



CITY OF ROCHESTER, MINNESOTA

Financial Statement Overview 2023

CITY OF ROCHESTER

INDEPENDENT AUDIT DECEMBER 31, 2023

- Issued unmodified opinion on City's basic financial statements
 - City issued 2023 Annual Comprehensive Financial Report in June 2024
 - Smith Schafer relied on BakerTilly's unmodified opinion on Electric and Water Utility Funds
 - Smith Schafer relied on CliftonLarsonAllen's unmodified opinion on the blended component unit, DMCC
 - City applied for GFOA Certificate of Achievement for Excellence in Financial Reporting for the 2023 Annual Comprehensive Financial Report & responded to GFOA comments on 2022 Annual Comprehensive Financial Report for which City received the Certificate
- Smith Schafer is performing the Single Audit of 2023 federal grant awards in July
- Audit Committee Meeting
 - Reviewed results of 2023 Audit, Implementation of Current and Future Accounting Standards, and the Auditors' Responsibility Letter

GOVERNMENTAL FUND TYPES

- **General Fund**
- **Special Revenue Funds:**
 - Library
 - Municipal Recreation System
 - Mayo Civic Center
 - Edward Byrne Memorial JAG
 - Airport Operations
 - F.E. Williams Estate
 - Transit
 - Settlement
 - Minnesota Bio Science Center
 - Community Development Projects
 - DMCC
- **Capital Project Fund**
 - Capital Improvement
- **Debt Service Funds:**
 - Tax Increment Bonds
 - TIF Revenue Bond
 - EDA Bond
 - Lodging Tax Revenue Bond
 - GO Variable Rate Sales Tax Bond
 - Lease Revenue 2020A Bond
 - 2020C GO Refunding Bond
 - Energy System Replacement Bond
 - 2023A GO Tax Abatement Bond

PROPRIETARY FUND TYPES

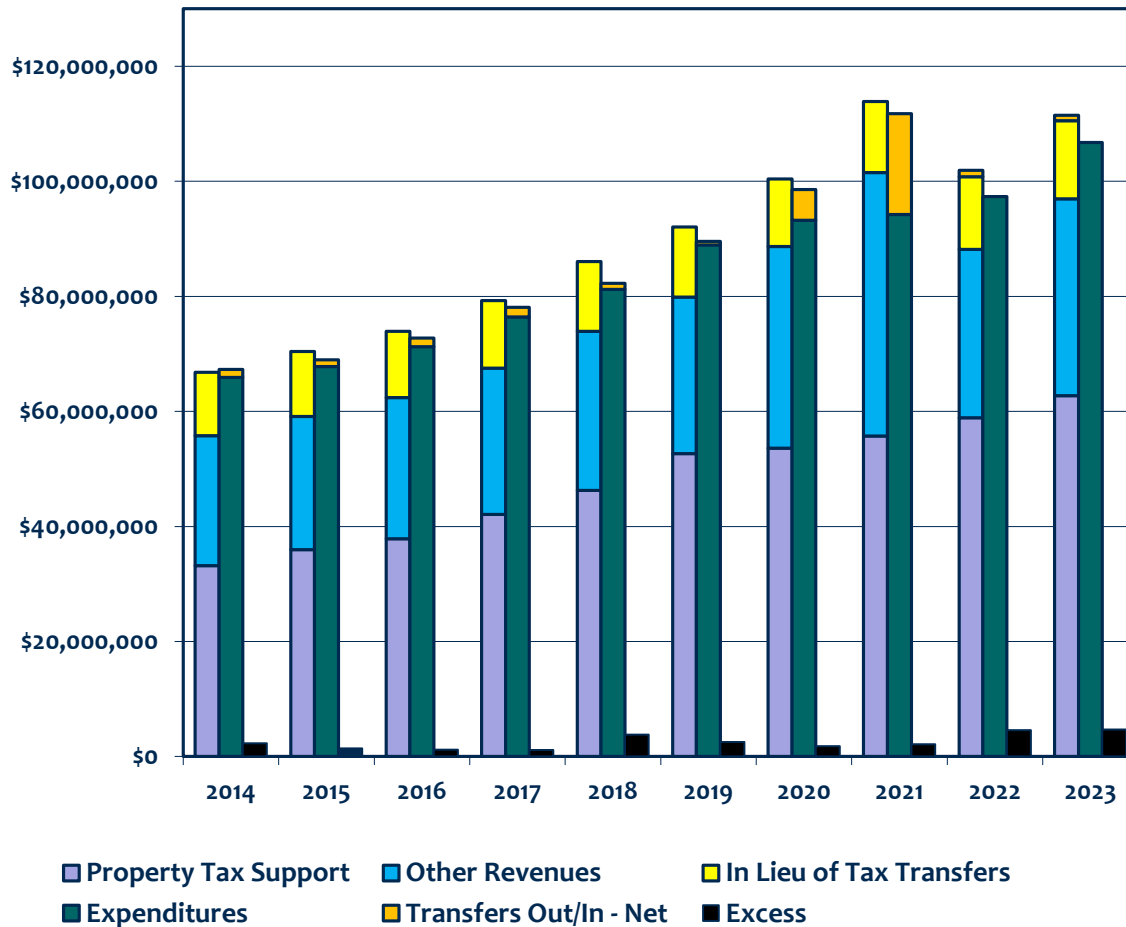
- **Enterprise Funds:**

- Parking
- Electric
- Water
- Sewer
- Storm Water

- **Internal Service Funds:**

- Equipment Revolving
- Information Technology Revolving
- Self-Insurance
- Employee Benefits

