

Fourth Quarter FY 2025 Financial Report

Note: Figures are unaudited and are subject to final adjustments.

GENERAL FUND	Category	Current Year (in thousands)				Prior Yr. (in thousands)		
		FY25	FY25	Actual	%	FY24	Actual	%
		Adp.	Amd.	6/30/25	Amd.	Amd.	6/30/24	Amd.
	Revenue							
	Property Taxes	49,060	49,060	48,671	99%	46,950	46,786	100%
	From Other Gov't.	35,415	37,209	39,461	106%	34,073	34,764	102%
	Fines/Forfeitures	2,010	2,722	3,528	130%	3,348	3,505	105%
	Use of Money/Property	1,679	2,179	3,744	172%	1,241	3,414	275%
	Charges for Services	7,988	8,182	9,421	115%	7,823	9,122	117%
	Licenses/Permits	4,790	4,790	4,011	84%	4,140	4,021	97%
Other Revenue	8,140	8,140	15,095	185%	8,673	9,755	112%	
Total Revenue (\$)		109,082	112,283	123,931	110%	106,247	111,367	105%
Expenditures								
Personnel	65,008	66,079	65,572	99%	61,083	60,483	99%	
Operating	20,387	23,847	21,442	90%	22,031	17,099	78%	
Capital Outlay	3,536	14,522	12,021	83%	5,866	4,829	82%	
Other	5,228	5,228	5,533	106%	5,539	4,684	85%	
CIP Transfer	9,300	12,974	12,974	100%	12,790	12,790	100%	
Transfers Out	5,553	6,461	6,461	100%	5,680	5,680	100%	
Total Expenditures (\$)		109,012	129,110	124,002	96%	112,989	105,563	93%

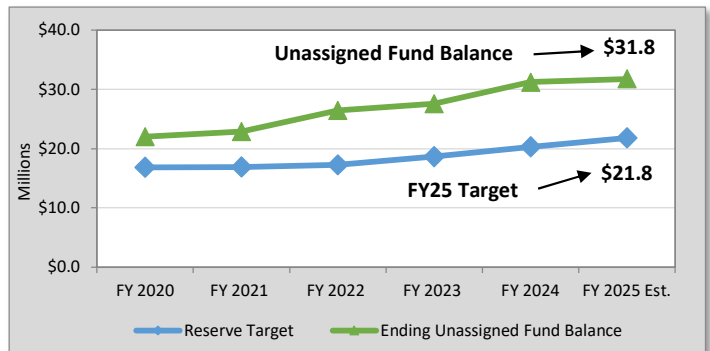
General Fund Summary

FY25 General Fund revenues exceeded the amended budget by ten percent, while expenditures ended the year four percent under the amended budget. Significant variances by revenue and expenditure category are discussed on page 2.

The healthy unassigned fund balance discussed below keeps the city in a good position to weather economic uncertainties and address capital funding needs. Staff will provide recommendations on potential uses for unassigned fund balance above the required reserve level during the upcoming FY27 budget process.

General Fund Unassigned Fund Balance

The FY25 estimated ending unassigned fund balance equals \$31.8 million, which is \$8.3 million above the FY26 target. This amount factors in the \$2 million committed on the FY26 adopted budget ordinance, as well as \$2.3 million assigned for purchase orders that rolled from FY25 to FY26. Unassigned fund balance above the reserve target can be used for one-time needs. Given recent discussions on the King Farm Farmstead property, other unfunded capital needs such as RedGate Park, and the current budget planning process, staff recommends that this reserve balance be held for discussion in the context of needs presented in the FY27 through FY31 CIP budget.



General Fund Contingency Status

Per the city's Financial Management Policies, contingency funds are available for unanticipated, unbudgeted expenditures of a non-recurring nature and/or unexpected cost increases.

