

**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: August 17, 2025  
Subject: July 2025 (Seven Months) Flash Financial Report

Dear Council Members:

The following is my Flash Financial Report for July 31, 2025. This covers the first seven months of Calendar 2025 subject to any changes after the month-end accounting closes. The first table lists cash and investment balances for selected funds on July 31, 2025 and July 31, 2024.

### City of Evansville - Cash and Investment Balances – Selected Funds

7/31/2025		Cash + Inv.	Cash + Inv.	Dollar Change	Percent
Cash + Investment Balances		Balance Current	Balance Prior	Current Year	Change
		Year	Year	vs. Prior Year	Current vs.
FUND NO.	FUND	7/31/2025	7/31/2024	7/31/2025	2025 vs
					2024
1101	General Fund	\$ 41,614,862	\$ 49,398,730	\$ (7,783,868)	-15.8%
1176	American Rescue Plan Fund	17,147,518	27,491,318	(10,343,800)	-37.6%
2201	Motor Vehicle Highway Fund	2,556,275	1,829,081	727,194	39.8%
2202	Local Roads & Streets Fund	6,193,436	9,098,372	(2,904,936)	-31.9%
2203	Motor Veh. Hwy. Fd - Restrictec	7,886,219	4,993,250	2,892,969	57.9%
2204	Parks and Recreation Fund	6,271,004	4,905,465	1,365,539	27.8%
2236	Rainy Day Fund	3,465,891	3,336,163	129,728	3.9%
2240	Local Income Tax - Public Safe	4,139,798	3,853,908	285,890	7.4%
4437	Casino Gaming Capital Fund	24,873,808	24,651,879	221,929	0.9%
4445	Jacobsville TIF Fund	4,903,696	4,015,243	888,453	22.1%
4446	Downtown Master TIF	7,202,425	3,714,614	3,487,811	93.9%
6101	Water Utility Operating Fund	27,714,047	18,993,870	8,720,177	45.9%
6201	Sewer Utility Operating Fund	57,375,655	37,282,331	20,093,324	53.9%
7704	Hospitalization Insurance Fund	3,372,498	943,584	2,428,914	257.4%
8801	Fire Pension Fund	3,956,140	3,982,446	(26,306)	-0.7%
8802	Police Pension Fund	4,753,426	4,620,079	133,347	2.9%
TOTAL SELECTED FUNDS		\$ 223,426,698	\$ 203,110,333	\$ 20,316,365	10.0%

The overall cash and investments for these selected accounts increased by \$20.3 million or 10.0% compared to July 2024.

The largest dollar variances were with the Sewer Utility Operating Fund, which was up \$20.1 million or 53.9%, Water Utility Operating Fund which was up \$8.7 million or 45.9%, and the American Rescue Plan (ARPA) with an \$10.3 million/37.6% decrease. The City is required to have the ARPA funds spent by December 31, 2026. So, to meet grant requirements over the next 17 months, we should see further decreases in the fund. Reflected below are the selected funds without the Water Utility Operating, Sewer Utility Operating, and the ARPA Funds. Net of those three funds, the cash and investments for the selected funds increased \$1.8 million or 1.5% over July 2024.

