

CITY OF EVANSTON

2015 Second Quarter Financial Report

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2015 SECOND QUARTER OVERVIEW

As of June 30, 2015:

- **General Fund revenues were \$44.3 M or 48.5% of budget**
- **General Fund expenses were \$41.0M or 44.9% of budget**
- **General Fund 2015 Second Quarter ending unreserved fund balance was \$19,573,881 with a cash balance of \$7,501,885**
- **Fund balance minimum per policy is \$15.2M**

GENERAL FUND REVENUE OVERVIEW

- Revenues are not evenly received throughout the year.
- As of June 30, the City has received 61.1% of the budget for Income tax.
- Additional permit fee revenue will be discussed later in the presentation

<u>Revenues</u>	<u>Budget</u>	<u>Actual</u>	<u>% of Budget</u>
Property Tax	\$ 11,627,072	\$ 6,498,369	55.9%
Sales Tax	16,405,000	7,407,792	45.2%
State Income Tax	7,500,000	4,583,986	61.1%
Utility Tax	8,170,000	3,997,818	48.9%
Real Estate Transfer Tax	2,875,000	1,560,328	54.3%
Liquor Tax	2,450,000	1,288,065	52.6%
Other Taxes	6,289,300	2,877,961	45.8%
Licenses, Permits, Fees	13,466,859	5,113,765	38.0%
Charges for Services	8,130,667	4,617,627	56.8%
Intergovernmental Revenues	725,727	454,790	62.7%
Interfund Transfers	7,892,893	3,821,421	48.4%
Other Non-Tax Revenue	5,902,117	2,097,075	35.5%
Total Revenues	\$ 91,434,635	\$ 44,318,998	48.5%

GENERAL FUND EXPENSE OVERVIEW

- All depts are currently under the 50% anticipation of expenses
- Expenses are not evenly distributed throughout the year (i.e. Parks programs in the summer)

	FY 2015 Budget Adopted	FY 2015 YTD Actual	%
Legislative	677,023	320,929	47.40%
City Administration	1,903,126	804,004	42.25%
Law Department	1,129,534	497,346	44.03%
Administrative Services Department	8,956,805	3,369,184	37.62%
Community Development	2,427,257	1,068,001	44.00%
Police Department	27,820,569	13,488,545	48.48%
Fire Department	14,462,599	6,755,586	46.71%
Health & Human Services Department	3,658,702	1,117,170	30.53%
Public Works Department	18,048,955	8,236,365	45.63%
Parks, Recreation & Community Services	10,836,161	4,228,703	39.02%
Transfer to General Assistance Fund		442,397.50	
Transfer to Debt Service Fund	1,414,583	707,292	50.00%
Total Expenditures	91,335,314	41,035,521	44.93%

ENTERPRISE FUND OVERVIEW

	Budget	Actual	% of Budget
Parking Fund			
Revenues	11,393,593	4,551,059	39.94%
Expenses	15,659,294	2,996,623	19.14%
Water Fund			
Revenues	28,059,100	7,404,723	26.39%
Expenses	32,069,642	5,963,176	18.59%
Sewer Fund			
Revenues	13,077,865	6,129,393	46.87%
Expenses	13,389,635	6,231,681	46.54%
Solid Waste Fund			
Revenues	5,082,361	2,483,933	48.87%
Expenses	5,191,820	2,441,729	47.03%
Total	123,923,310	38,202,317	30.83%



ALL FUNDS REVENUE OVERVIEW

- All funds are grouped by category/type
- Capital funds include Bond Proceeds
- Police/Fire Pension revenues are from taxes, contributions and investment income.