General Fund Contingency Usage through 4Q	Amount
Adopted FY25 General Fund Contingency	350,000
Replacement of postage meter	(25,700)
Supplemental funding for gun buyback	(2,000)
Lobbying contract increase	(8,000)
Furniture for City Manager's Office	(22,210)
Time to Care Act MML Collaborative	(10,000)
Executive recruitment	(40,000)
Election review consultant	(60,000)
Outside legal services	(543,417)
SBITA savings	361,327
FY25 Contingency Remaining (\$) *	-

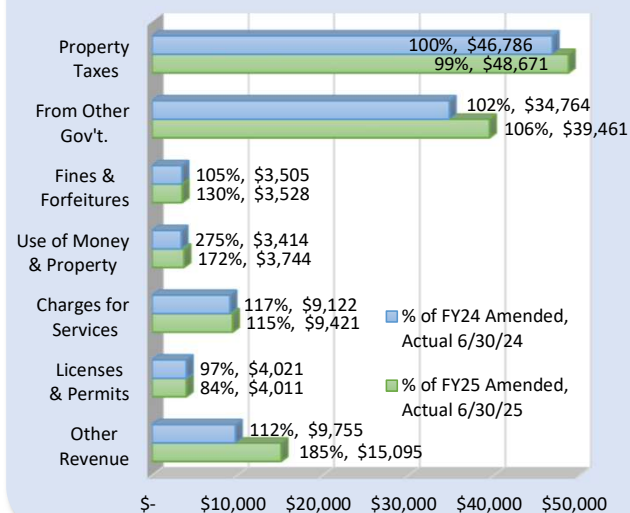
*Spending for outside legal services exceeded available contingency by \$361,327, supported by SBITA savings.

Unspent Personnel Funds

Unspent funds related to vacant General Fund positions are tracked and reported quarterly, along with any uses of these funds outside of routine personnel adjustments. Historically, in addition to vacancy-related costs, these funds have been used for weather-related needs such as snow removal.

Unspent Personnel Funds	4Q Only	YTD FY25
Gross unspent funds from vacancies	514,814	2,452,741
Vacancy-related (costs)/savings	(248,282)	(1,573,783)
Net Unspent Funds	266,532	878,958
Uses of Net Unspent Funds		
Sworn police pay increase	-	(231,035)
Holiday employee gift cards	-	(56,673)
Snow and ice removal	-	(84,712)
Net Unspent Funds Remaining (\$)	266,532	506,538

General Fund Revenues (in thousands)



General Fund Revenues by Category

Property Taxes totaled \$48.7 million, or 99% of the amended budget.

Revenue **From Other Governments** totaled \$39.5 million, or 106% of the amended budget. Income tax revenue is included in this category and totaled \$22.5 million for FY25, a \$1.9 million increase over FY24. Income tax revenue is budgeted at \$21.2 million for FY26. While it is too early to know the impact of the federal layoffs and current government shutdown on FY26 income tax revenue, staff will monitor this source for adjustments if needed during the second half of FY26.

Revenue from **Fines & Forfeitures** totaled \$3.5 million, or 130% of the amended budget due to redlight camera citations exceeding estimates.

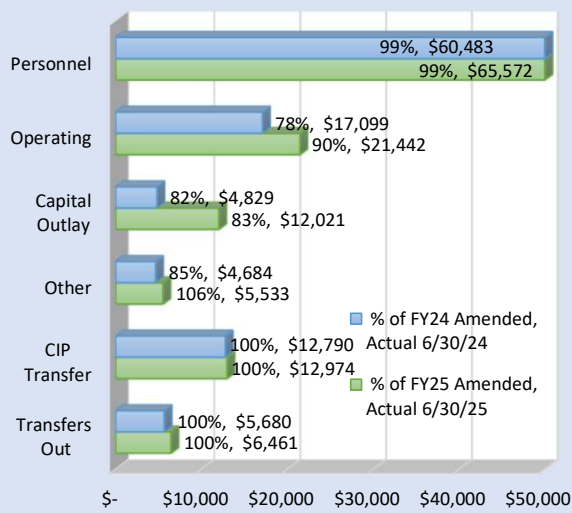
Use of Money & Property revenue totaled \$3.7 million, or 172% of the amended budget due to investment earnings and cable franchise fees exceeding estimates.

Charges for Services revenue totaled \$9.4 million, or 115% of the amended budget due to recreation revenue exceeding estimates.

