

**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: July 14, 2024  
Subject: June 30, 2024 (6 Mo. YTD) Flash Financial Report

Dear Council Members:

I've attached the Flash Financial Report for June 30, 2024. This covers the first six 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 06/30/2024 and 6/30/2023.

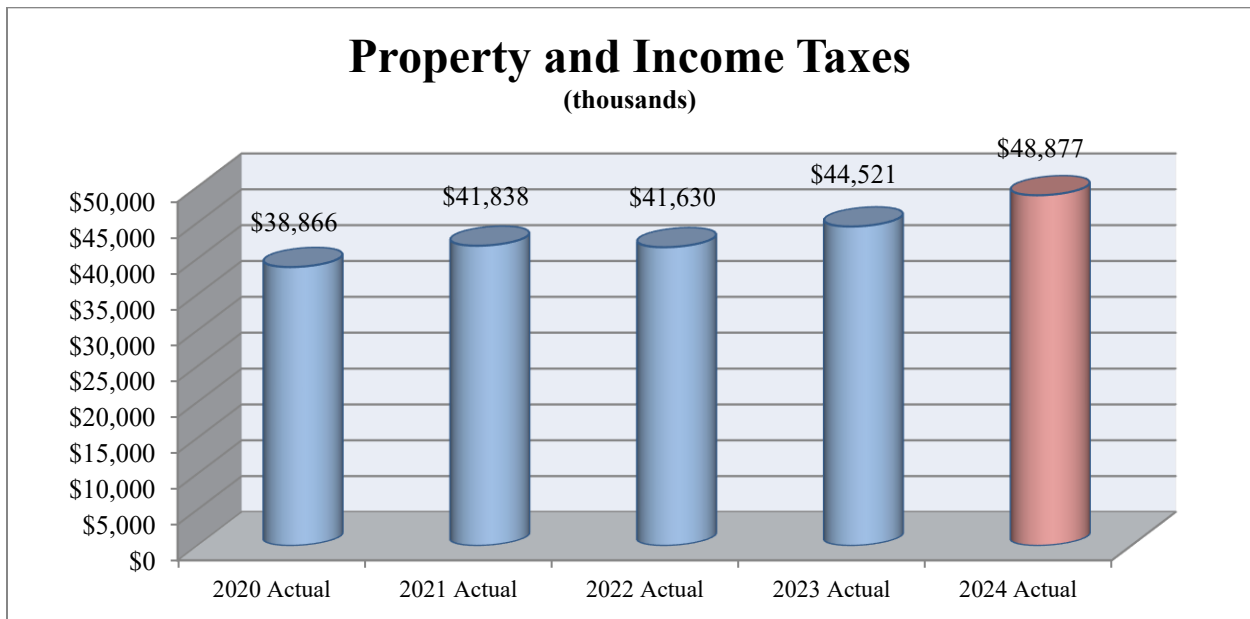
City of Evansville - Cash and Investment Balances – Selected Funds					7/11/2024
6/30/2024	Cash + Investment Balances	Cash + Inv. Balance Current Year	Cash + Inv. Balance Prior Year	Dollar Change Current Year vs. Prior Year	Percent Change Current vs. Prior Year
FUND NO.	FUND	6/30/2024	6/30/2023	6/30/2024	2024 vs 2023
1101	General Fund	\$ 53,890,904	\$ 42,139,348	\$ 11,751,556	27.9%
1176	American Rescue Plan Fund	28,214,929	47,744,505	(19,529,576)	-40.9%
2201	Motor Vehicle Highway Fund	2,721,544	2,590,743	130,801	5.0%
2202	Local Roads & Streets Fund	9,101,725	10,139,058	(1,037,333)	-10.2%
2203	Motor Veh. Hwy. Fd - Restrict	4,818,532	4,558,919	259,613	5.7%
2204	Parks and Recreation Fund	5,726,127	4,521,508	1,204,619	26.6%
2236	Rainy Day Fund	3,318,842	3,198,361	120,481	3.8%
2240	Local Income Tax - Public Saf	3,354,771	5,244,272	(1,889,501)	-36.0%
4437	Casino Gaming Capital Fund	23,591,612	18,294,534	5,297,078	29.0%
4445	Jacobsville TIF Fund	4,646,556	4,243,468	403,088	9.5%
4446	Downtown Master TIF	5,999,142	6,627,256	(628,114)	-9.5%
6101	Water Utility Operating Fund	19,241,495	9,756,276	9,485,219	97.2%
6201	Sewer Utility Operating Fund	37,399,976	27,557,193	9,842,783	35.7%
7704	Hospitalization Insurance Fund	336,397	(286,527)	622,924	217.4%
8801	Fire Pension Fund	4,340,167	4,110,800	229,367	5.6%
8802	Police Pension Fund	5,098,719	4,923,524	175,195	3.6%
	TOTAL SELECTED FUNDS	\$ 211,801,438	\$ 195,363,238	\$ 16,438,200	8.4%