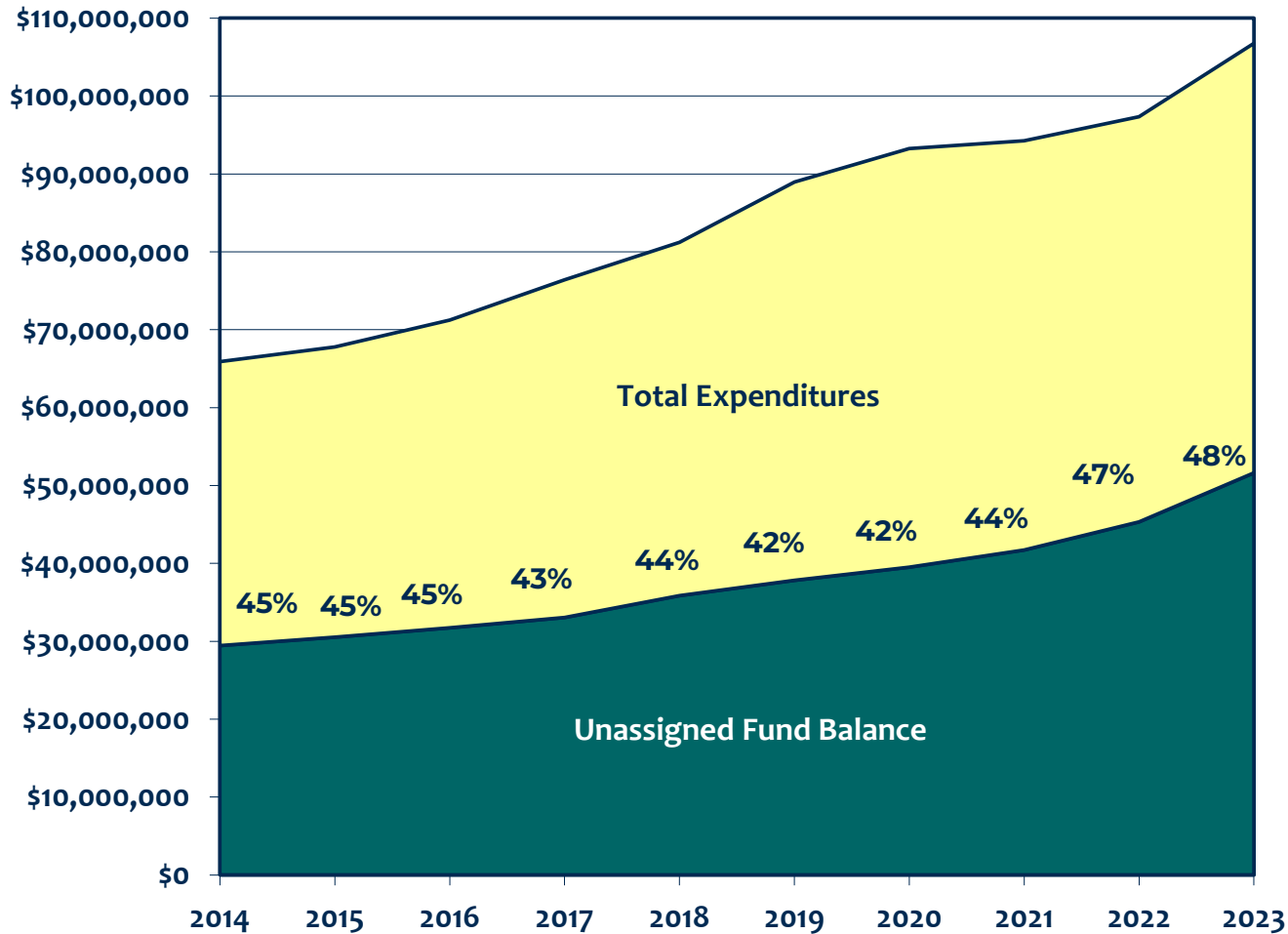
GENERAL FUND REVENUES AND EXPENDITURES



- Generated surplus of **\$4,711,371** in 2023
- Revenues increased **\$6,021,598** from 2022 to 2023 primarily as the result of:
 - Increase in property tax revenue \$3.8M
 - Increase in fair value of investments \$3.1M
- Expenditures increased from 2022 to 2023 by **\$9,409,143** or **9.7%**
 - Increases in:
 - General Government \$2.4 Mil
 - Public Safety \$6.2 Mil
 - SBITA Implementation \$2.8 Mil
- 2023 In Lieu of Tax received by General Fund:

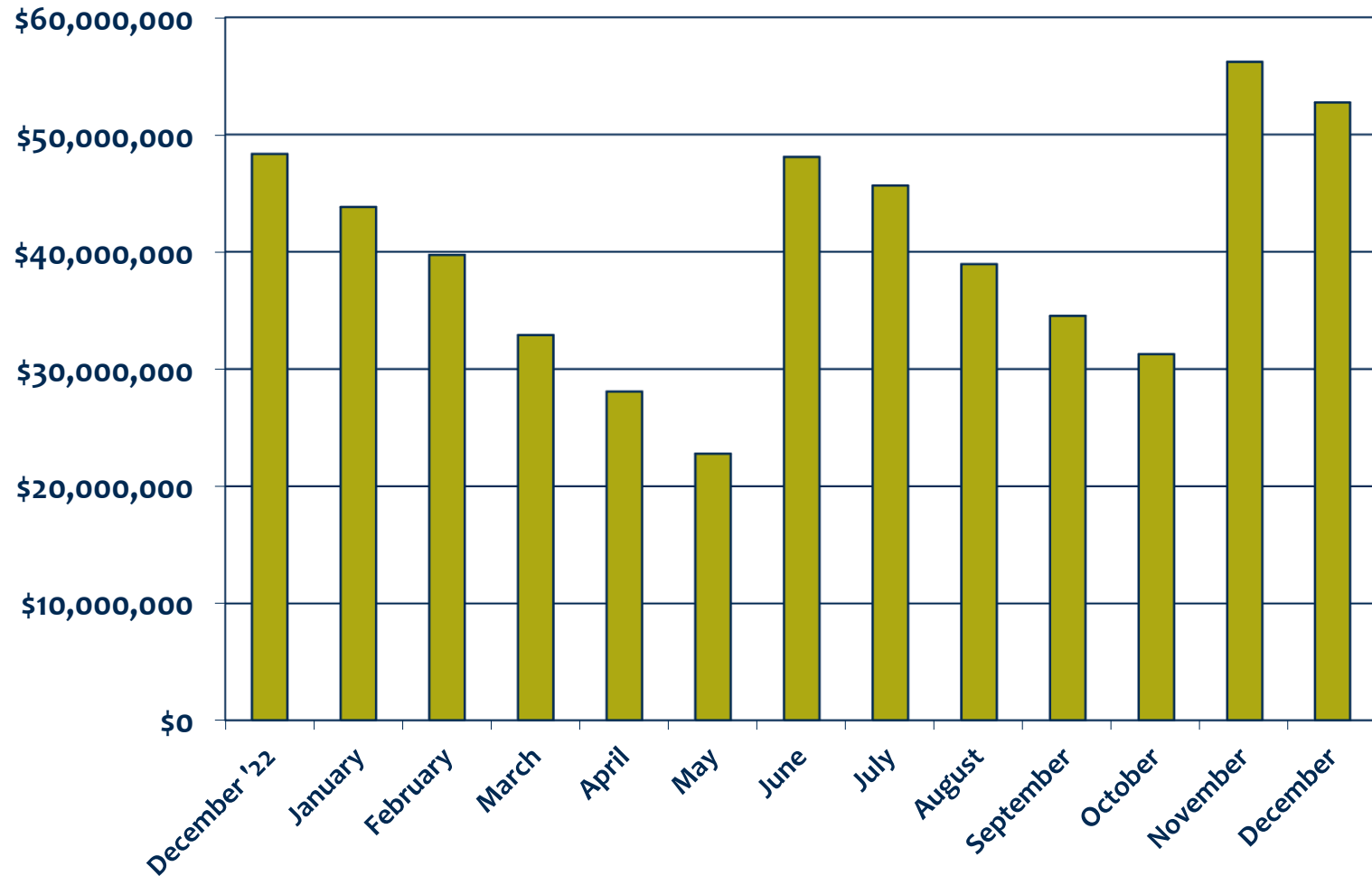
– Electric	\$9,629,299
– Sewer	1,995,000
– Storm Water	685,760
– Parking	816,098
– Water	<u>490,813</u>
– Total	<u>\$13,616,970</u>

GENERAL FUND – UNASSIGNED



- General fund unassigned fund balance was **\$51,673,746** at 12/31/23 - expenditures totaled **\$106,750,245** in 2023
- State Auditor recommendation and adopted city policy is no less than 5 months of expenditures (**42%**)
- Unassigned fund balance at 12/31/23 is **45%** of 2024 budgeted general fund expenditures of **\$114.4M**