Licenses & Permits revenue totaled \$4 million, or 84% of the amended budget due to building permit and rental license revenue ending the year below estimates.

Other Revenue totaled \$15.1 million, or 185% of the amended budget. This category includes \$7.2 million in revenue related to the recording of subscription-based IT arrangements (SBITAs) in compliance with GASB 96.

General Fund Expenditures (in thousands)



General Fund Expenditures by Category

Personnel spending totaled \$65.6 million, or 99% of the total amended personnel budget.

Operating expenditures totaled \$21.4 million, or 90% of the amended operating budget. This category includes just under \$1 million in funding for goods and services ordered but not received in FY25; that funding will be rolled to FY26 on the November budget amendment.

Capital Outlay expenditures totaled \$12 million, or 83% of the amended budget. This category includes \$1.3 million in funding for equipment ordered but not received in FY25; that funding will be rolled to FY26 on the November budget amendment.

Other expenditures totaled \$5.5 million, or 106% of the amended budget due to the recording of lease agreements exceeding estimates.

The **CIP Transfer** totaled \$13 million for FY25.

The **Transfers Out** category totaled \$6.5 million for FY25. This category includes transfers to the Parking, Debt Service, Refuse (for RHE refuse bills), and Special Activities funds.

WATER FUND	Current Year (in thousands)				Prior Year (in thousands)			
	FY25	FY25	Actual	%	FY24	Actual	%	
	Adp.	Amd.	6/30/25	Amd.	Amd.	6/30/24	Amd.	
Total Revenue (\$)	14,453	14,453	14,906	103%	14,301	13,841	97%	Water Fund operating expenses were under budget due to favorable pricing on chemicals used at the Water Treatment Plant. Additionally, the operating and capital outlay budgets included funds for services and equipment ordered but not received in FY25; that funding will be rolled to FY26 on the November budget amendment. A large portion of Water Fund spending occurs in the multi-year CIP.
<i>Expenses</i>								
Personnel	4,622	4,689	4,601	98%	4,385	4,487	102%	
Operating ¹	3,729	3,890	3,390	87%	3,844	3,340	87%	
Capital Outlay ¹	752	1,054	479	45%	618	416	67%	
Admin/Other/Interest	6,724	7,081	6,904	98%	6,242	6,225	100%	
Total Expenses (\$)	15,828	16,714	15,375	92%	15,088	14,468	96%	

SEWER FUND	Current Year (in thousands)				Prior Year (in thousands)			
	FY25	FY25	Actual	%	FY24	Actual	%	
	Adp.	Amd.	6/30/25	Amd.	Amd.	6/30/24	Amd.	
Total Revenue (\$)	15,547	15,573	16,269	104%	16,133	15,830	98%	Sewer Fund personnel spending was under budget in FY25 due to savings from vacant positions. The capital outlay budget included funds for equipment ordered but not received in FY25; that funding will be rolled to FY26 on the November budget amendment. A large portion of Sewer Fund spending occurs in the CIP and goes toward the city's capital contribution to the Blue Plains Wastewater Treatment Facility.
<i>Expenses</i>								
Personnel	2,327	2,363	2,080	88%	2,203	2,154	98%	
Operating ¹	4,736	5,762	5,525	96%	5,172	4,654	90%	
Capital Outlay ¹	414	758	614	81%	735	558	76%	
Admin/Other/Interest	7,698	7,943	7,935	100%	7,626	7,614	100%	
Total Expenses (\$)	15,175	16,826	16,154	96%	15,737	14,979	95%	

