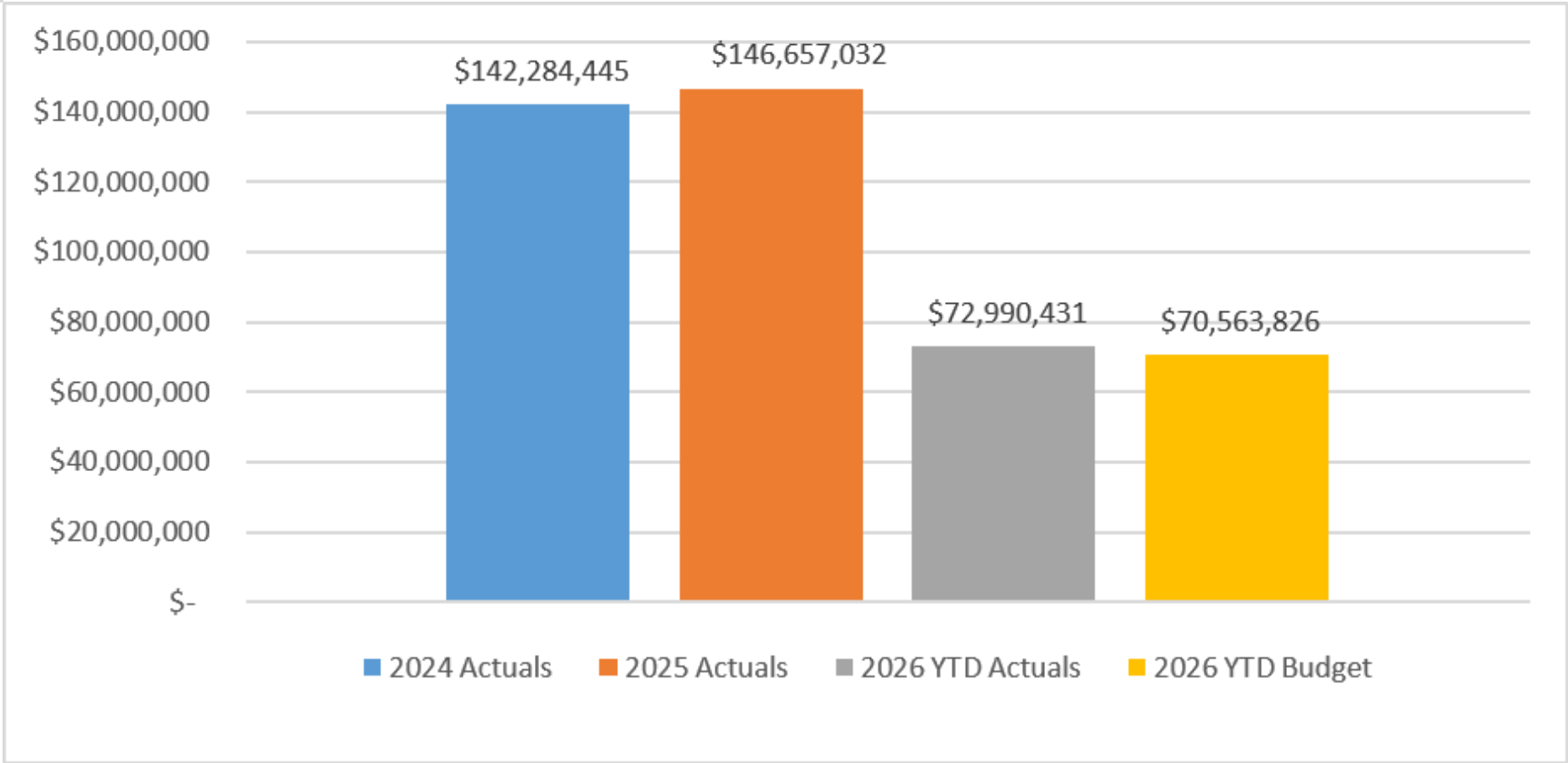
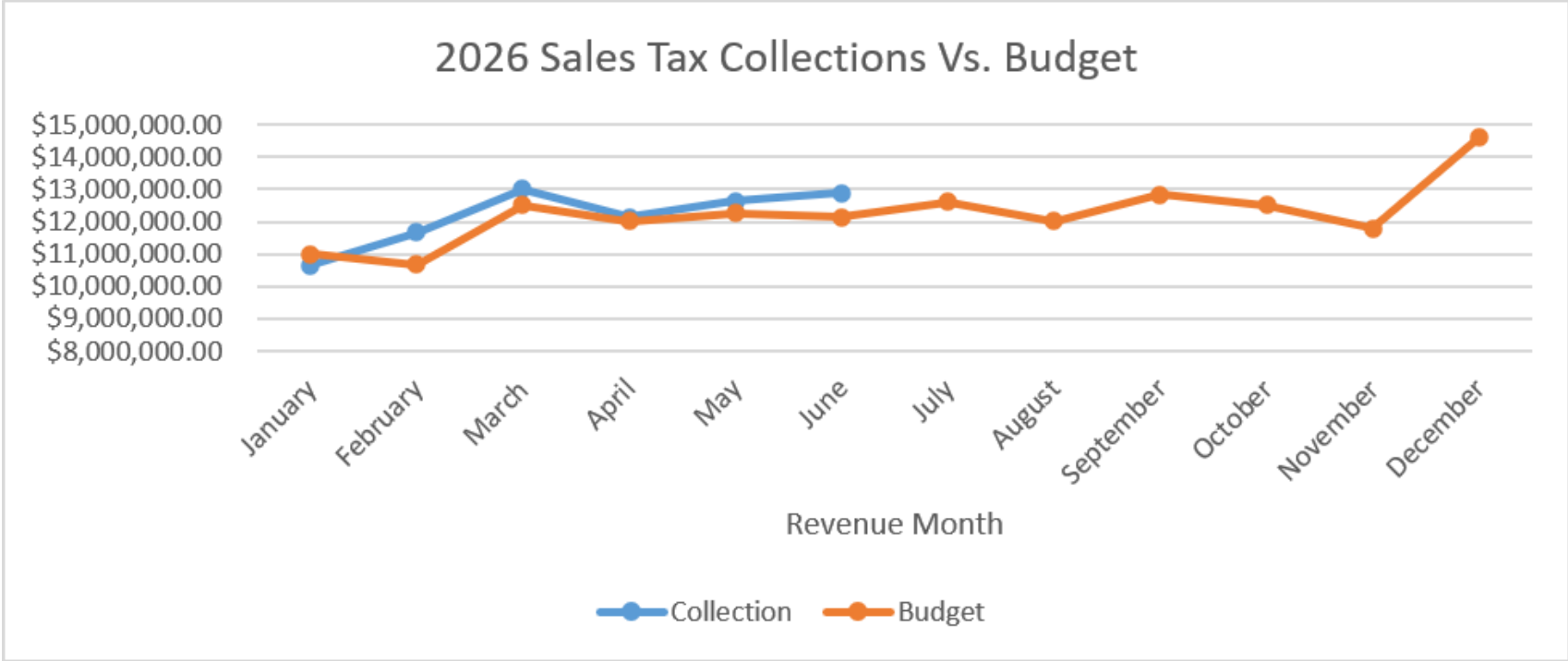
	YTD	Prior Year	Variance
	Revenues	Revenues	Favorable (Unfavorable)
REVENUES:			
1 General property taxes	\$ 17,329,073	\$ 17,007,449	\$ 321,624
2 Sales taxes	72,990,434	70,467,873	2,522,561
3 Licenses and permits	10,927,324	10,649,185	278,139
4 Intergovernmental	0	0	0
5 Charges for services	6,901,083	6,680,808	220,275
6 Fines and fees	982,188	1,106,125	(123,937)
7 Utility franchise fees	17,321,437	16,182,201	1,139,236
8 Investment income	510,014	1,469,675	(959,661)
9 Miscellaneous	1,036,349	522,989	513,360
10 TOTAL REVENUES	\$ 127,997,902	\$ 124,086,305	\$ 3,911,597