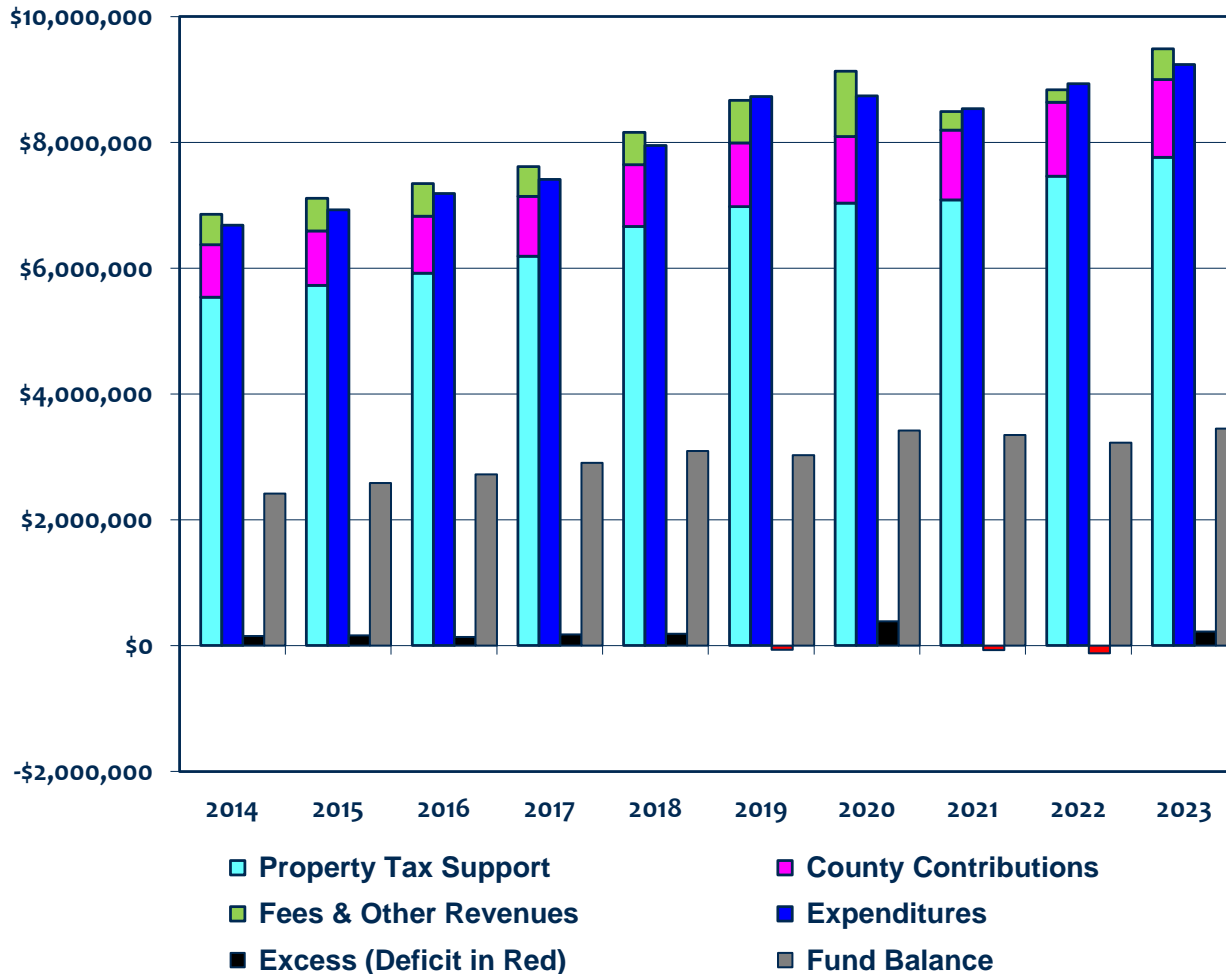
GENERAL FUND - 2023 MONTH END CASH AND INVESTMENT BALANCES



SPECIAL REVENUE FUNDS

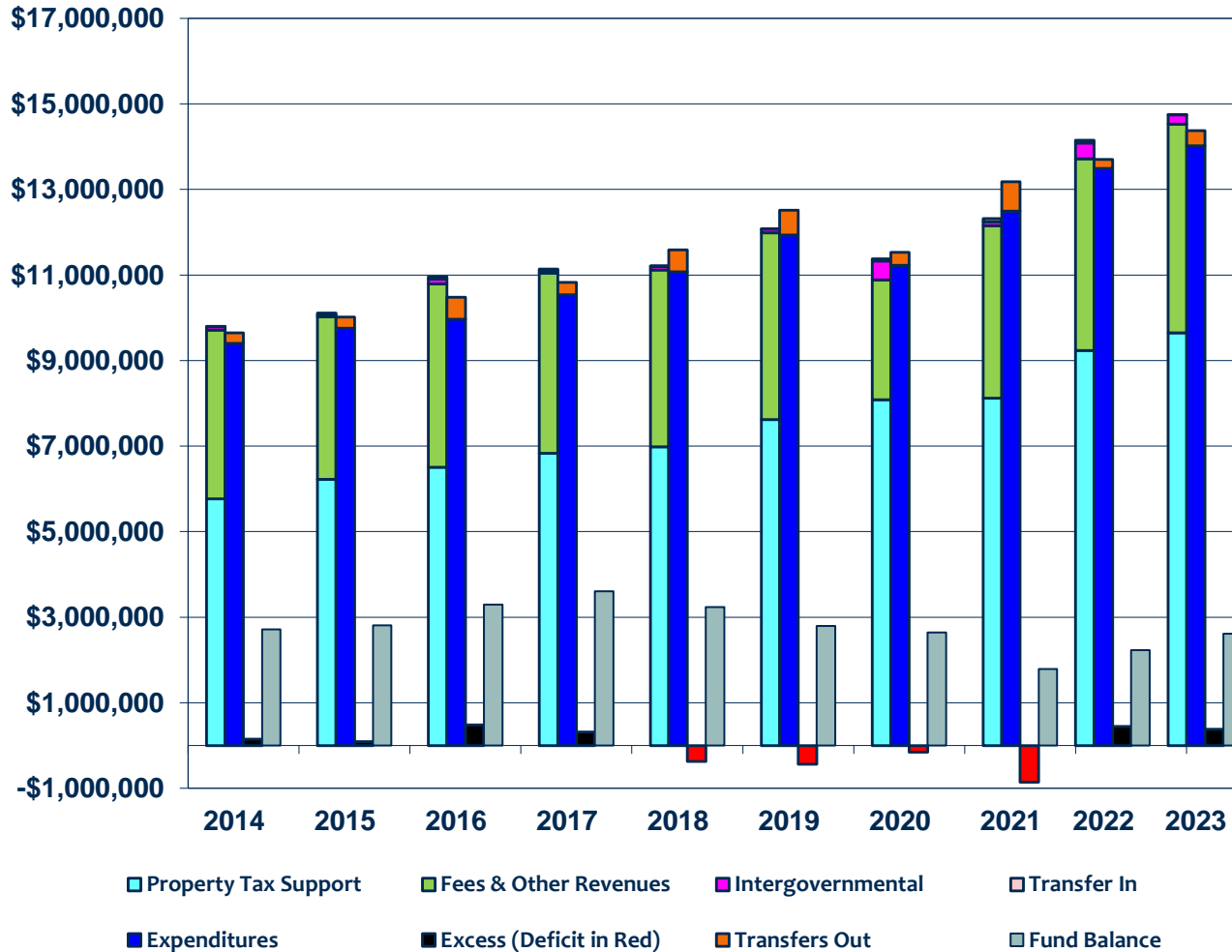
- Library
- Municipal Recreation System
- Mayo Civic Center
- Edward Byrne Memorial JAG
- Airport Operations
- F.E . Williams Trust
- Transit
- Settlement
- Minnesota Bio Science Center
- Community Development Projects
- DMCC