Fund Category	Budgeted Revenue	Actual Revenue	%
General Fund	\$ 91,434,635	\$ 44,318,998	48.5%
Library	\$ 7,843,530	\$ 3,291,783	42.0%
Special Revenue Funds	\$ 4,645,992	\$ 1,462,021	31.5%
CDBG and Housing	\$ 5,510,111	\$ 1,738,782	31.6%
G.O. Debt	\$ 13,625,329	\$ 7,327,327	53.8%
TIF Funds	\$ 7,760,900	\$ 4,064,546	52.4%
Capital	\$ 13,269,650	\$ 583	0.0%
Enterprise Funds	\$ 56,683,927	\$ 20,569,108	36.3%
Internal Service Funds	\$ 23,809,107	\$ 10,474,106	44.0%
Pension funds	\$ 21,175,282	\$ 9,258,273	43.7%
TOTAL	\$ 245,758,463	\$ 102,505,526	41.7%

ALL FUNDS EXPENSE OVERVIEW

- All funds are grouped by category/type
- Capital funds do not include expenses for Water/Sewer, etc.
- Police/Fire Pension Expenses are for benefits paid
- Special Revenue includes Econ Dev, SSA, 911 and G.A.

Fund Category	Budgeted Expenses	Actual Expenses	%
General Fund	\$ 91,335,314	\$ 41,035,521	44.9%
Library	\$ 7,842,530	\$ 2,864,577	36.5%
Special Revenue Funds	\$ 5,841,040	\$ 1,692,715	29.0%
CDBG and Housing	\$ 6,759,535	\$ 1,881,256	27.8%
G.O. Debt	\$ 13,918,114	\$ 3,632,562	26.1%
TIF Funds	\$ 12,357,798	\$ 3,523,898	28.5%
Capital	\$ 19,182,150	\$ 2,232,494	11.6%
Enterprise Funds	\$ 66,316,391	\$ 17,633,209	26.6%
Internal Service Funds	\$ 23,128,664	\$ 9,984,050	43.2%
Pension funds	\$ 18,429,130	\$ 7,645,795	41.5%
TOTAL	\$ 265,110,667	\$ 92,126,077	34.8%

STATE OF ILLINOIS FUNDING

- In April, the City learned that the State would not be fully distributing municipalities' share of the Motor Fuel Tax. There was a \$50 million state-wide cut in the distribution for this month. Monies are currently on hold until a budget is passed.
- Also, the State continues to discuss ways to balance their budget which may impact local revenues.
- Until the State of Illinois passes their full 2015-2016 Budget, the City will need to be very cautious regarding 2015 expenses.

END OF YEAR REVENUE & EXPENSE PROJECTIONS (GENERAL FUND)

- Building Permit revenue– estimated at \$1,200,000 below budget mainly due to extended Army Corps review of NU Lakefront Athletic Complex
- Telecommunications tax– steadily declining throughout the State. Currently, the estimated 2015 revenue for this line item is \$1,050,000 below budget. The proposed budget for 2016 will include consideration of a potential tax on these data plans.
- These two items lead to a revenue shortage of 2.4%
- Other revenues are over budget; net is \$663,734 below budget in revenues
- Staff estimates expenses at \$22,353 over budget with current spending levels

END OF YEAR GENERAL FUND

	2015 Adopted Budget	2015 Estimates
Revenue	91,434,635	90,770,901
Expense	91,335,314	91,357,667
Net	99,321	(586,766)

PROPOSED BUDGET RESPONSE

- **December 31, 2015 Furlough Day**
 - Saving \$114,635 in cash and an additional \$87,827 in future costs as a result of decreasing the Police and Fire Comp/Holiday banks
- **Increase in parking citations—effective Oct 1**
 - Ordinance to council on August 31; additional revenue for 2015 of \$160,000
- **Increase in fee for seat belt violations—effective Oct 1**
 - Ordinance to council on August 31; additional revenue for 2015 of \$5,000
- **Increase ambulance fees— effective Oct 1**
 - Ordinance to council on August 31; additional revenue for 2015 of \$50,000
- **Hiring Freeze—effective September 1**
 - Saving \$350,000
- **\$150,000 transfer from IPBC**