- As noted previously, revenues through the 2nd quarter exceeded 2025 revenues by approximately \$3.9 million. Sales taxes will be discussed in detail in a moment. The increase in general property taxes is a result of increased property values. The increase in utility franchise fees is due to increased rates.

Sales Tax



Sales Tax



Sales Tax



Receipt (Revenue) Month	Sales & Use Tax Current Collections	Adopted Budget	Variance from Budget	Sales & Use Tax Same Month One Year Ago	Variance from Prior Year
March (Jan) 2026	\$ 10,649,178	\$ 10,987,173	\$ (337,995)	\$ 10,966,703	\$ (317,525)
April (Feb) 2026	11,678,739	10,673,935	1,004,804	10,653,619	1,025,120
May (Mar) 2026	13,009,913	12,506,614	503,299	12,482,475	527,438
June (Apr) 2026	12,132,381	12,010,149	122,232	11,986,881	145,500
July (May) 2026	12,629,923	12,253,338	376,585	12,230,553	399,370
August (June) 2026	12,890,297	12,132,617	757,680	12,109,216	781,081
YTD 2026	\$ 72,990,431	\$ 70,563,826	\$ 2,426,605	\$ 70,429,447	\$ 2,560,984

Through the second quarter sales tax revenues are \$2.4 million over budget and \$2.6 million over the prior year.

City – 1.125% Tax



TOP TEN NAICS TAX CATEGORIES

2026 Highest Sales Tax by NAICS					
NAICS CODE	NACIS Category Name	YTD 2026	YTD 2025	Difference	Change
4529	Other General Merchandise Stores	\$ 3,040,893.07	\$ 2,984,933.86	\$ 55,959.21	1.87%
4451	Grocery Stores	\$ 2,695,610.85	\$ 2,660,584.81	\$ 35,026.04	1.32%
7225	Food Services and Drinking Places; Unknown Subclassification	\$ 2,041,439.01	\$ 1,852,859.64	\$ 188,579.37	10.18%
4441	Building Material and Supplies Dealers	\$ 2,028,793.59	\$ 1,905,098.09	\$ 123,695.50	6.49%
4541	Electronic Shopping and Mail-Order Houses	\$ 2,004,373.65	\$ 1,861,826.21	\$ 142,547.44	7.66%
7221	Full-Service Restaurants	\$ 1,657,022.44	\$ 1,684,890.37	\$ (27,867.93)	-1.65%
4431	Electronics and Appliance Stores	\$ 1,301,777.66	\$ 1,337,603.05	\$ (35,825.39)	-2.68%
2211	Electric Power Generation; Transmission and Distribution	\$ 1,207,219.80	\$ 840,182.62	\$ 367,037.18	43.69%
5321	Automotive Equipment Rental and Leasing	\$ 963,670.84	\$ 1,019,592.08	\$ (55,921.24)	-5.48%
4481	Clothing Stores	\$ 934,163.59	\$ 921,665.09	\$ 12,498.50	1.36%
	Subtotal - Top 10 Highest Sales Tax NAICS Categories	\$ 17,874,964.50	\$ 17,069,235.82	\$ 805,728.68	4.72%

This slide shows the NAICS Categories that generated the most local sales tax revenue through June 30, 2026. The net revenue increase in the top 10 categories was 4.72%, while the overall sales tax increased 3.64% compared to last year.

City – 1.125% Tax



TOP TEN NAICS CATEGORY INCREASES BY AMOUNT

2026 Top Positive Sales Tax Differences					
NAICS CODE	NACIS Category Name	YTD 2026	YTD 2025	Difference	Change
4238	Machinery; Equipment; and Supplies Merchant Wholesalers	\$ 697,644.06	\$ 173,999.23	\$ 523,644.83	300.95%
2211	Electric Power Generation; Transmission and Distribution	\$ 1,207,219.80	\$ 840,182.62	\$ 367,037.18	43.69%
7225	Food Services and Drinking Places; Unknown Subclassification	\$ 2,041,439.01	\$ 1,852,859.64	\$ 188,579.37	10.18%
2213	Water; Sewage and Other Systems	\$ 487,993.53	\$ 320,881.34	\$ 167,112.19	52.08%
4541	Electronic Shopping and Mail-Order Houses	\$ 2,004,373.65	\$ 1,861,826.21	\$ 142,547.44	7.66%
9300	NAICS with Less Than 3 Businesses	\$ (109,111.13)	\$ (250,039.78)	\$ 140,928.65	-56.36%
4441	Building Material and Supplies Dealers	\$ 2,028,793.59	\$ 1,905,098.09	\$ 123,695.50	6.49%
5324	Commercial and Industrial Machinery and Equipment Rental and Leasing	\$ 518,207.89	\$ 438,930.43	\$ 79,277.46	18.06%
4213	Lumber and Other Construction Materials Wholesalers	\$ 163,975.53	\$ 94,635.26	\$ 69,340.27	73.27%
4523	General Merchandise Stores; including Warehouse Clubs and Supercenters	\$ 832,791.40	\$ 766,844.72	\$ 65,946.68	8.60%
	Subtotal - Top 10 Positive Sales Tax NAICS Categories	\$ 9,873,327.33	\$ 8,005,217.76	\$ 1,868,109.57	23.34%