LIBRARY FUND



- Property taxes of **\$7,760,673** represented **81.8%** of Library revenues in 2023
- In 2023, the Library operated at a surplus of **\$223,279**
- County contributions totaled **\$1,236,610** in 2023 which is raised through property taxes levied outside of the City
- Expenditures increased by **\$306,223** in 2023
- Ending Fund Balance of **\$3,449,998** was **37%** of 2023 Expenditures

MUNICIPAL RECREATION SYSTEM



- **Municipal Recreation System includes:**

- Recreation Center
- Golf operations
- Parks, Forestry, and Parkway Maintenance
- Recreation
- Tennis Center
- Swimming Pools
- Plummer House
- Foster Arend Park
- Graham Arena
- Nat'l Volleyball Center

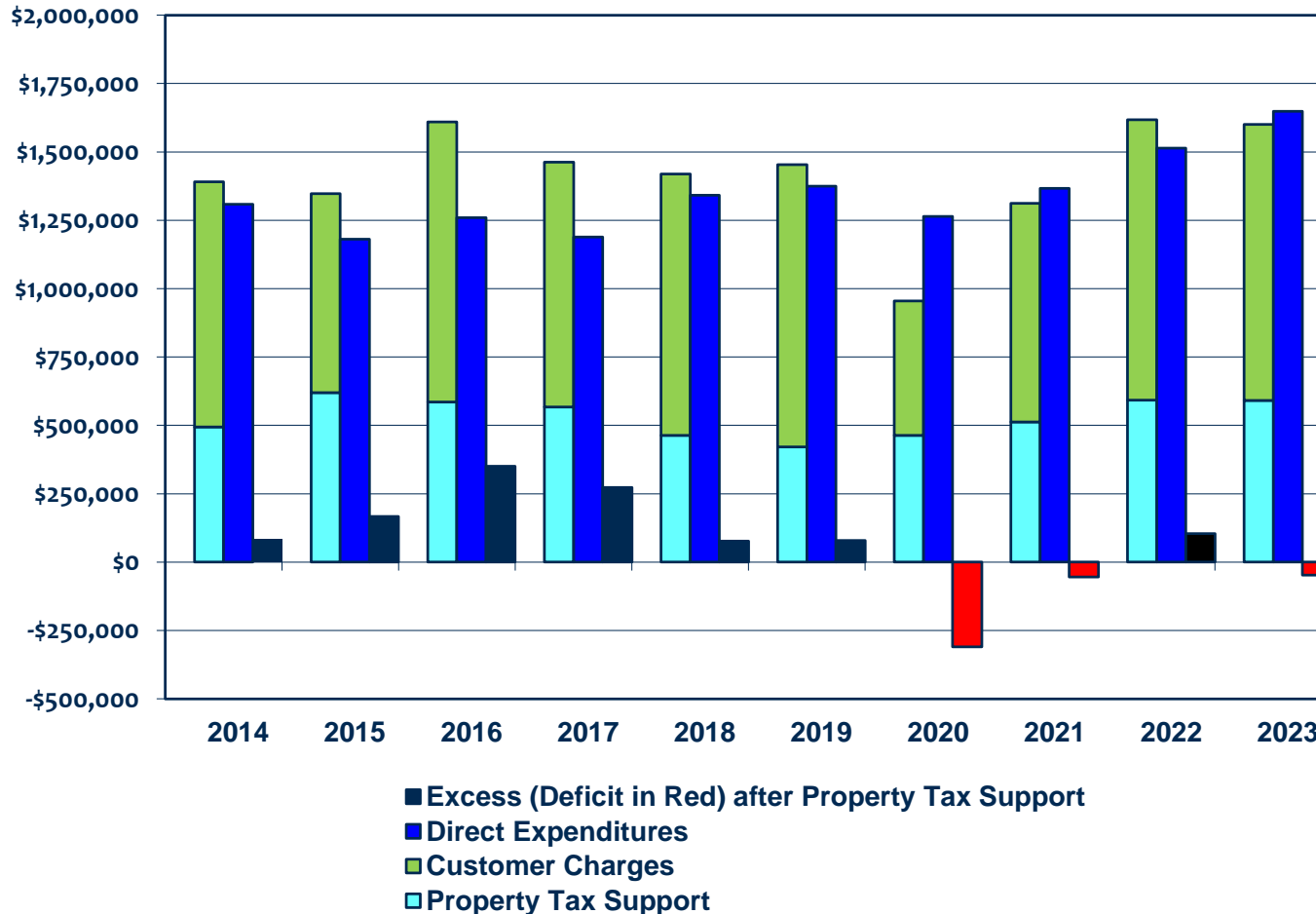
- Property taxes of \$9,650,296 were 65% of revenues in 2023

- In 2023, Municipal Recreation System operated at a surplus of \$379,737, after net transfers out of \$338,801

- Fund balance totaled \$2,611,939 at 12/31/23 (19% of 2023 Expenditures)

