

**City of Evansville**  
**Controller's Office**  
**Room 300, 1 NW Martin Luther King Jr., Blvd.**  
**Evansville, IN 47708**  
(812) 436-4919

**MEMORANDUM**

To: Honorable Members of Common Council - City of Evansville  
From: Robert Gunter CPA, Controller  
Date: June 14, 2024  
Subject: May 31, 2024 (5 Mo. YTD) Flash Financial Report

Dear Council Members:

I've attached the Flash Financial Report for May 31, 2024. This covers the first five months for Calendar 2024 subject to any changes after the month-end accounting closes. The first chart lists cash and investment balances for selected funds for 05/31/2024 and 5/31/2023.

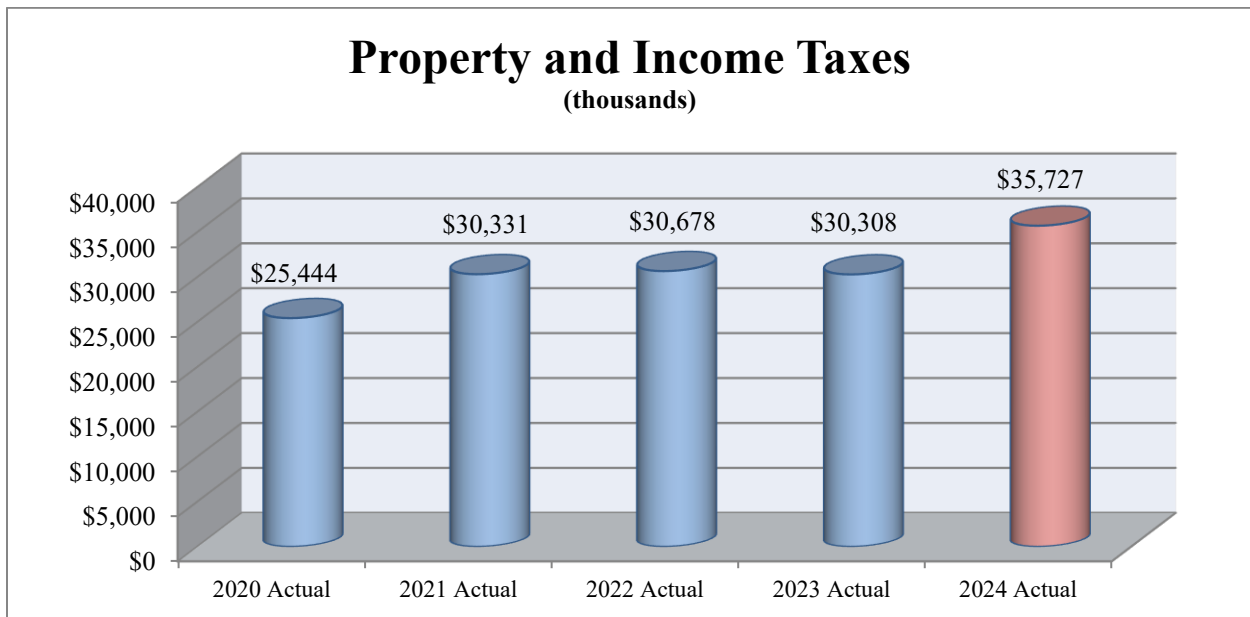
City of Evansville - Cash and Investment Balances – Selected Funds					6/10/2024
5/31/2024	Cash + Investment Balances	Cash + Inv. Balance Current Year	Cash + Inv. Balance Prior Year	Dollar Change Current Year vs. Prior Year	Percent Change Current vs. Prior Year
FUND NO.	FUND	5/31/2024	5/31/2023	5/31/2024	2024 vs 2023
1101	General Fund	\$ 44,983,042	\$ 32,854,891	\$ 12,128,151	36.9%
1176	American Rescue Plan Fund	29,812,775	49,596,294	(19,783,519)	-39.9%
2201	Motor Vehicle Highway Fund	2,604,187	2,019,652	584,535	28.9%
2202	Local Roads & Streets Fund	9,064,027	10,334,470	(1,270,443)	-12.3%
2203	Motor Veh. Hwy. Fd - Restrict	4,670,295	4,937,812	(267,517)	-5.4%
2204	Parks and Recreation Fund	4,685,637	3,358,682	1,326,955	39.5%
2236	Rainy Day Fund	3,310,104	3,186,093	124,011	3.9%
2240	Local Income Tax - Public Saf	3,199,969	4,210,115	(1,010,146)	-24.0%
4437	Casino Gaming Capital Fund	24,841,364	20,560,070	4,281,294	20.8%
4445	Jacobsville TIF Fund	3,426,560	3,070,813	355,747	11.6%
4446	Downtown Master TIF	317,412	1,939,639	(1,622,227)	-83.6%
6101	Water Utility Operating Fund	18,370,433	8,959,156	9,411,277	105.0%
6201	Sewer Utility Operating Fund	37,064,851	25,650,409	11,414,442	44.5%
7704	Hospitalization Insurance Fund	(1,099,789)	(427,112)	(672,677)	-157.5%
8801	Fire Pension Fund	2,512,679	2,197,454	315,225	14.3%
8802	Police Pension Fund	2,676,163	2,389,557	286,606	12.0%
	<b>TOTAL SELECTED FUNDS</b>	<b>\$ 190,439,709</b>	<b>\$ 174,837,995</b>	<b>\$ 15,601,714</b>	<b>8.9%</b>