- The largest increase by amount is from **Machinery; Equipment; and Supplies Merchant Wholesalers** which has increased by **\$523,645** compared to 2025.
- The largest percentage increase in 2026 compared to 2025 is also **Machinery; Equipment; and Supplies Merchant Wholesalers** which saw an increase of 300.95% compared to last year from \$173,999 to \$697,644 in 2026.

City – 1.125% Tax



TOP TEN NAICS CATEGORY DECREASES BY AMOUNT

2026 Top Negative Sales Tax Differences					
NAICS CODE	NACIS Category Name	YTD 2026	YTD 2025	Difference	Change
3323	Architectural and Structural Metals Manufacturing	\$ 3,302.84	\$ 139,136.30	\$ (135,833.46)	-97.63%
2381	Foundation; Structure; and Building Exterior Contractors	\$ (94,927.98)	\$ 30,454.65	\$ (125,382.63)	-411.70%
3279	Other Nonmetallic Mineral Product Manufacturing	\$ (951.81)	\$ 107,260.65	\$ (108,212.46)	-100.89%
4234	Professional and Commercial Equipment and Supplies Merchant Wholesalers	\$ 221,902.40	\$ 320,643.51	\$ (98,741.11)	-30.79%
5142	Data Processing Services	\$ 43,922.05	\$ 141,936.19	\$ (98,014.14)	-69.06%
2361	Residential Building Construction	\$ (75,581.32)	\$ 5,345.82	\$ (80,927.14)	-1513.84%
5413	Architectural; Engineering; and Related Services	\$ 46,136.37	\$ 116,198.14	\$ (70,061.77)	-60.30%
4216	Electrical Goods Wholesalers	\$ 479,656.62	\$ 547,507.58	\$ (67,850.96)	-12.39%
2359	Other Special Trade Contractors	\$ (72,406.32)	\$ (13,952.10)	\$ (58,454.22)	418.96%
4421	Furniture Stores	\$ 294,132.25	\$ 351,833.69	\$ (57,701.44)	-16.40%
	Subtotal - Top 10 Negative Sales Tax NAICS Categories	\$ 845,185.10	\$ 1,746,364.43	\$ (901,179.33)	-51.60%

- The NAICS categories with the largest increases by amount are partially offset the NAICS Categories with the largest decreases by amount, with a net increase of \$966,930.
- ***Architectural and Structural Metals Manufacturing*** declined **\$135,833** through the end of the 2nd quarter.

Electric Franchise fees



	<u>2026 KWH</u>	<u>2025 KWH</u>	<u>2026 Revenue</u>	<u>2025 Revenue</u>	<u>Usage Chng</u>	<u>Rev Chng</u>	
<u>Month</u>	<u>KWH</u>	<u>KWH</u>	<u>Revenue</u>	<u>Revenue</u>	<u>Incr (Decr)</u>	<u>Incr (Decr)</u>	
January	267,237,027	276,904,441	1,352,860	1,307,363	-3.49%	3.48%	
February	268,555,231	262,335,796	1,367,282	1,247,905	2.37%	9.57%	
March	230,746,194	234,276,692	1,176,441	1,161,979	-1.51%	1.24%	
April	230,483,548	219,093,245	1,184,997	1,090,383	5.20%	8.68%	
May	232,274,990	239,638,588	1,202,968	1,192,184	-3.07%	0.90%	
June	287,619,673	284,331,636	1,669,110	1,535,948	1.16%	8.67%	
	1,516,916,663	1,516,580,398	7,953,658	7,535,763	0.02%	5.55%	

The 2026 budget is \$17,413,165, an increase of 2.3% from the prior year actual results of \$17,024,582, based on information received from Entergy Arkansas. Usage increased by 0.02% and revenues increased 5.55% through the second quarter.