RECREATION CENTER

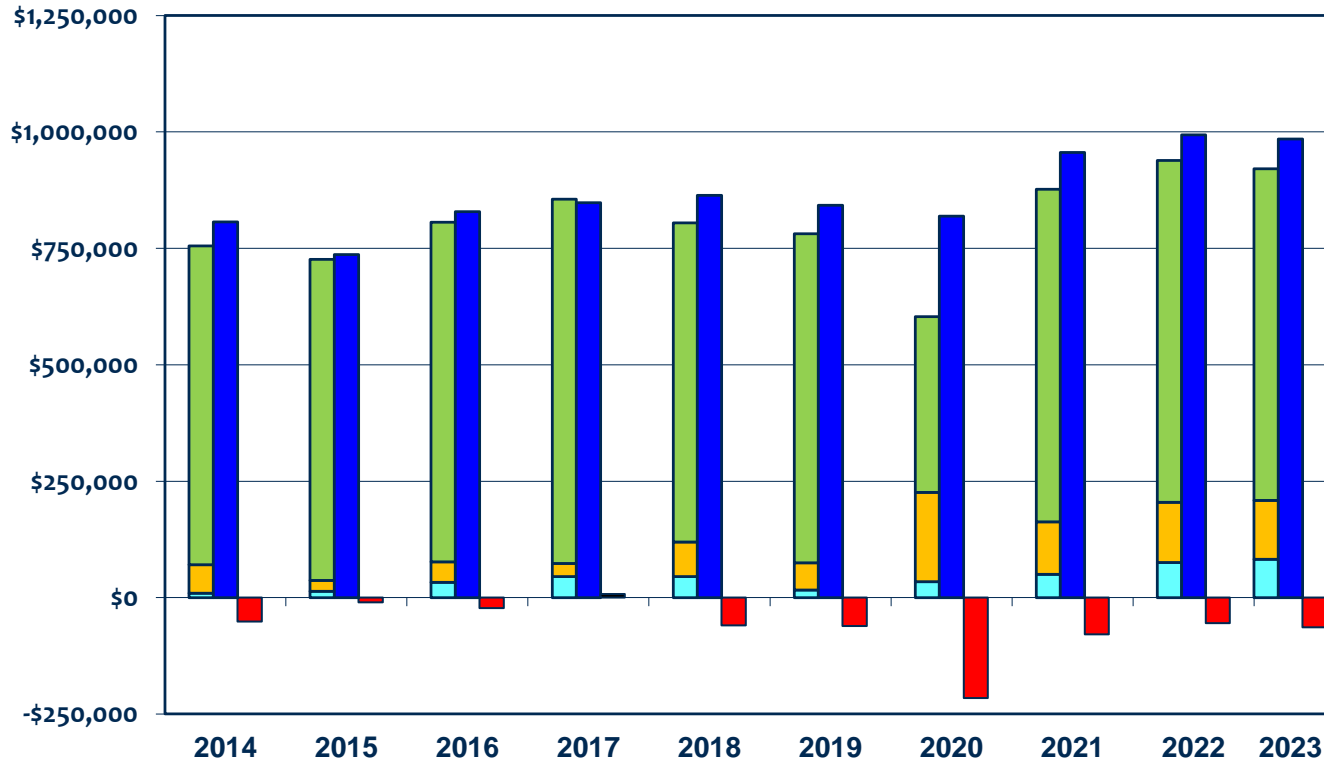
CHARGES FOR SERVICES, DIRECT EXPENDITURES, AND PROPERTY TAX SUPPORT



- Direct expenditures exceeded customer charge revenues by \$638,846 in 2023, versus \$488,368 in 2022
- The Recreation Center was supported by tax levy of \$591,024 in 2023

Graham Arenas

Charges for Services, Direct Expenditures, and Property Tax Support

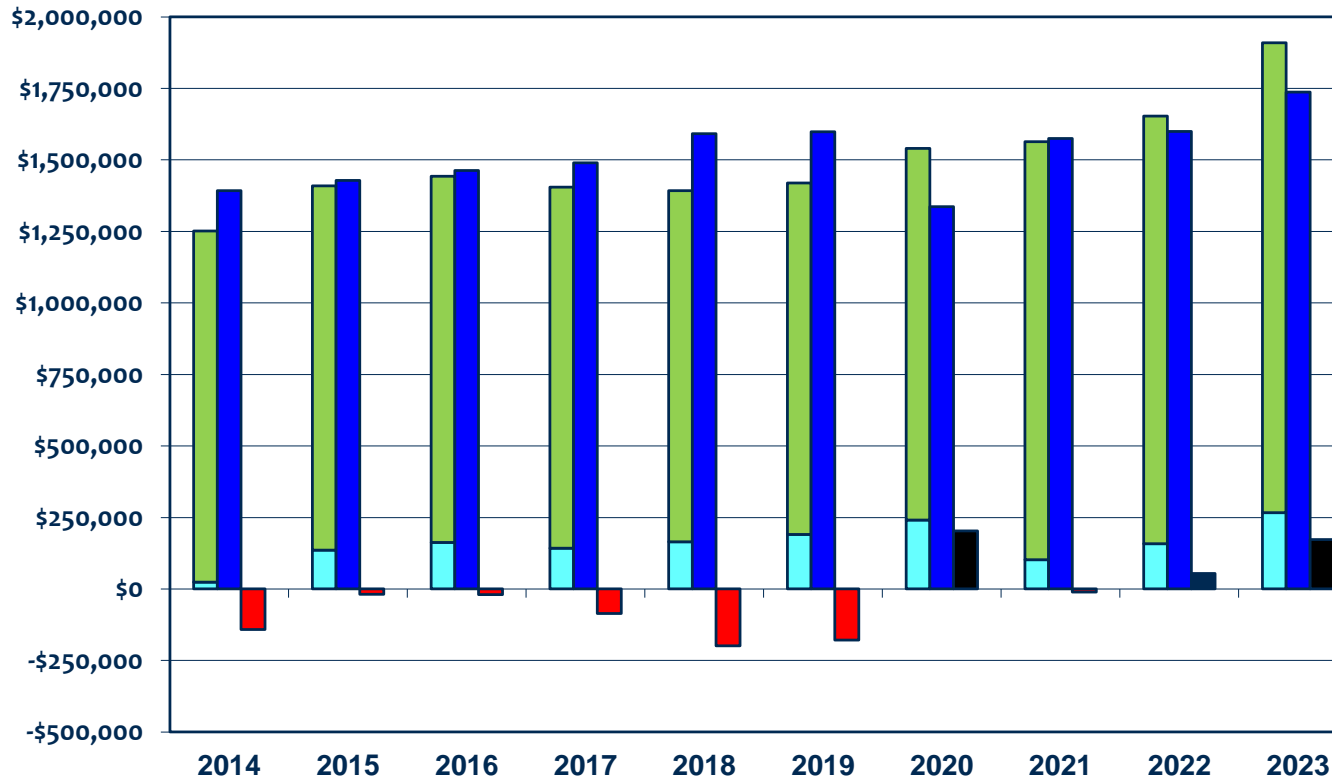


- Rentals, User Fees, Program Fees, and commissions totaled **\$712,444** in 2023
- Expenditures totaled **\$984,544** in 2023, a decrease of **\$9,184** from 2022
- Any operating deficit is split between the city and county

■ Excess after Property Tax Support (Deficit Red) ■ Direct Expenditures
■ Program & User Fees ■ County Contributions
■ Property Tax Support