As in prior months this year, it is due to improvements in the Water and Sewer Operating Funds that the overall cash and investments increased \$15.6 million compared to May 2023. Excluding Water/Sewer, cash/investments decreased \$5.2 million. The largest variance was with the American Rescue Plan with a \$19.8 million decrease.

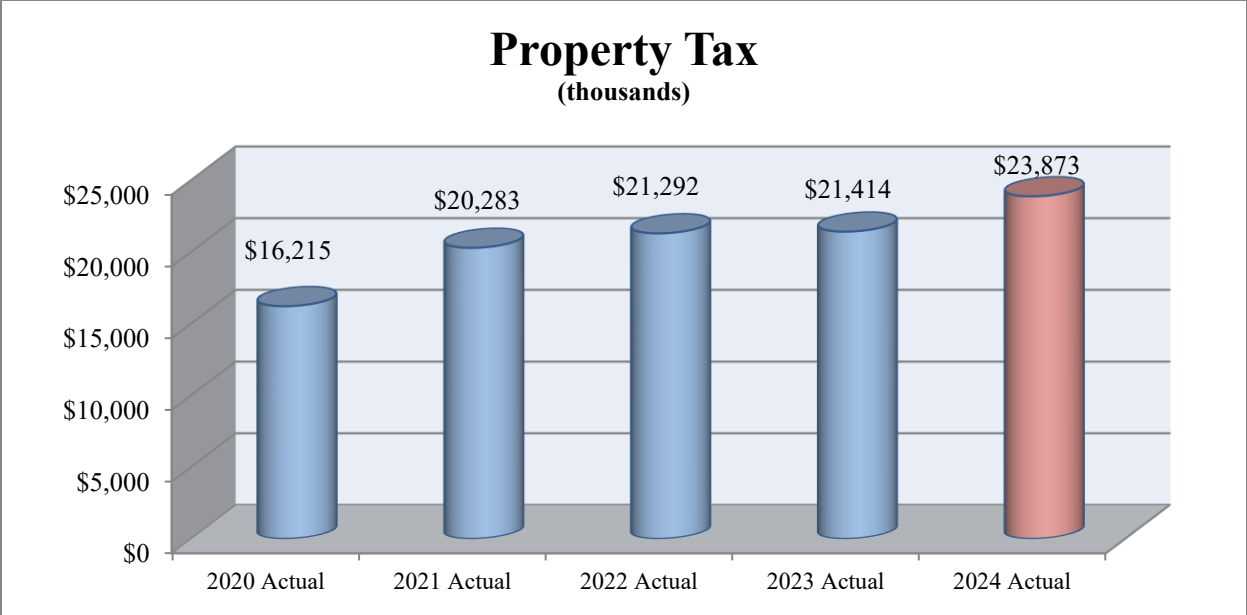
The General Fund's cash/investments increased \$12.1 million from the prior year, which was up \$3.3 million from the improvement seen last month. The General Fund's \$45 million in cash and investments on May 31, 2024, equates to 4.5 months of operating cash when compared to the 2024 revised operating budget of \$119.8 million. Nearly \$23.9 million in property taxes was received in May 2024. We estimate another \$10 million will be received in June.