Gas Franchise fees

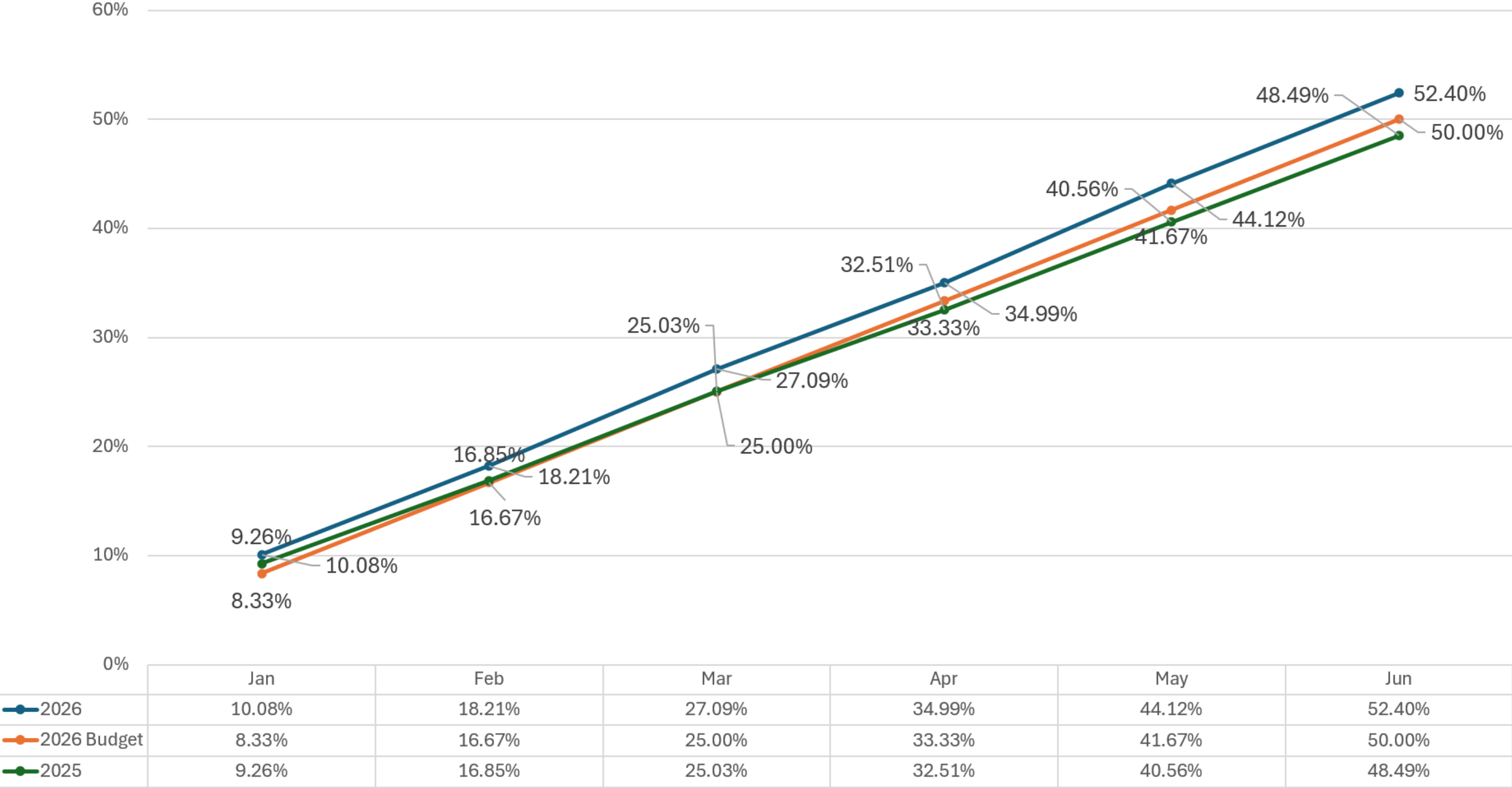


	2026 Mcf	2025 Mcf	2026 Rev	2025 Rev	Usage Chng	Rev Chng	
<u>Month</u>	<u>Mcf</u>	<u>Mcf</u>	<u>Revenue</u>	<u>Revenue</u>	<u>Incr (Decr)</u>	<u>Incr (Decr)</u>	
January	1,173,723	1,512,860	741,846.28	730,892	-22.42%	1.50%	
February	1,741,575	1,732,299	1,040,642.65	771,640	0.54%	34.86%	
March	677,146	1,224,083	490,482.22	640,644	-44.68%	-23.44%	
April	423,476	503,586	384,636.86	350,712	-15.91%	9.67%	
May	284,713	270,966	189,970.79	211,053	5.07%	-9.99%	
June	203,472	232,180	152,193.89	202,761	-12.36%	-24.94%	
	4,504,105	5,475,974	2,999,773	2,907,703	-17.75%	3.17%	