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 \$16.4 million compared to June 2023. Excluding Water/Sewer, cash/investments decreased \$2.9 million. The largest variance was with the American Rescue Plan with a \$19.5 million decrease.

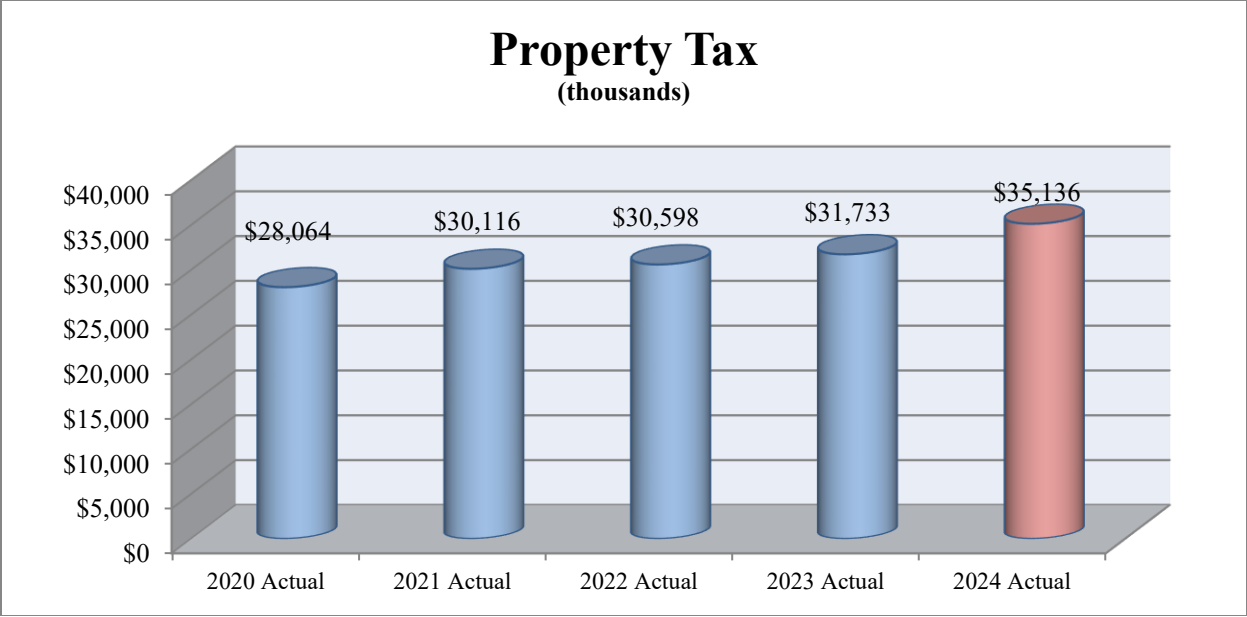
The General Fund's cash/investments increased \$11.8 million from the prior year, which was down \$300,000 from the improvement seen last month. The General Fund's \$53.9 million in cash and investments on June 30, 2024, equates to 5.4 months of operating funds when compared to the 2024 revised operating budget of \$120 million. Approximately \$35.1 million in property taxes was received by June 30<sup>th</sup> compared to \$31.7 million in June of last year.