PROPOSED BUDGET RESPONSE

2015 Estimated Expenses (over budget)	22,353	
2015 Adopted Budget Surplus	99,321	
2015 Estimated Revenues (under budget)	(663,734)	
2015 Estimated Deficit	(586,766)	
Furlough Day Savings (1 day)		114,635
Hiring Freeze effective September 1, 2015		350,000
Parking Citation Increase		160,000
Seat belt Fee Increase		5,000
Transfer from IPBC		150,000
Ambulance Fee Increase		50,000
TOTAL	242,869	
FY 2015 audited beginning fund balance	14,982,966	
FY 2015 estimated ending fund balance	15,225,835	
FY 2015 estimated expenses	91,357,667	
FY 2015 estimated fund balance % (policy is 16.6%)	16.67%	

2015 CIP YEAR END ESTIMATES

- Total 2015 Budget \$44,547,211
- Projection of \$29,980,225 will spent by December 31, 2015 (approximately 67.30%)
- Fifty-seven of the 71 initially budgeted projects are anticipated to be finished within this fiscal year (80.28%)

2015 CIP YEAR END ESTIMATES

Carry-over projects examples:

- Lack of grant funding—most notably, Lovelace Park soccer field was a combination of grant funding and GO bonds.
- Crown Center Design will begin in 2016 after an assessment of additional funding.
- Sheridan Road —bids on this project were higher than anticipated. As a result, the City is doing water main lining from Chicago to Lincoln in 2016. The water main replacement from Lincoln to Isabella is being planned as part of the roadway project in 2017. The lining portion will be rebid for construction in early 2016. The open cut portion will be installed in 2017 when the pavement is replaced.

2015 STREET AND WATER MAINS

- All streets initially proposed for resurfacing will be complete in 2015 with the exception of CIP 2.
- CIP 2 will be deferred due to higher than anticipated bid pricing.
 - Hastings Avenue will be re-bid in 2016
 - Main Street resurfacing has been moved to 2017
 - Chicago Avenue water main has been deferred
- Dodge Avenue bike lane did not receive any bid responses. It will be let through IDOT in November.

2015 UTILITY PROJECTS



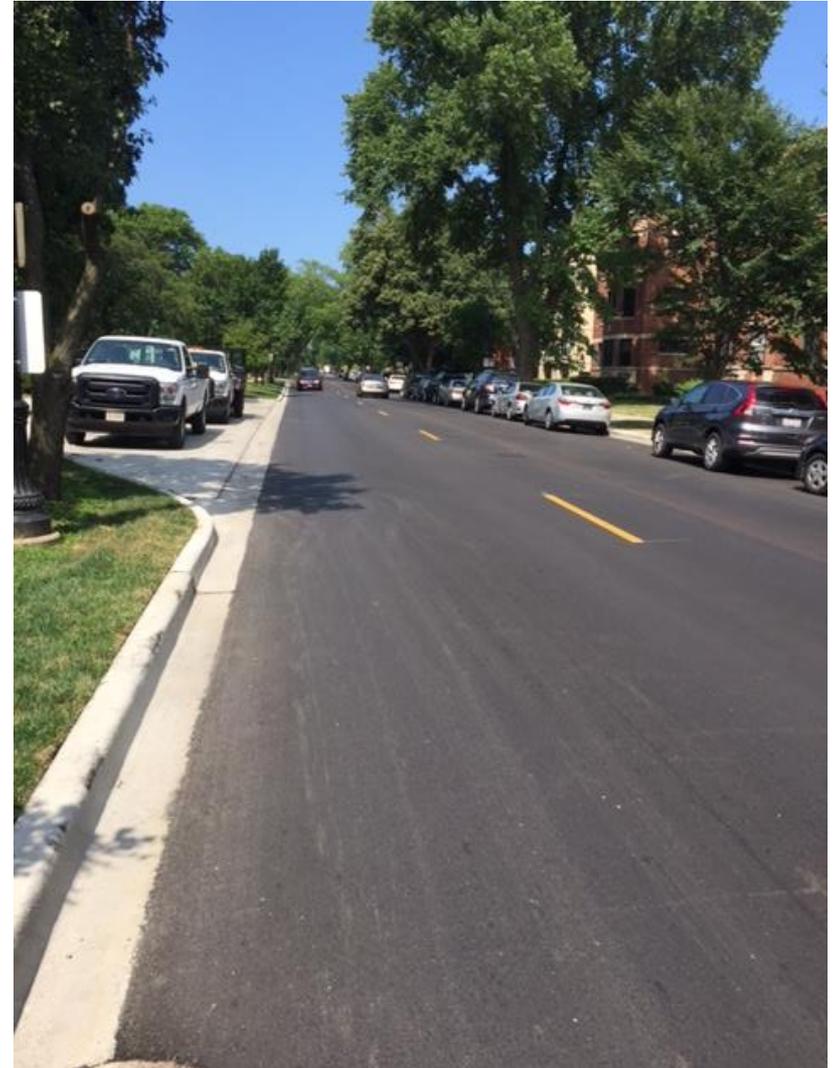
- the north standpipe covered in a tarp as the exterior paint is being applied
- heating elements that were installed in the upturned cones on the 48-inch diameter intake