Golf Operations

Charges for Services, Direct Expenditures, and Property Tax Support

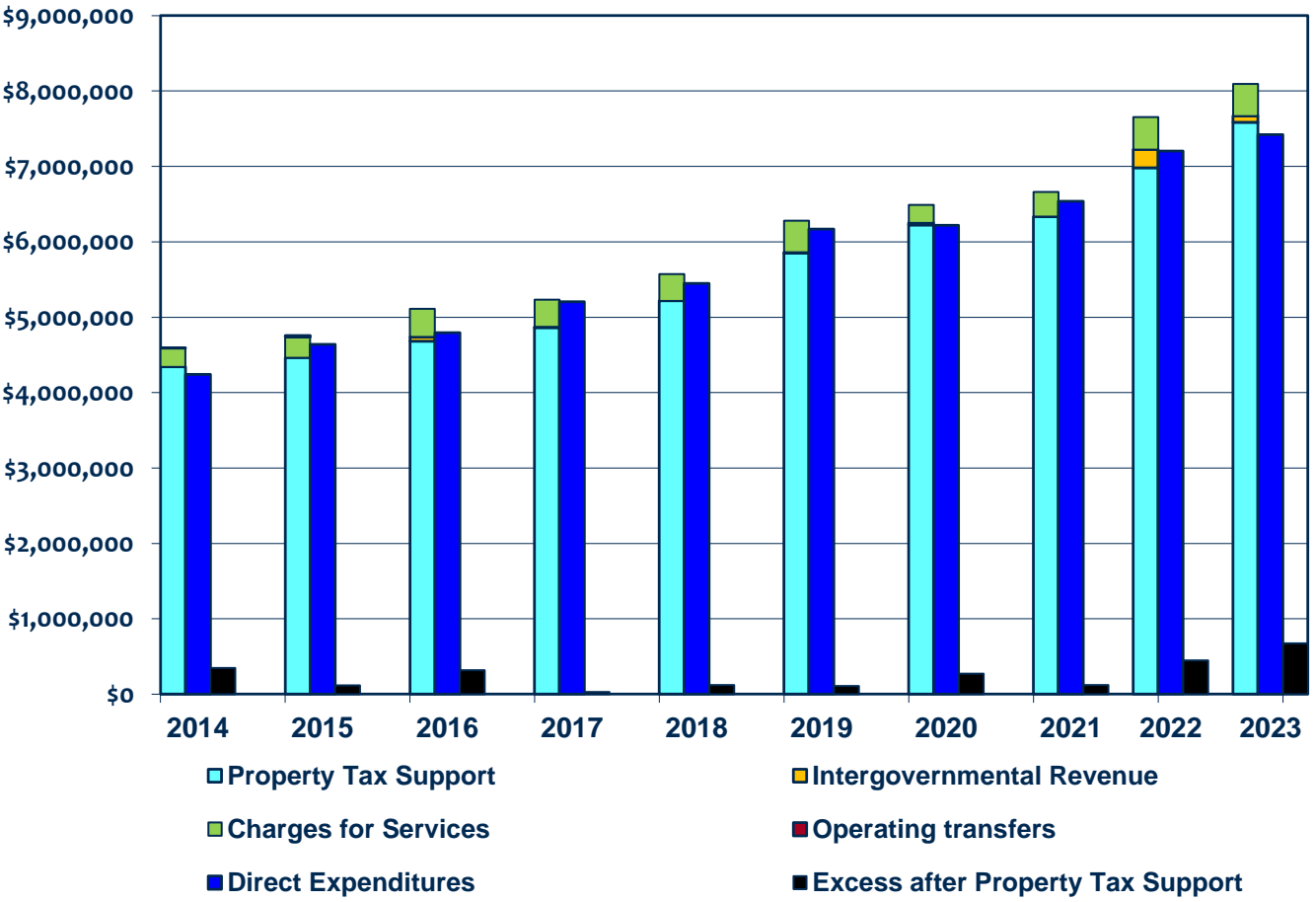


- Customer charges in 2023 increased \$147,711 in comparison to 2022
- Total expenditures increased \$137,506 from 2022 to 2023
- Property tax support totaled \$266,693 in 2023
- Total expenditures exceeded customer charges revenues by \$94,293 in 2023, versus \$104,498 in 2022

■ Excess after Property Tax Support (Deficit Red) ■ Excess after Property Tax Support (Deficit Red)
 ■ Direct Expenditures ■ Customer Charges
 ■ Property Tax Support