City of Evansville - Cash and Investment Balances – Selected Funds

7/31/2025		Cash + Inv.	Cash + Inv.	Dollar Change	Percent
Cash + Investment Balances		Balance Current	Balance Prior	Current Year	Change
		Year	Year	vs. Prior Year	Current vs.
FUND NO.	FUND	7/31/2025	7/31/2024	7/31/2025	Prior Year
					2025 vs
					2024
1101	General Fund	\$ 41,614,862	\$ 49,398,730	\$ (7,783,868)	-15.8%
2201	Motor Vehicle Highway Fund	2,556,275	1,829,081	727,194	39.8%
2202	Local Roads & Streets Fund	6,193,436	9,098,372	(2,904,936)	-31.9%
2203	Motor Veh. Hwy. Fd - Restrictec	7,886,219	4,993,250	2,892,969	57.9%
2204	Parks and Recreation Fund	6,271,004	4,905,465	1,365,539	27.8%
2236	Rainy Day Fund	3,465,891	3,336,163	129,728	3.9%
2240	Local Income Tax - Public Safe	4,139,798	3,853,908	285,890	7.4%
4437	Casino Gaming Capital Fund	24,873,808	24,651,879	221,929	0.9%
4445	Jacobsville TIF Fund	4,903,696	4,015,243	888,453	22.1%
4446	Downtown Master TIF	7,202,425	3,714,614	3,487,811	93.9%
7704	Hospitalization Insurance Fund	3,372,498	943,584	2,428,914	257.4%
8801	Fire Pension Fund	3,956,140	3,982,446	(26,306)	-0.7%
8802	Police Pension Fund	4,753,426	4,620,079	133,347	2.9%
TOTAL SELECTED FUNDS		\$ 121,189,478	\$ 119,342,814	\$ 1,846,664	1.5%

The General Fund's cash/investments decreased \$7.8 million or 15.8% from the prior. There are a few items that have caused the decrease. 2025 includes the new \$1.15 million payment on the 2024B bonds for the 5<sup>th</sup> and Main parking garage. The General Fund paid an additional \$2.5 million in health insurance premiums with 98.8% of that increase attributable to the Fire and Police employees. As you will note, Fund 7704: Health Insurance Fund has a balance of nearly \$3.4 million and an increase of \$2.4 million from this time last year. \$3 million was paid in additional salaries, with most of the increase due to the cost-of-living increases per the new union contracts and the addition of new positions.

And finally, 2024 included the 3<sup>rd</sup> quarter payment-in-lieu of taxes from EWSU of \$2.5 million. The 2025 3<sup>rd</sup> quarter payment was not received until July 9, 2025. On a positive note, 2025 does include a \$1 million equity payment from Venuworks that was not received in the prior year.

The General Fund's \$41.5 million in cash and investments equates to 3.6 months of operating funds when compared to the revised 2025 operating budget of \$137.95 million. Our goal is to maintain reserves of at least 3 months' operating expenditures. The Casino Fund continues to see monthly increases. Compared to July 2024, the cash and investments have increased nearly \$222,000 or 0.9%.

The table below compares the cash and investments on July 31, 2025 to July 31, 2023. As noted, the cash and investments for these selected funds have increased by a combined \$22.7 million or 23.1% over the past two years. The largest dollar variances were in the Casino fund which is up \$6.1 million or 33.1% and the General Fund with a \$5.5 million/15.3% increase.

City of Evansville - Cash and Investment Balances – Selected Funds

7/31/2025		Cash + Inv.		Cash + Inv.		Percent
Cash + Investment Balances		Balance Current		Balance Prior		Change
		Year		Year		2025 vs.
						2023
FUND NO.	FUND	7/31/2025	7/31/2023	Dollar Change	2025 vs. 2023	2025 vs. 2023
1101	General Fund	\$ 41,614,862	\$ 36,081,507	\$ 5,533,355		15.3%
2201	Motor Vehicle Highway Fund	2,556,275	2,149,919	406,356		18.9%
2202	Local Roads & Streets Fund	6,193,436	10,265,082	(4,071,646)		-39.7%
2203	Motor Veh. Hwy. Fd - Restrictec	7,886,219	4,718,130	3,168,089		67.1%
2204	Parks and Recreation Fund	6,271,004	3,856,429	2,414,575		62.6%
2236	Rainy Day Fund	3,465,891	3,206,248	259,643		8.1%
2240	Local Income Tax - Public Safe	4,139,798	5,736,007	(1,596,209)		-27.8%
4437	Casino Gaming Capital Fund	24,873,808	18,687,578	6,186,230		33.1%
4445	Jacobsville TIF Fund	4,903,696	3,592,175	1,311,521		36.5%
4446	Downtown Master TIF	7,202,425	2,586,405	4,616,020		178.5%
7704	Hospitalization Insurance Fund	3,372,498	(576,168)	3,948,666		-685.3%
8801	Fire Pension Fund	3,956,140	3,747,176	208,964		5.6%
8802	Police Pension Fund	4,753,426	4,431,682	321,744		7.3%
TOTAL SELECTED FUNDS		\$ 121,189,478	\$ 98,482,170	\$ 22,707,308		23.1%