As of June 30, 2024, total general fund actual expenditures were \$57.5 million or 47.8% of approved appropriations. Including the \$4.8 million in encumbrances, the \$62.3 million equates to 51.9% of appropriations.

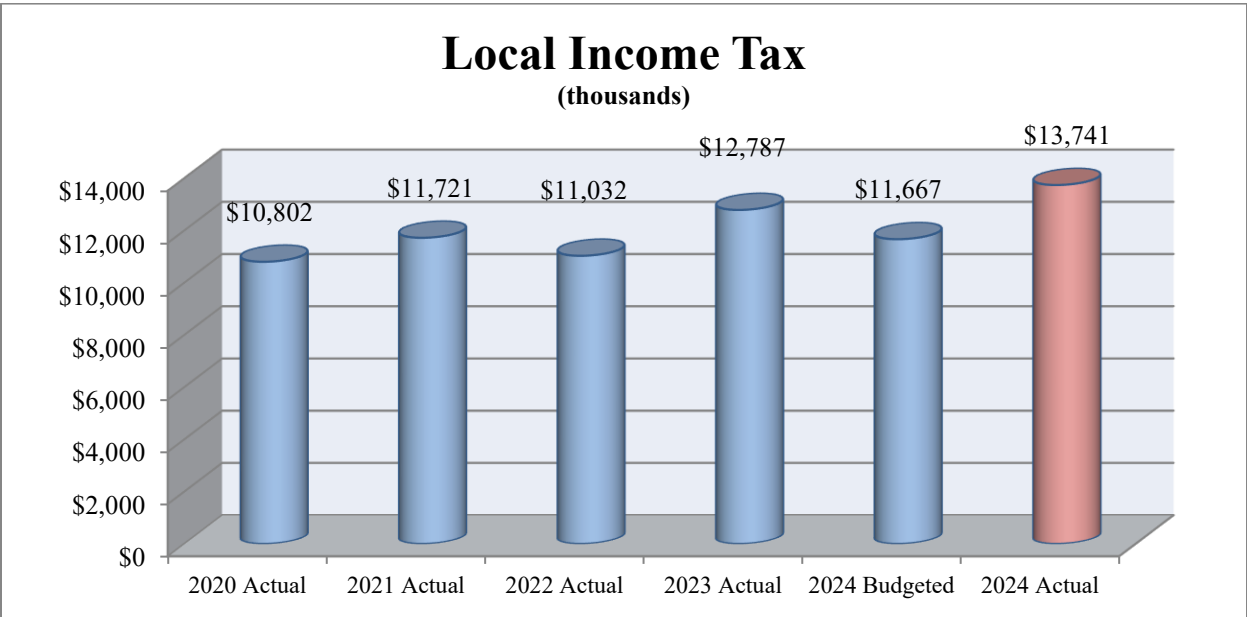
Approximately 72.4% of the General Fund's revenue for the six months came from property and local income taxes. As noted on the chart below, through the first six months of 2024, these taxes are tracking ahead of last year by \$4.4 million and an improvement from the \$3 million that we saw last month.



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 approximately \$3.4 million or 10.7% 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 was at the peak of COVID, and tax collections were delayed a bit. Local income tax payments were up approximately \$954,000 or 7.5% over 2023. 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.



For comparison purposes, I thought it would be interesting to compare the Vanderburgh County local income tax rate of 1.25% to those of the 15 largest cities in Indiana. This information was obtained from the Indiana Department of Revenue and the effective rates as of January 1, 2024.