REFUSE FUND	Current Year (in thousands)				Prior Year (in thousands)			
	FY25	FY25	Actual	%	FY24	Actual	%	
	Adp.	Amd.	6/30/25	Amd.	Amd.	6/30/24	Amd.	
Total Revenue (\$)	7,626	7,626	7,903	104%	7,144	7,553	106%	Refuse Fund personnel spending was under budget in FY25 due to savings from vacant positions. Operating costs were under budget primarily due to lower than budgeted processing and dump fees as well as unused contingency funding. The capital outlay budget included funds for equipment ordered but not received in FY25; that funding will be rolled to FY26 on the November budget amendment. Other costs exceeded budget due to higher than estimated depreciation costs.
<i>Expenses</i>								
Personnel	3,790	3,847	3,309	86%	3,667	3,375	92%	
Operating ¹	2,424	2,424	2,081	86%	2,346	2,176	93%	
Capital Outlay ¹	846	991	2	0%	1,069	1,118	105%	
Admin/Other/Interest	1,843	1,843	1,945	106%	1,849	1,765	95%	
Total Expenses (\$)	8,903	9,105	7,337	81%	8,932	8,434	94%	

¹Capital outlay purchases and operating leases with useful lives of more than five years are capitalized and depreciated or amortized in accordance with Generally Accepted Accounting Principles (GAAP). The City's financial statements reflect this adjustment, whereas this report shows the actual expense. As a result, the prior year actuals shown on this report in enterprise funds will differ from the financial statements in the amount of the cost of any capitalized assets or leases.

SWM FUND	Current Year (in thousands)				Prior Year (in thousands)		
	FY25	FY25	Actual	%	FY24	Actual	%
	Adp.	Amd.	6/30/25	Amd.	Amd.	6/30/24	Amd.
Total Revenue (\$)	7,319	7,319	7,119	97%	6,319	6,912	109%
<i>Expenses</i>							
Personnel	3,127	3,173	2,984	94%	2,942	2,762	94%
Operating ¹	1,243	1,283	1,068	83%	1,333	1,233	93%
Capital Outlay ¹	128	150	16	11%	110	109	100%
Admin/Other/Interest	2,561	2,811	2,567	91%	2,614	2,437	93%
Total Expenses (\$)	7,058	7,417	6,635	89%	6,998	6,542	93%

SWM Fund personnel spending was under budget in FY25 due to savings from vacant positions. Operating costs were under budget primarily due to underspending on underground stormwater facility inspections and unused contingency funding. The capital outlay and other budgets include funds for goods and services ordered but not received in FY25; that funding will be rolled to FY26 on the November budget amendment. A large portion of SWM Fund spending occurs in the multi-year CIP.

PARKING FUND	Current Year (in thousands)				Prior Year (in thousands)		
	FY25	FY25	Actual	%	FY24	Actual	%
	Adp.	Amd.	6/30/25	Amd.	Amd.	6/30/24	Amd.
Total Revenue (\$)	2,792	2,792	2,928	105%	2,380	2,689	113%
<i>Expenses</i>							
Personnel	329	334	303	91%	304	302	99%
Operating ¹	144	144	124	86%	169	108	64%
Capital Outlay ¹	0	0	0	0%	0	0	0%
Admin/Other/Int.	1,624	1,624	1,671	103%	1,644	1,576	96%
Total Expenses (\$)	2,097	2,102	2,098	100%	2,118	1,987	94%

The General Fund transfer to the Parking Fund totaled \$1.2 million in FY25, compared to \$1 million in FY24. Parking Fund revenue from fines and violations increased 22% compared to FY24.

Personnel spending was under budget due to Parking Enforcement Officer vacancies in the first half of FY25. Operating costs were under budget due to lower payments than budgeted to the city's parking enforcement services contract.

Capital Improvements Program (CIP) Transfers, All Funds

The City's Financial Management Policies allow the City Manager to approve transfers of unspent project appropriations between capital projects within the same fund. These transfers will always net to zero, as any change in total appropriation by fund must be approved by the Mayor and Council through an appropriations ordinance. Any transfers between projects during the reporting period are shown below.

4Q CIP Transfers	Amount (\$)	Fund	Reason for Transfer
There were no CIP transfers in 4Q FY25.	-		

¹Capital outlay purchases and operating leases with useful lives of more than five years are capitalized and depreciated or amortized in accordance with Generally Accepted Accounting Principles (GAAP). The City's financial statements reflect this adjustment, whereas this report shows the actual expense. As a result, the prior year actuals shown on this report in enterprise funds will differ from the financial statements in the amount of the cost of any capitalized assets or leases.