The Health Insurance Fund's cash had a \$2.4 million increase compared to the prior year. We continue to be current on all our outstanding invoices to Central States insurance for teamsters and KBA for everyone else. Total health care expenses increased by over \$3.5 million or 28.5% while employer contributions increased by over \$4.1 million or 25.5%. Insurance claims have increased \$593,800 or 6% over 2024; however, they are down \$5.2 million from 2023. Expense for teamsters' insurance was up 5.1% or \$205,070 over the prior year.

To start the year, we set the contribution rate for non-bargaining at \$1,227 per pay period and set the allocation for the police and fire departments at \$1,775/pay. Due to the large cash balance in the Health Insurance Fund, we have now decreased the non-bargaining rate to \$600/pay and the fire/police to \$900/pay. We will continue to monitor the cash balance and adjust the allocations as needed.

City of Evansville - Cash and Investment Balances – Selected Funds

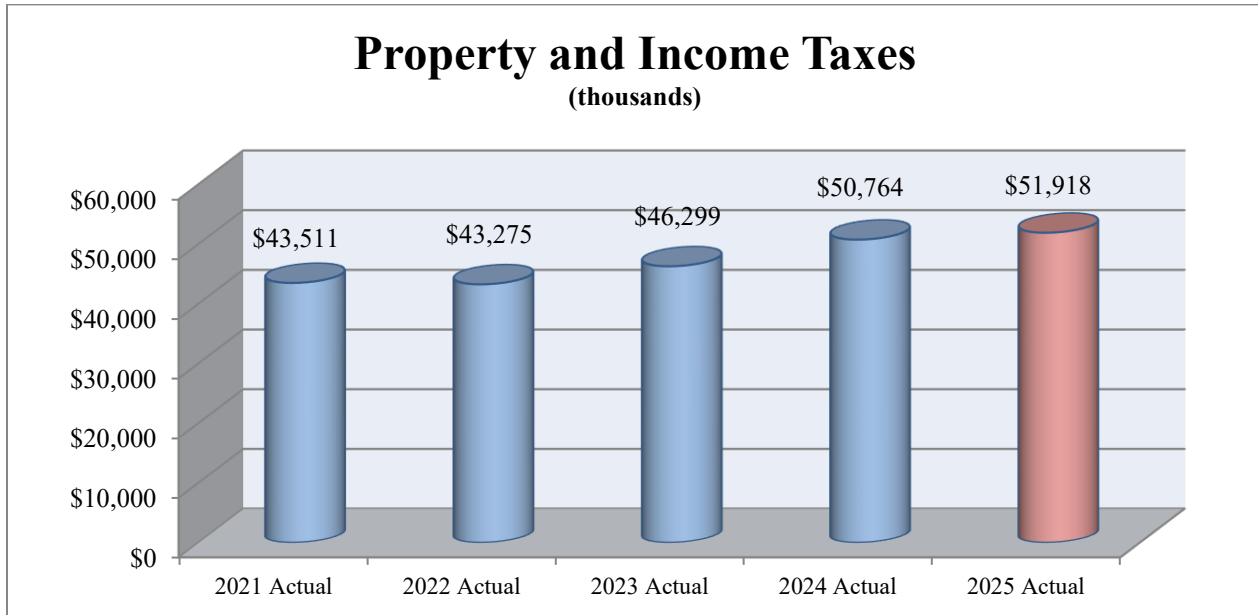
7/31/2025		Cash + Inv.	Cash + Inv.	Dollar Change	Percent
Cash + Investment Balances		Balance Current	Balance Prior	Current Year	Change
		Year	Year	vs. Prior Year	Current
FUND NO.	FUND	7/31/2025	7/31/2024	7/31/2025	vs. Prior
					Year
					2025 vs
					2024
2201	Motor Vehicle Highway Fund	2,556,275	1,829,081	727,194	39.8%
2202	Local Roads & Streets Fund	6,193,436	9,098,372	(2,904,936)	-31.9%
2203	Motor Veh. Hwy. Fd - Restrictec	7,886,219	4,993,250	2,892,969	57.9%
TOTAL SELECTED FUNDS		\$ 16,635,930	\$ 15,920,703	\$ 715,227	4.5%