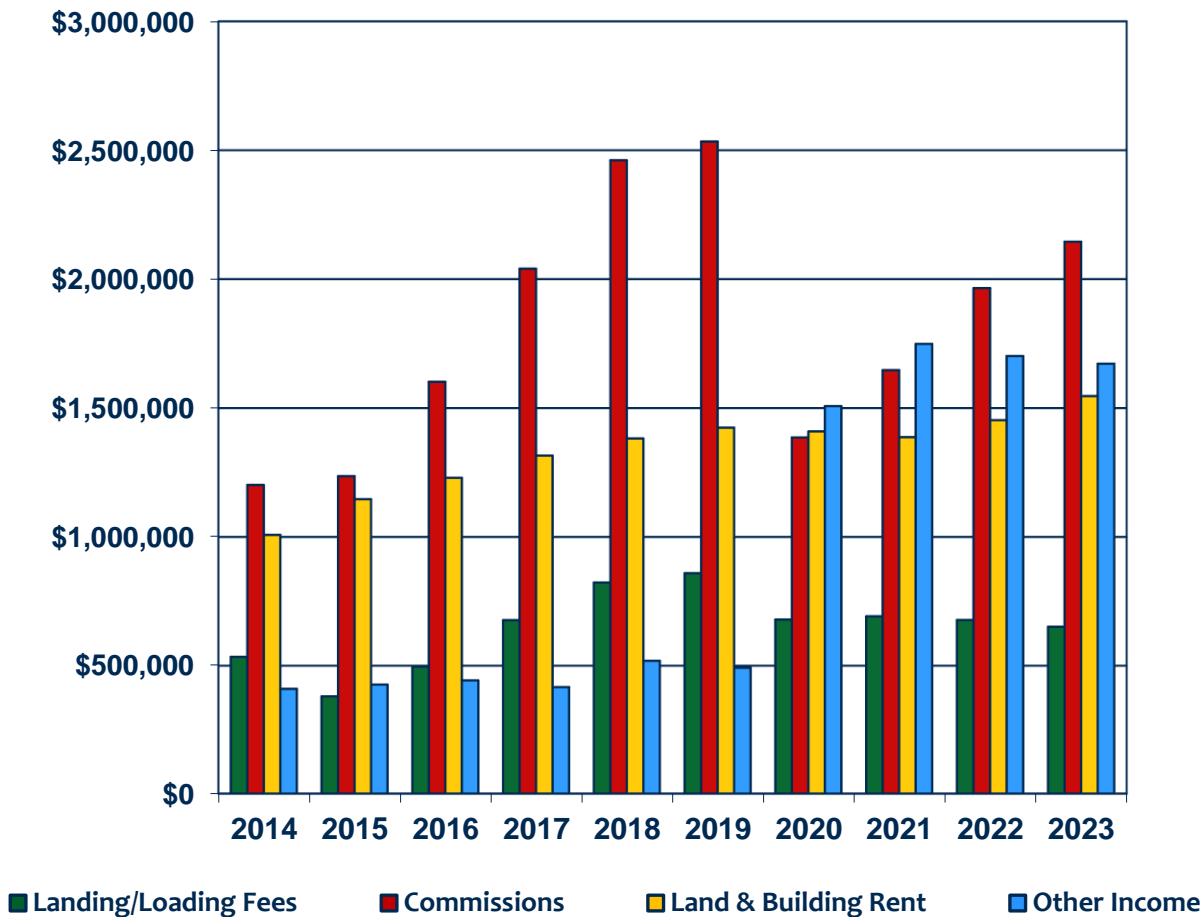
Park/Forestry/Parkway Maintenance

Charges for Services, Direct Expenditures, and Property Tax Support



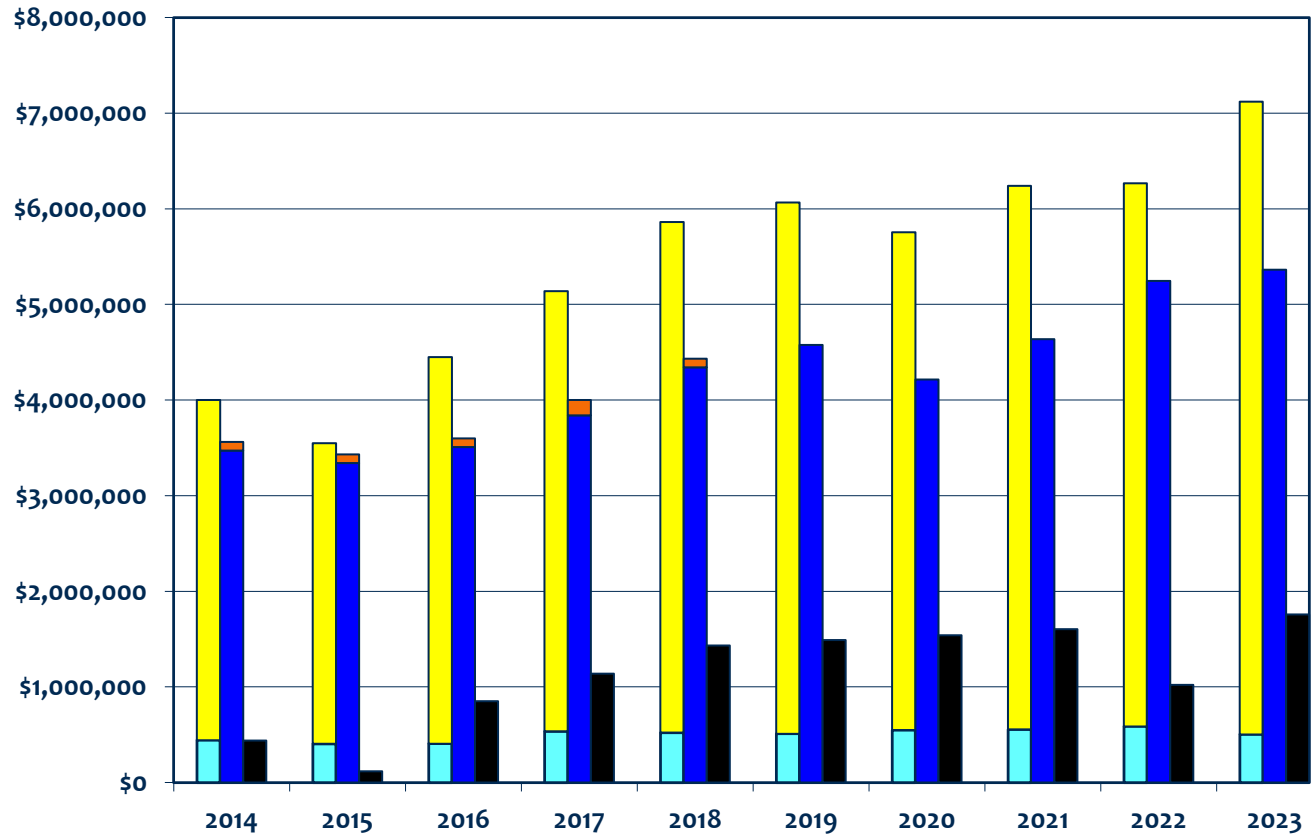
- Property taxes of **\$7,584,985** represented **94%** of revenues in 2023
- Expenditures of **\$7,420,834** in 2023 were **\$215,199** higher than 2022
- Overall departmental excess of **\$672,762** in 2023

AIRPORT OPERATING REVENUES



- Airport saw an increase in commissions of \$169,091 and a decrease in landing/loader fees of \$25,955 in 2023
- Commission revenue generated primarily from:
 - Parking lot
 - Car rentals
 - Fixed Base Operator
- Land and building rent is the 3rd largest source of revenue (\$1,546,530 in 2023, an increase of \$93,547)
- 2023 and 2022 other income includes \$1,154,249 and \$1,203,869 in Federal Relief funding, respectively
- Total Airport operating revenues in 2023 were \$6,015,913, an increase of \$217,943 from 2022