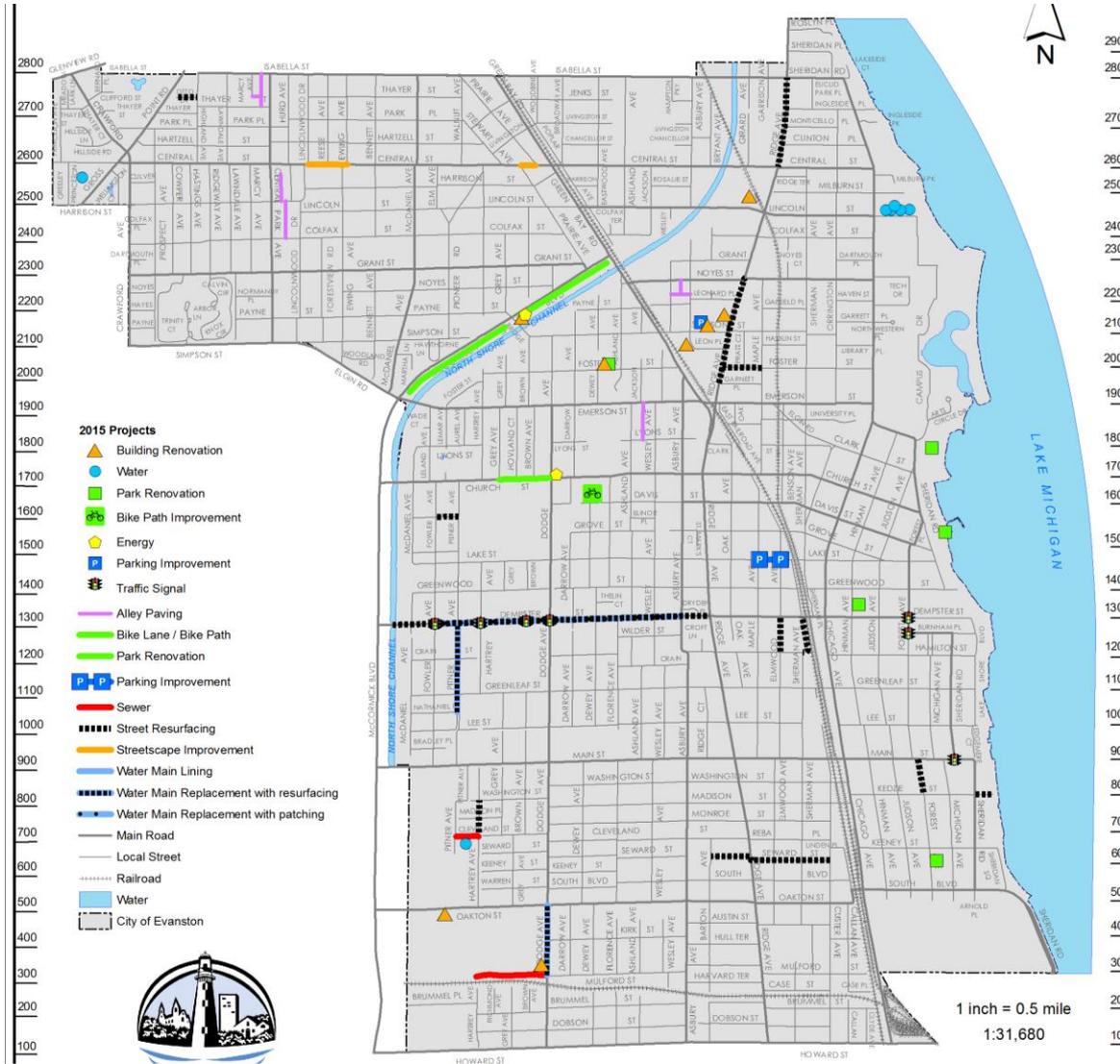
2015 PUBLIC WORKS PROJECTS



2015 PUBLIC WORKS PROJECTS



2015 CIP PROJECTS



City of
Evanston™

Administrative Services

MFT Street Resurfacing Project-- Contract Awarded**Contract Cost \$1,378,359.40**

Street	From	To	MFT	CIP	Water	Sewer
Davis Street	Fowler Avenue	Pitner Avenue	\$53,127.95	\$0.00	\$0.00	\$0.00
Elmwood Avenue	Crain Street	Dempster Street	\$107,379.60	\$0.00	\$0.00	\$0.00
Hartrey Avenue	Cleveland Street	Washington Street	\$84,814.35	\$0.00	\$0.00	\$0.00
Otto Lane	Cul-de-Sac	Highland Avenue	\$83,320.80	\$0.00	\$0.00	\$0.00
Ridge Avenue	Garnett Place	Noyes Street	\$590,945.30	\$0.00	\$0.00	\$0.00
Ridge Avenue	Central Street	Isabella Street	\$458,771.40	\$0.00	\$0.00	\$0.00

MFT/CIP Street Improvement Project (CIP-3)-- Contract Awarded**(Award Pending) Contract Cost \$917,719.00**

Street	From	To	MFT	CIP	Water	Sewer
Forest Avenue	Kedzie Street	Main Street	\$0.00	\$130,426.20	\$0.00	\$0.00