The only other selected fund with major decreases was the Local Roads/Streets Fund. Our goal for 2025 is to put as much cash as possible into roads and streets repairs and improvements. The Motor Vehicle Highway (MVH) fund had nearly \$2.6 million in cash and investments at the month-end with a revised annual budget of \$5.4 million should cover 5.7 months' worth of expenditures. Revenue for this fund comes from 50% of the Indiana gasoline tax, vehicle registration/license fees, and the Vanderburgh County wheel tax. The Local Roads and Street (LRS) fund had nearly \$6.2 million in cash and investments with a revised budget of \$4.2 million covering 17.7 months' worth of expenditures. The LRS includes the paving of local streets. The Motor Vehicle Highway Restricted (MVHR) Fund had \$7.9 million in cash/investments with a revised budget of \$3.1 million. This fund receives the remaining 50% of the Indiana gasoline tax. The MVHR received \$1.32 million in Community Crossing Matching Grants funds in July. Combined, cash was up 715,227 for the year or 4.5%.

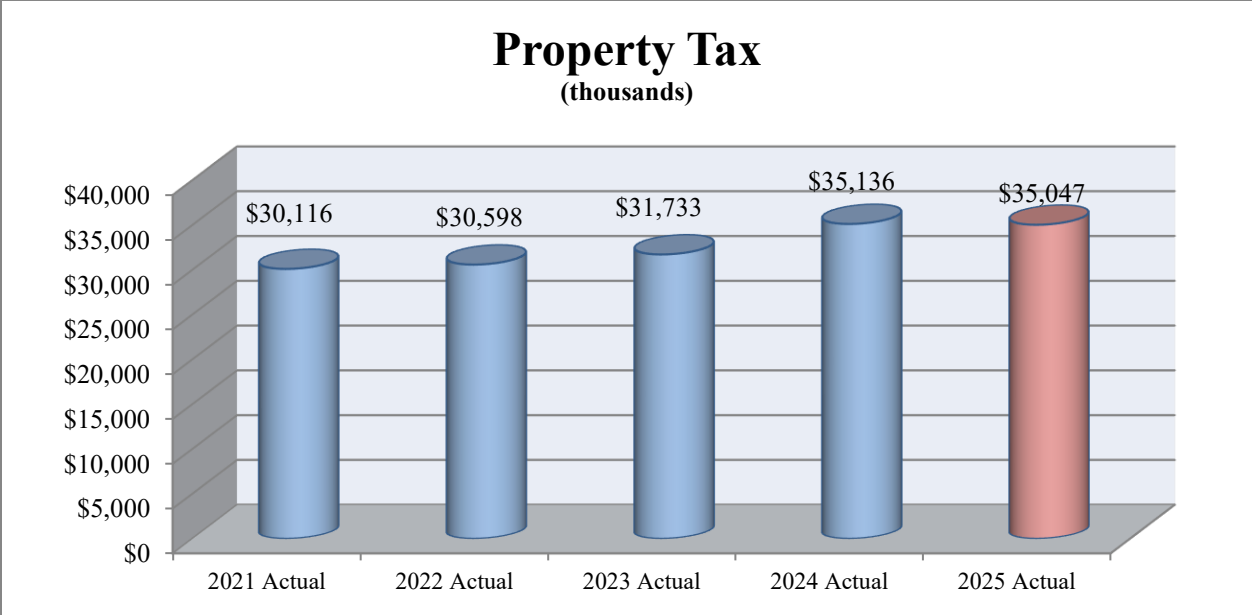
As of July 31, 2025, \$2.86 million in street-paving expenses had been paid. That is an increase of \$871,028 (43.8%) over 2024 and \$2,041,811 (249.4%) over 2023.