As of May 31, 2024, total general fund actual expenditures were \$49.6 million or 41.4% of approved appropriations. Including the \$4.4 million in encumbrances, the \$45.3 million equates to 45.1% of appropriations.

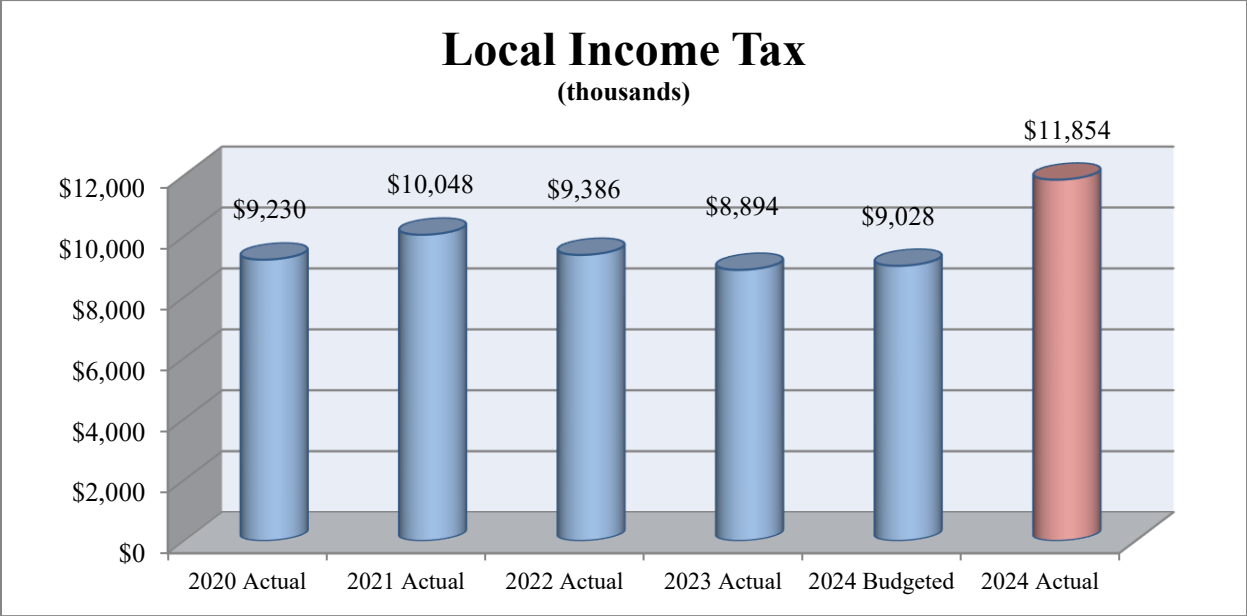
Approximately 71% of the General Fund's revenue for the five months came from property and local income taxes. As noted on the chart below, through the first five months of 2024, these taxes are tracking ahead of last year by \$5.4 million. It should be noted that the supplemental income tax payment in the amount of \$2.4 million was received in May; however, last year it was not received until June. Without the supplemental income tax, the net increase over the prior year was \$3 million or 9.9%.