Foster Street	Ridge Avenue	Maple Avenue	\$0.00	\$122,071.50	\$0.00	\$0.00
Kedzie Street*	Sheridan Road	Cul-de-Sac	\$0.00	\$136,447.85	\$0.00	\$0.00
Seward Street	Barton Avenue	Custer Avenue	\$339,012.60	\$0.00	\$0.00	\$0.00
Sherman Avenue	Crain Street	Dempster Street	\$0.00	\$161,570.60	\$0.00	\$0.00
Various Locations			\$0.00	\$28,190.25	\$0.00	\$0.00

Contract Cost \$3,478,157.52**Water Main & Street Resurfacing Project (CIP 1)-- Contract Awarded****Revised Contract \$3,778,372.52**

Street	From	To	MFT	CIP	Water	Sewer
Dempster Street	Fowler Avenue	Asbury Avenue	\$0.00	\$6,050.00	\$1,289,546.45	\$89,670.35
Pitner Avenue	Nathaniel Place	Dempster Street	\$0.00	\$248,962.57	\$842,751.09	\$71,374.10
Dodge Avenue	Mulford Street	Oakton Street	\$0.00	\$278,438.72	\$594,864.84	\$56,499.40
Change Order #1 - Church Street Bike Path			\$0.00	\$140,215.00	\$0.00	\$0.00
Change Order #2 - Environmental Conditions			\$0.00	\$0.00	\$160,000.00	\$0.00