7/31/2025		Receipts (7 MO) YTD Current Year	Disbursements (7 MO) YTD Current Year	7 MO Change in Fund Balance Current Year	Cash + Inv. Balance Current Year
FUND NO.	FUND	7/31/2025	7/31/2025	7/31/2025	7/31/2025
2201	Motor Vehicle Highway Fund	3,167,655	2,674,748	492,907	2,556,275
2202	Local Roads & Streets Fund	1,443,388	3,040,756	(1,597,368)	6,193,436
2203	Motor Veh. Hwy. Fd - Restricted	3,672,255	1,402,817	2,269,438	7,886,219
TOTAL SELECTED FUNDS		\$ 8,283,298	\$ 7,118,321	\$ 1,164,977	\$ 16,635,930

Approximately 69.7% of the General Fund's revenue for the seven months came from property and local income taxes. As noted on the chart below, through the first seven months of 2025, these taxes are tracking ahead of last year by \$1.15 million.

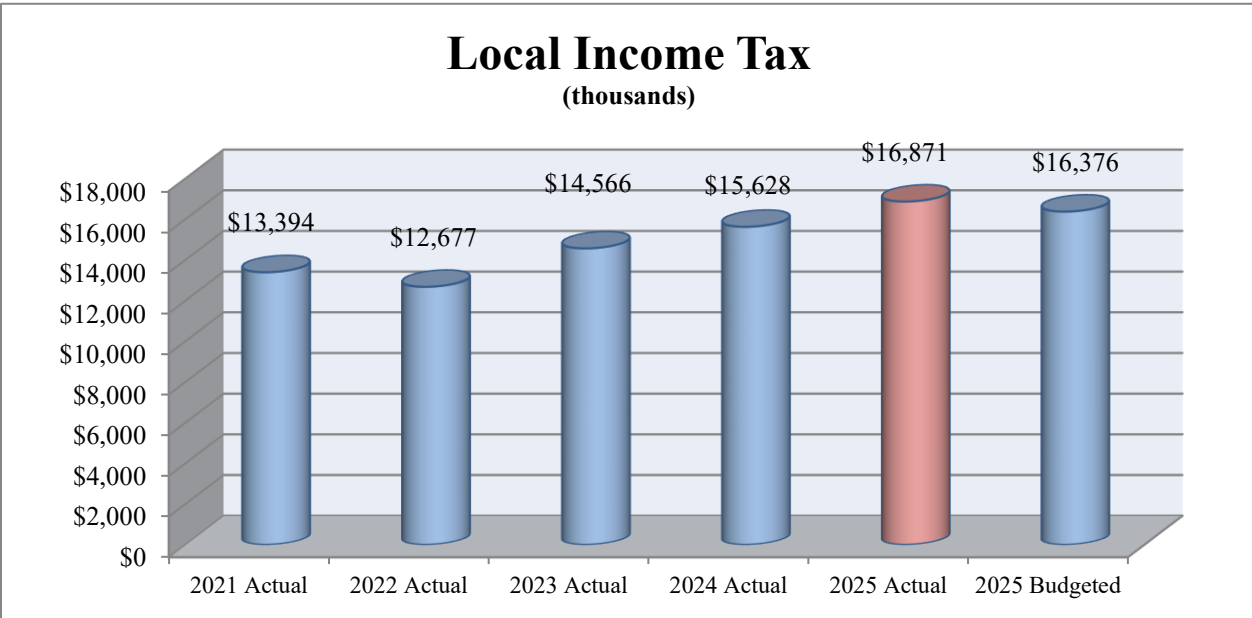


The property tax settlements for May/June were rather disappointing with a \$89,000 decrease from the prior year.