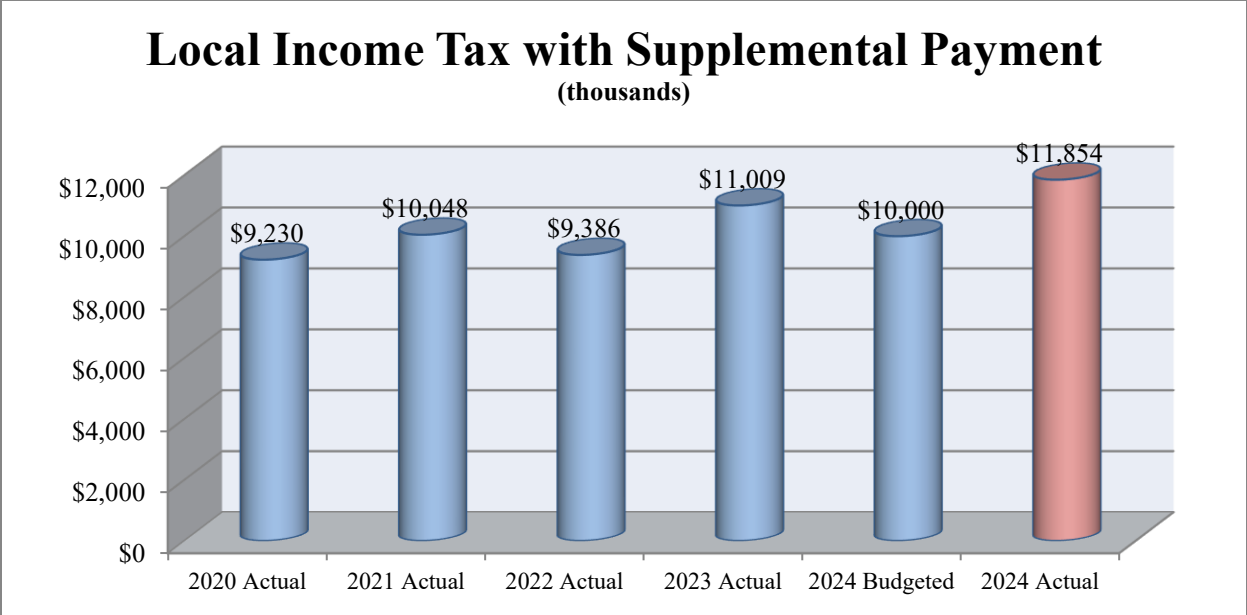
The chart on the next page reflects only the property taxes over the past five years. The 2020 year was at the peak of COVID, and tax collections were delayed a bit. As you will notice, property tax payments were up nearly \$2.5 million or 10.3% over 2023.



The next chart shows only the local income taxes over the past five years, and it does include what was budgeted for 2024. Again, the 2020 year at the peak of COVID, and tax collections were delayed a bit. Local income tax payments were up nearly \$2.8 million or 31.3% over 2023.



To get a better view of how the local income tax is tracking, the chart below reflects the tax with the supplemental payment for all years regardless of which month it was received. The tax is up \$845,000 or 7.7% over the prior year. The City will receive another seven payments of \$1.89 million each for a total of \$13.23 million. The future payments and what has been received so far will total nearly \$25.1 million and will exceed by \$3.4 million the 2024 budget amount of \$21.7 million.



The \$969,430 in interest income for January-May for the General Fund was up \$293,847 or 43.5% over 2023. For all funds and agencies, the interest income for the first five months was \$3,810,023 which was a decrease of \$832,774 or 17.9% from the previous year for the same period. Excluding the ARPA and Water Construction funds, interest was up \$816,417 from the previous year.