Water Main & Street Resurfacing Project (CIP 2)-- Not Awarded**Not Awarded**

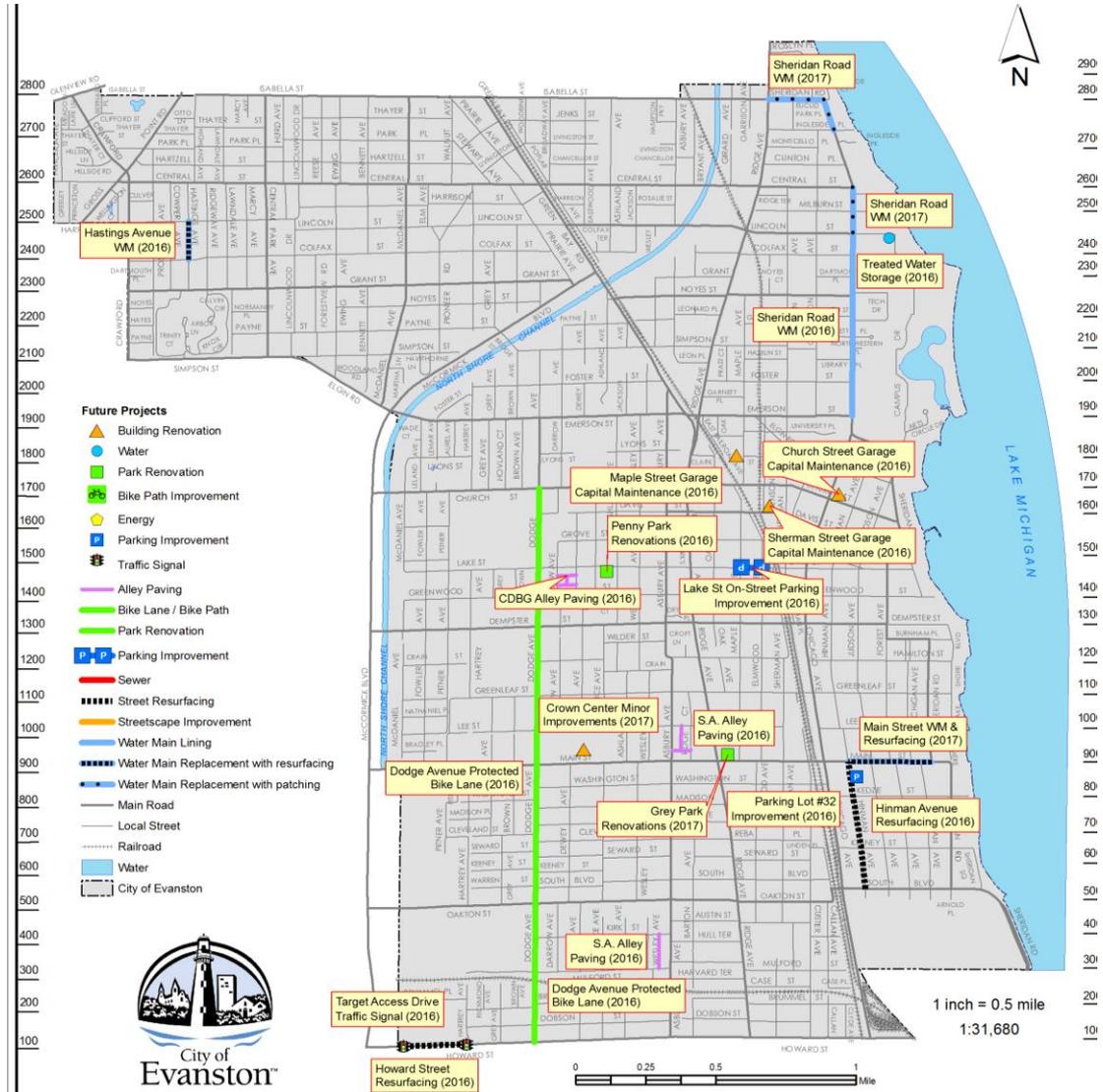
Street	From	To	MFT	CIP	Water	Sewer
Hastings Avenue	Harrison Street	Colfax Street	\$0.00	\$0.00	\$0.00	\$0.00
Chicago Avenue	Grove Street	Clark Street	\$0.00	\$0.00	\$0.00	\$0.00
Main Street	Hinman Avenue	Sheridan Road	\$0.00	\$0.00	\$0.00	\$0.00

On-Street Bike Lane-- Not Awarded

Dodge Ave Protected Bike Lane - Howard to Church

	MFT	CIP	Water	Sewer	
Total 2015 estimated spend	\$1,717,372.00	\$1,252,372.69	\$2,887,162.38	\$217,543.85	\$6,074,450.92

FUTURE CIP PROJECTS



QUESTIONS?