The next chart reflects the local income taxes (LIT) received through July over the past five years, plus it includes what was budgeted for 2025. LIT revenue makes up approximately 20% of the 2025 General Fund revenue. Payments come from the state via the county auditor. The monthly payments are the same amount plus a supplemental payment or 13<sup>th</sup> payment used as essentially a true-up. At the end of July, local income tax payments were up approximately \$1.24 million or 8% over July 2024.

The City received \$2.6 million in its supplemental payment in May and based on the remaining 2025 payments will exceed the 2025 budget of \$26.57 million by \$494,000 for a total of \$27.06 million.



Water Operating's 2025 revenues were \$1.6 million or 4% higher than 2024, while expenses were down \$2.8 million or 6.6% which equates to a \$4.4 million improvement. Sewer Operating revenues were down \$5.4 million/10.3% while expenses were down \$5.9 million/11%, which equates to an improvement of \$466,763. EWSU's management team has implemented some improvements whereas fewer projects are completed by outside contractors, and more work is done in-house by EWSU's employees. The team has saved a combined \$1,459,464 in contractual costs.

A recap of both the Water and Sewer operations are included below. As noted, the Sewer Funds expenses are trailing both 2023 and 2024 as of July 31<sup>st</sup>.

7/31/2025		Receipts (7 MO) YTD	Disbursements (7 MO) YTD	7 MO Change in Fund Balance	Cash + Inv.
	Change In Fund Balances	Current Year	Current Year	Current Year	Balance Current Year
FUND NO.	FUND	7/31/2025	7/31/2025	7/31/2025	7/31/2025
6101	Water Operating	43,049,871	38,726,838	4,323,033	27,714,047
6201	Sewer Operating	47,110,846	47,494,766	(383,920)	57,375,655
TOTAL SELECTED FUNDS		<u>\$ 90,160,717</u>	<u>\$ 86,221,604</u>	<u>\$ 3,939,113</u>	<u>\$ 85,089,702</u>

7/31/2025		Expenses	Expenses	Expenses
FUND NO.	FUND	7/31/2023	7/31/2024	7/31/2025
6101	Water Operating	38,536,281	41,482,706	38,726,838
6201	Sewer Operating	50,591,372	53,347,185	47,494,766
TOTAL SELECTED FUNDS		<u>\$ 89,127,653</u>	<u>\$ 94,829,891</u>	<u>\$ 86,221,604</u>

The next page reflects the cash balances for the Fire and Police Pension Funds as of July 31<sup>st</sup>. These two plans were closed to new participants in 1977. Pension benefits for the past three years, as of July 31<sup>st</sup>, are reflected in the second schedule.

City of Evansville - Cash and Investment Balances – Selected Funds

7/31/2025		Cash + Inv.	Cash + Inv.	Dollar Change	Percent
Cash + Investment Balances		Balance Current	Balance Prior	Current Year	Change
		Year	Year	vs. Prior Year	Current
FUND NO.	FUND	7/31/2025	7/31/2024	7/31/2025	vs. Prior
					Year
					2025 vs
					2024
8801	Fire Pension Fund	3,956,140	3,982,446	(26,306)	-0.7%
8802	Police Pension Fund	4,753,426	4,620,079	133,347	2.9%
TOTAL SELECTED FUNDS		\$ 8,709,566	\$ 8,602,525	\$ 107,041	1.2%

7/31/2025		Pension	Pension	Pension
		Benefits	Benefits	Benefits
		7/31/2023	7/31/2024	7/31/2025
FUND NO.	FUND			
8801	Fire Pension Fund	2,671,796	2,593,801	2,767,494
8802	Police Pension Fund	3,481,692	3,478,131	3,533,176
TOTAL SELECTED FUNDS		\$ 6,153,488	\$ 6,071,932	\$ 6,300,670

This information is a preliminary snapshot as of today and subject to final month-end closing. Contact me if you have any questions or if there is an area that you would like to know more details.