5/31/2024		Receipts (5 MO) YTD Current Year	Disbursements (5 MO) YTD Current Year	5 MO Change in Fund Balance Current Year	Cash + Inv. Balance Current Year
FUND NO.	FUND	5/31/2024	5/31/2024	5/31/2024	5/31/2024
2201	Motor Vehicle Highway Fund	2,589,560	2,518,028	71,532	2,019,652
2202	Local Roads & Streets Fund	1,934,575	2,657,387	(722,812)	10,334,470
2203	Motor Veh. Hwy. Fd - Restricted	1,145,176	954,585	190,591	4,937,812
	<b>TOTAL SELECTED FUNDS</b>	<b>\$ 5,669,311</b>	<b>\$ 6,130,000</b>	<b>\$ (460,689)</b>	<b>\$ 17,291,934</b>

The Motor Vehicle Highway (MVH) fund had over \$2 million in cash and investments at month-end with an annual budget of \$6.5 million. Revenue for this fund comes from 50% of the Indiana gasoline tax, vehicle registration/license fees, and the Vanderburgh County wheel tax. The first of two payments in the amount of \$573,500 was made for the lease rental on the new garage. The Local Roads and Street (LRS) fund had over \$10.3 million in cash and investments with a revised budget of \$10 million. The LRS includes the paving of local streets. As of May 31<sup>st</sup>, \$1.4 million in paving expenses had been paid with an additional \$3.3 million encumbered. The Motor Vehicle Highway Restricted fund had \$4.9 million in cash/investments with a revised budget of \$3.1 million. This fund receives the remaining 50% of the Indiana gasoline tax. As of May 31<sup>st</sup>, \$513,759 had been spent on milling and paving with another \$459,896 encumbered.

The Parks and Recreation Fund’s cash increased \$1.3 million over May of last year. The Parks and Recreation Fund’s cash and investments were higher aided by an increase in property taxes of \$710,214 over the past 12 months. The \$4.7 million in cash and investments equate to 4.4 months of the Park and Recreation Fund’s revised budget of \$12.7 million.

The Casino Gaming Capital Fund had an increase in cash and investments of nearly \$4.3 million. When compared to the prior year, revenue tied solely to the casino revenue was up \$94,036 or 1.45%. METS received \$1.37 million more in FTA funding this year than last. Only \$3.5 million of a revised Casino expenditure budget of \$21.8 million had been spent as of May 31<sup>st</sup>. There was \$6.5 million encumbered at month-end. The \$24.8 million in cash and investments at month-end equates to 114.2% of the revised 2024 budget.

The Health Insurance Fund had a decrease of \$673,000 from May 2023. The health insurance fund has improved \$868,88 since February 2024. When compared to the first five months of last year, claims increased by \$906,785 while revenue decreased by \$1,839,462 over the same period. The City was contributing \$1,035 per period, per employee for the benefit to start the year. However, we have increased the contribution to \$1,227 to try to pull us out of the negative territory. Over \$4.65 million in ARPA funds were contributed during 2023 and is not available for 2024.