Indianapolis -Marion County 2.02%  
 Fort Wayne – Allen County 1.59%  
 Evansville – Vanderburgh County 1.25%  
 South Bend – St. Joseph County 1.75%  
 Carmel – Hamilton County 1.1%  
 Fishers – Hamilton County 1.1%  
 Bloomington – Monroe County 2.035%  
 Hammond – Lake County 1.5%  
 Lafayette – Tippecanoe County 1.28%  
 Noblesville – Hamilton County 1.1%  
 Gary – Lake County 1.5%  
 Muncie – Delaware County 1.5%  
 Greenwood – Johnson County 1.4%  
 Kokomo – Howard County 1.95%  
 Terre Haute – Vigo County 2.0%

As you will notice from the above information, other than Hamilton County, Vanderburgh County has the lowest local income tax. Excluding Hamilton and Vanderburgh counties, the average was 1.68% and a median of 1.59%.

For the first six months of the year, the general fund's interest income was \$1.2 million, which was up \$256,000 or 27.3% over the same period in the prior year. For all funds and agencies, the interest income for the first six months was \$7.3 million which was a decrease of nearly \$1 million or 11.8% from the previous year for the same period. Excluding the ARPA and EWSU funds, interest was up \$752,636 from the previous year.

6/30/2024	Change In Fund Balances	Receipts (6 MO) YTD Current Year	Disbursements (6 MO) YTD Current Year	6 MO Change in Fund Balance Current Year	Cash + Inv. Balance Current Year
FUND NO.	FUND	6/30/2024	6/30/2024	6/30/2024	6/30/2024
2201	Motor Vehicle Highway Fund	\$ 3,004,491	\$ 2,811,366	\$ 193,125	\$ 2,721,544
2202	Local Roads & Streets Fund	3,568,180	3,786,697	(218,517)	9,101,725
2203	Motor Veh. Hwy. Fd - Restricted	1,357,220	1,018,514	338,706	4,818,532
	TOTAL SELECTED FUNDS	\$ 7,929,891	\$ 7,616,577	\$ 313,314	\$ 16,641,801

The Motor Vehicle Highway (MVH) fund had over \$2.7 million in cash and investments at month-end with an annual budget of \$6.4 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 \$9.1 million in cash and investments with a revised budget of \$10.5 million. The LRS includes the paving of local streets. As of June 30<sup>th</sup>, \$2.4 million in paving expenses had been paid with an additional \$2.4 million encumbered. The Motor Vehicle Highway Restricted fund had \$4.8 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 June 30<sup>th</sup>, \$513,759 had been spent on milling and paving with another \$464,951 encumbered.

The Parks and Recreation Fund's cash increased \$1.2 million over June of last year. The Parks and Recreation Fund's cash and investments were higher aided by an increase in property taxes of \$255,947 over June of last year. The \$5.7 million in cash and investments equate to 5.4 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 \$5.3 million or 29%. When compared to the prior year, revenue tied solely to the casino revenue was down \$7,909. METS received \$1.4 million more in FTA funding this year than last. Only \$5.4 million of a revised Casino expenditure budget of \$21.8 million had been spent as of June 30<sup>th</sup>. There was \$6.2 million encumbered at month-end. The \$23.6 million in cash and investments at month-end equates to 108.4% of the revised 2024 budget.

The Health Insurance Fund had an increase in cash of \$310,333 from December 2023. When compared to the first six months of last year, claims increased by \$172,096 while total revenue decreased by \$1,374,380 over the same period. It should be noted that the third party administrator has experienced some difficulty with processing claims and is a few weeks behind. We have been told this should be corrected in the next couple of weeks. 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.