The 2026 budget is \$5,024,386, an increase of 14.1% from the prior year actual results of \$4,404,214, based on information received from Summit Utilities. Usage decreased by 17.75% and revenues increased 3.17% through June.

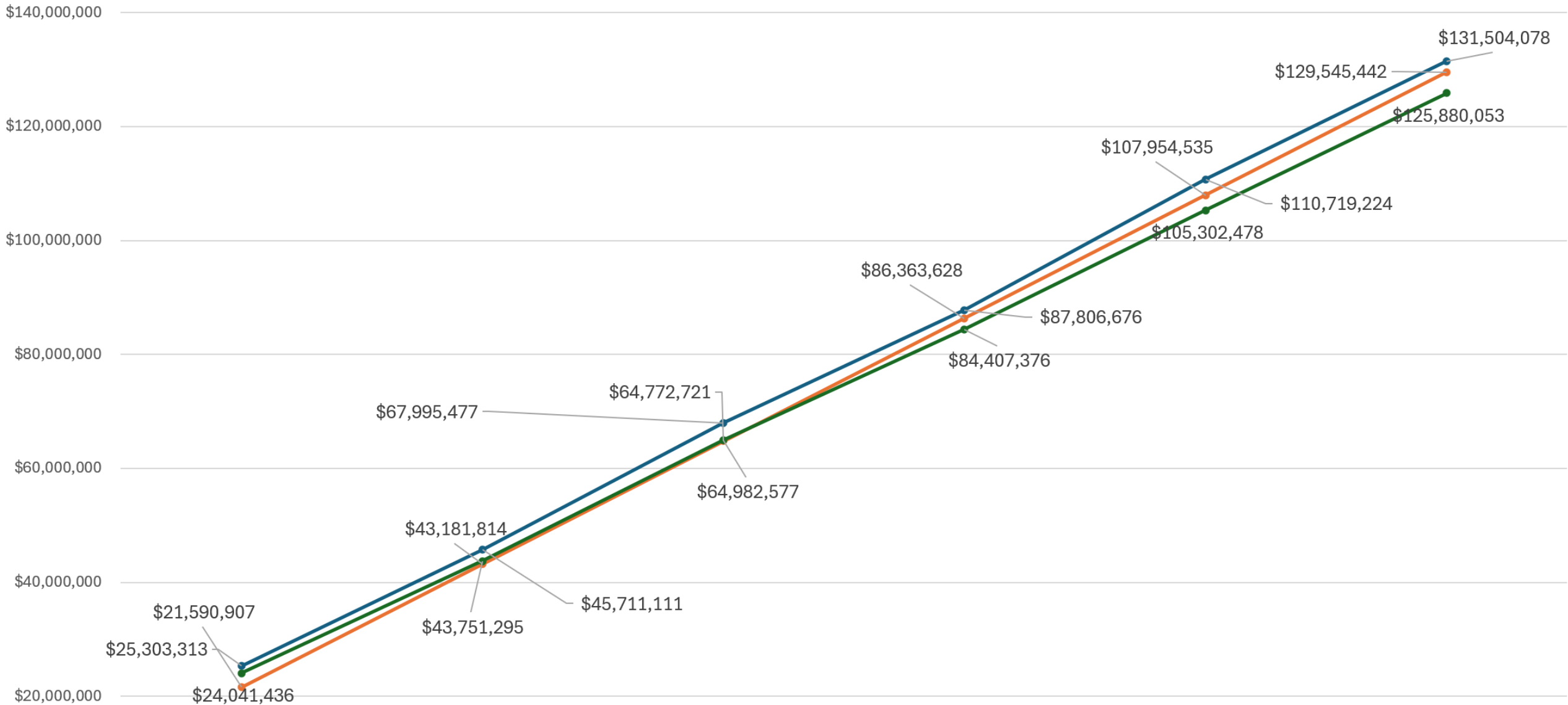
General Fund Operating Expenditures

BUDGET % EXPENDED - 2026 AND 2025



General Fund Operating Expenditures

2026 AND 2025



\$-	Jan	Feb	Mar	Apr	May	Jun
2026	\$25,303,313	\$45,711,111	\$67,995,477	\$87,806,676	\$110,719,224	\$131,504,078
2026 Budget	\$21,590,907	\$43,181,814	\$64,772,721	\$86,363,628	\$107,954,535	\$129,545,442
2025	\$24,041,436	\$43,751,295	\$64,982,577	\$84,407,376	\$105,302,478	\$125,880,053