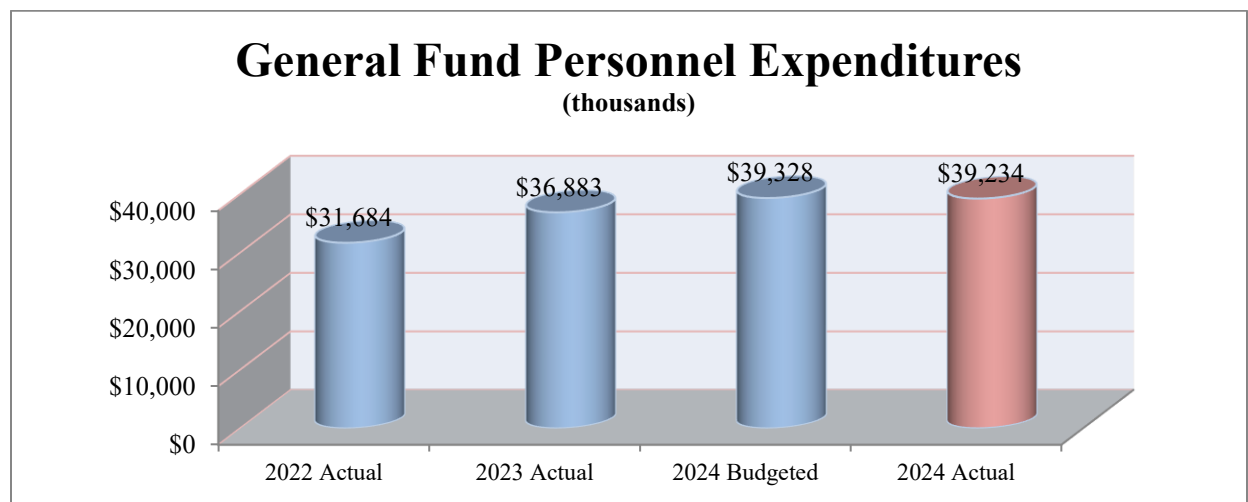
The Fire and Police Pension Funds will reflect a decrease in fund balance until they receive their state subsidies in June and September. These two plans were closed to new participants in 1977. Pension benefits for the past three years as of May 31 are reflected below:

5/31/2024		Pension Benefits	Pension Benefits	Pension Benefits
FUND NO.	FUND	5/31/2022	5/31/2023	5/31/2024
8801	Fire Pension Fund	1,986,494	1,903,542	1,847,854
8802	Police Pension Fund	2,586,731	2,467,703	2,486,586
	<b>TOTAL SELECTED FUNDS</b>	<b>\$ 4,573,225</b>	<b>\$ 4,371,245</b>	<b>\$ 4,334,440</b>

The chart below reflects receipts and expenditures for the five months of the calendar year with the cash and investments as of May 31, 2024, for a few selected funds.

5/31/2024	Change In Fund Balances	Receipts (5 MO) YTD Current Year	Disbursements (5 MO) YTD Current Year	5 MO Change in Fund Balance Current Year	Cash + Inv. Balance Current Year
FUND NO.	FUND	5/31/2024	5/31/2024	5/31/2024	5/31/2024
1101	General Fund	\$ 50,349,464	\$ 49,550,777	\$ 798,687	\$ 44,983,042
1176	American Rescue Plan Fund	695,750	7,671,404	(6,975,654)	29,812,775
2236	Rainy Day Fund	37,678	-	37,678	3,310,104
2240	Local Income Tax - Public Safety	3,167,895	3,781,611	(613,716)	3,199,969
4437	Casino Gaming Capital Fund	8,280,868	3,547,106	4,733,762	24,841,364
4445	Jacobsville TIF Fund	58,802	906,363	(847,561)	3,426,560
4446	Downtown Master TIF	22,785	3,855,377	(3,832,592)	317,412
6101	Water Utility Operating Fund	29,141,886	29,837,519	(695,633)	18,370,433
6201	Sewer Utility Operating Fund	37,006,428	38,074,594	(1,068,166)	37,064,851
7704	Hospitalization Insurance Fund	12,312,125	13,394,736	(1,082,611)	(1,099,789)
<b>TOTAL SELECTED FUNDS</b>		<b>\$ 141,073,681</b>	<b>\$ 150,619,487</b>	<b>\$ (9,545,806)</b>	<b>\$ 164,226,721</b>

The final chart reflects the personnel expenditures for the General Fund. Although it will be difficult to make a year-to-year comparison due to the COVID incentive pay, extra health insurance payments, etc., this chart does reflect how we are tracking versus the 2024 budget for the first five months. We are \$94,000 under the prorated budget for 2024 and \$2,351,000 or 6.4% higher than actual expenditures from May of 2023.



As always, this information is preliminary subject to final month end closing. Contact me if you have any questions or if there is an area that you would more detail.