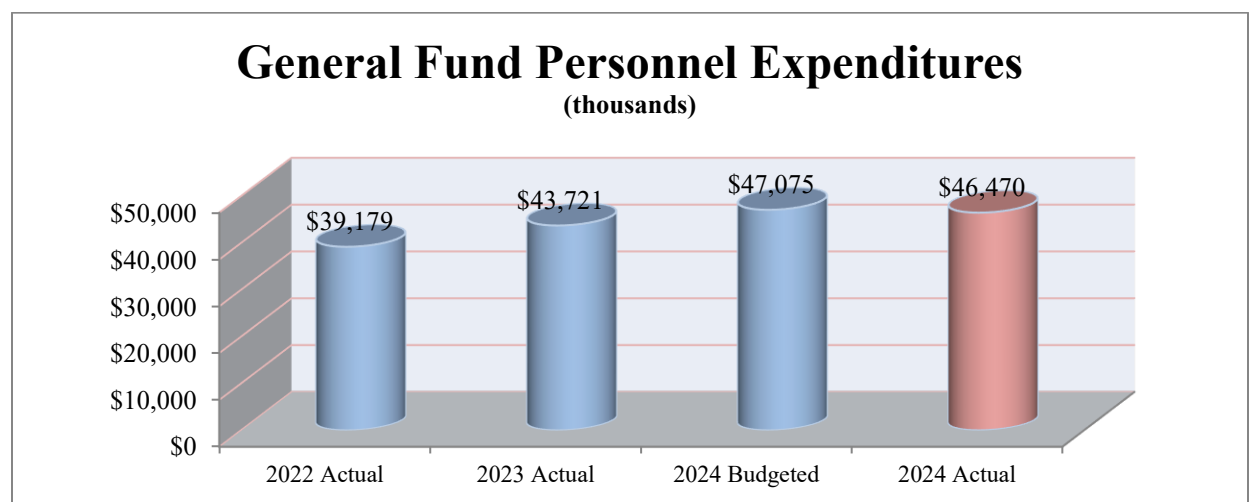
The Fire and Police Pension Funds each ended the first one-half of the year with a slight increase in fund balance. Fire Pension had a surplus of \$23,628 and Police Pension had a surplus of \$54,001. Both pension funds have sufficient cash reserves with Fire Pension holding \$4.3 million or 98% of a full year's expense and Police Pension holding \$5.1 million or 85.6%. These two plans were closed to new participants in 1977. Pension benefits for the past three years as of June 30 are reflected below:

6/30/2024		Pension Benefits	Pension Benefits	Pension Benefits
FUND NO.	FUND	6/30/2022	6/30/2023	6/30/2024
8801	Fire Pension Fund	\$ 2,371,353	\$ 2,299,052	\$ 2,213,415
8802	Police Pension Fund	3,092,585	2,980,224	2,977,086
	TOTAL SELECTED FUNDS	\$ 5,463,938	\$ 5,279,276	\$ 5,190,501

The chart below reflects receipts and expenditures for the six months of the calendar year with the cash and investments as of June 30, 2024, for a few selected funds.

6/30/2024	Change In Fund Balances	Receipts (6 MO) YTD Current Year	Disbursements (6 MO) YTD Current Year	6 MO Change in Fund Balance Current Year	Cash + Inv. Balance Current Year
FUND NO.	FUND	6/30/2024	6/30/2024	6/30/2024	6/30/2024
1101	General Fund	\$ 67,494,539	\$ 57,485,431	\$ 10,009,108	\$ 53,890,904
1176	American Rescue Plan Fund	827,963	8,381,301	(7,553,338)	28,214,929
2236	Rainy Day Fund	46,417	-	46,417	3,318,842
2240	Local Income Tax - Public Safety	3,667,929	4,121,757	(453,828)	3,354,771
4437	Casino Gaming Capital Fund	8,982,818	5,384,991	3,597,827	23,591,612
4445	Jacobsville TIF Fund	1,304,841	917,840	387,001	4,646,556
4446	Downtown Master TIF	5,704,514	3,855,377	1,849,137	5,999,142
6101	Water Utility Operating Fund	35,016,524	34,841,095	175,429	19,241,495
6201	Sewer Utility Operating Fund	44,428,960	45,162,000	(733,040)	37,399,976
7704	Hospitalization Insurance Fund	14,879,363	14,515,847	363,516	336,397
	TOTAL SELECTED FUNDS	\$ 182,353,868	\$ 174,665,639	\$ 7,688,229	\$ 179,994,624

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 six months. We are \$605,000 under the prorated budget for 2024 and \$2,749,000 or 6.3% higher than actual expenditures from June 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.