General Fund Operating Expenditures

COMPARED TO BUDGET (1 of 2)

				Variance	
		YTD	YTD	Favorable	Prior Year
		<u>Budget</u>	<u>Expenditures</u>	<u>(Unfavorable)</u>	<u>Expenditures</u>
EXPENDITURES					
GENERAL GOVERNMENT:					
1 Executive Administration		\$ 16,508,390	\$ 14,133,130	\$ 2,375,260	\$ 13,232,887
2 Board of Directors		205,100	248,715	(43,615)	241,225
3 Community Programs		122,165	13,780	108,385	7,910
4 City Attorney		1,514,706	1,492,335	22,371	1,571,907
5 District Court - (Criminal)		752,717	731,586	21,131	765,463
6 District Court - (Environmental)		319,029	311,894	7,135	323,153
7 District Court - (Traffic)		716,102	805,060	(88,958)	702,450
8 Finance		2,673,278	2,748,907	(75,629)	2,705,594
9 Human Resources		1,588,161	1,644,443	(56,282)	1,556,009
10 Information Technology		3,405,233	4,181,217	(775,984)	4,775,434
11 Planning and Development		1,761,029	1,791,384	(30,356)	1,880,746
12 TOTAL GENERAL GOVERNMENT		29,565,909	28,102,451	1,463,458	27,762,778

General Government Expenditures are below the year-to-date (YTD) budget due to the timing of benefit transactions in Executive Administration offset by encumbrances for IT Services and the annual audit that are entered in at the beginning of the year and expended over the life of the project.

General Fund Operating Expenditures

COMPARED TO BUDGET (2 of 2)

		YTD	YTD	Variance	Prior Year
		<u>Budget</u>	<u>Expenditures</u>	<u>Favorable</u> <u>(Unfavorable)</u>	<u>Expenditures</u>
EXPENDITURES:					
13 PUBLIC WORKS		543,975	559,939	(15,964)	647,756
14 PARKS & RECREATION		5,678,595	5,667,058	11,537	5,770,494
15 RIVERMARKET		582,426	558,110	24,316	760,995
16 GOLF		894,837	1,177,702	(282,865)	945,252
17 JIM DAILEY FITNESS & AQUATICS		442,205	552,960	(110,755)	564,479
18 ZOO		3,795,210	4,315,979	(520,769)	4,055,645
19 FIRE		33,996,355	34,292,153	(295,798)	30,806,431
20 POLICE		47,364,441	47,689,183	(324,742)	45,406,432
21 911 OPERATIONS		2,241,171	2,737,380	(496,209)	2,944,686
22 HOUSING & NEIGHBORHOOD		4,285,407	4,196,266	89,141	3,966,172
23 DEBT SERVICE:					
24 Principal		2,532,726	1,478,162	1,054,564	1,424,832
25 Fiscal Charges on Long Term Debt		242,597	170,222	72,375	772,222
26 CAPITAL OUTLAY		31,663	6,513	25,150	51,879
SAVINGS FROM AUTHORIZED BUT					
27 UNFILLED POSITIONS		(2,652,067)	0	(2,652,067)	0
28 TOTAL EXPENDITURES		\$ 129,545,450	\$ 131,504,078	\$ (1,958,628)	\$ 125,880,053

Overall, the General Fund is over budget by \$2.0 million due to encumbrances and the reduction in the budget for vacancy savings that have not been achieved year to date. A significant portion of the overbudget is due to overtime and part-time employee expenditures beyond those budgeted.

General Fund

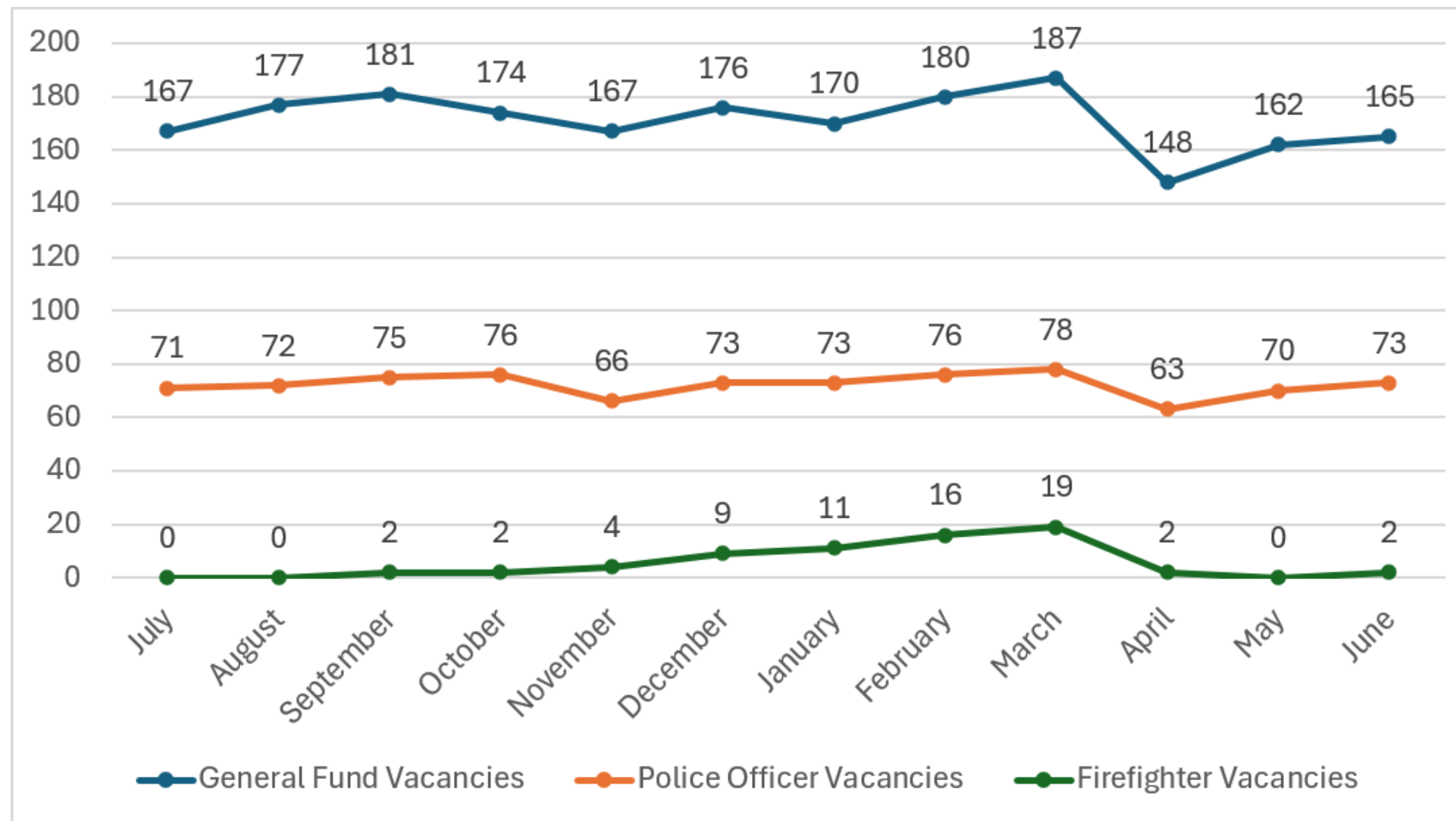
AUTHORIZED BUT UNFILLED POSITIONS AND VACATION/SICK PAYOUTS

- Savings from Authorized but Unfilled Positions
 - \$13,104,374 2026 adopted budget
 - \$8,335,825 YTD
 - 165 budgeted positions unfilled in the General Fund as of the end of June.
- Vacation/Sick Payouts
 - \$2,000,000 2026 adopted budget
 - \$1,115,301 paid out through the end of the 2nd quarter



General Fund

AUTHORIZED BUT UNFILLED POSITIONS LAST TWELVE MONTHS





QUESTIONS?

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