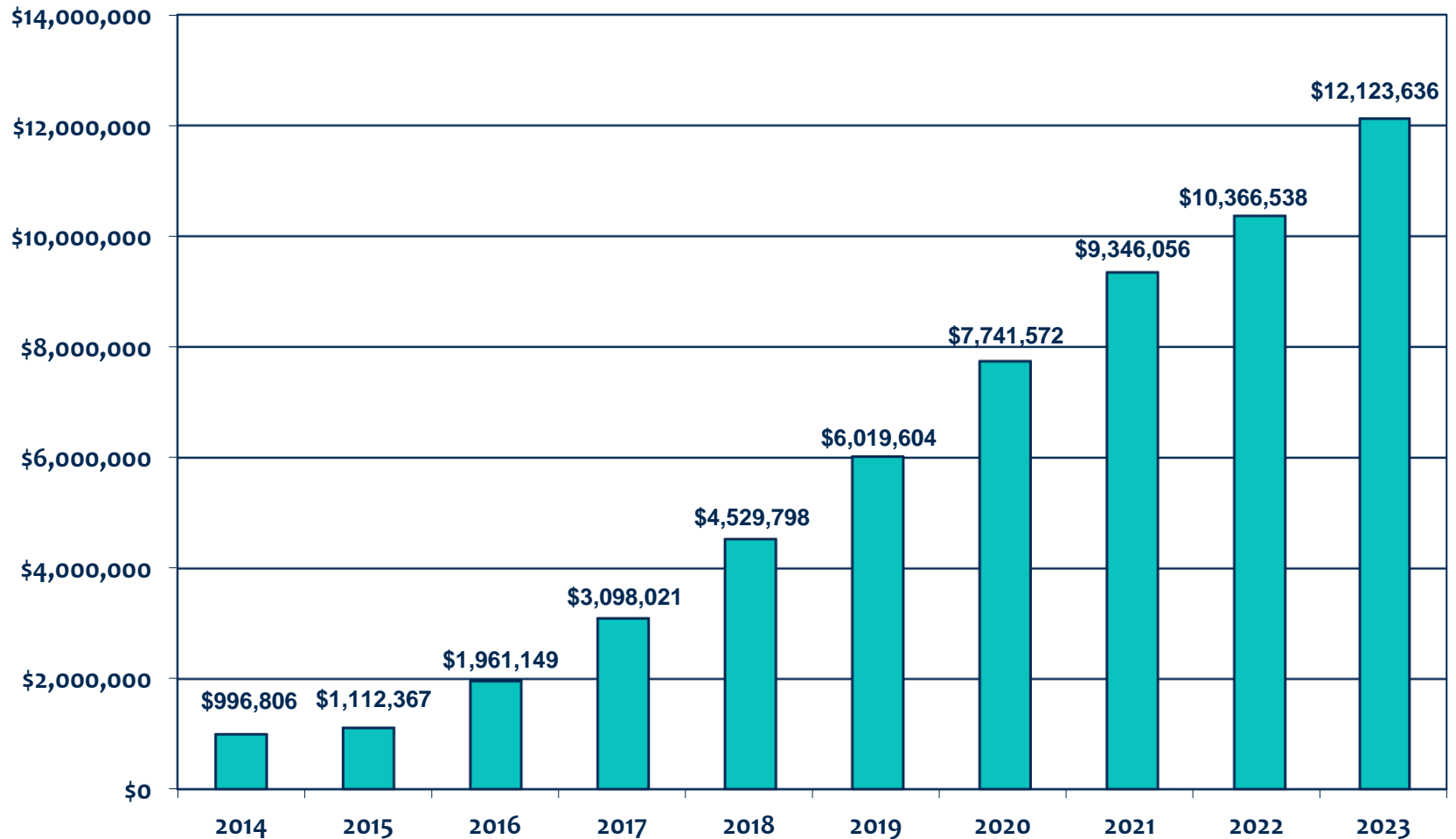
AIRPORT OPERATIONS FUND



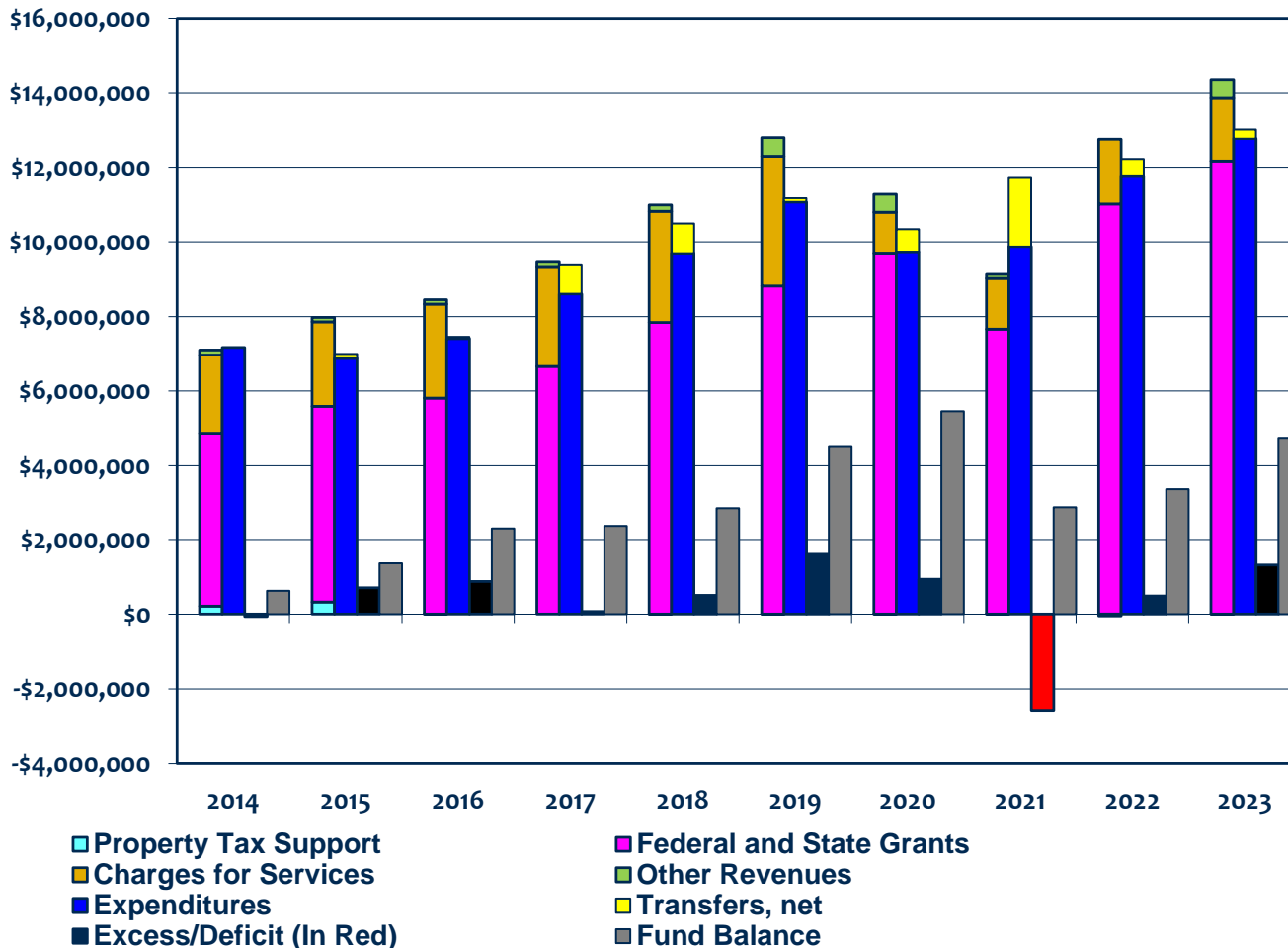
- Property taxes of **\$503,381** were collected for airport operations
 - Utilities (excluding natural gas)
 - Customs

■ Property Tax Support
 ■ Airport Revenues
 ■ Expenditures
 ■ Transfers Out, Net
 ■ Excess

AIRPORT OPERATIONS FUND – FUND BALANCE

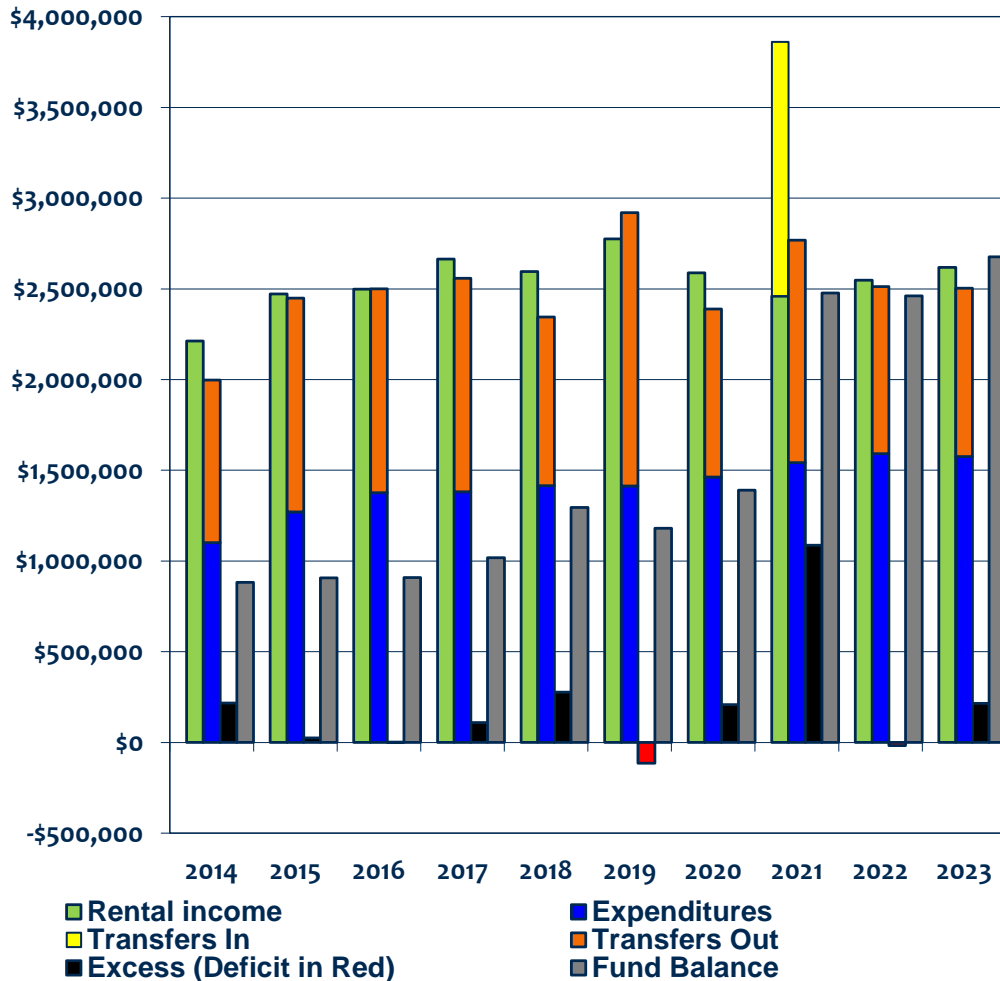


TRANSIT FUND



- Increase in revenues of **\$1,643,707** primarily due to increased federal and state grants
- In 2023, the Transit Fund operated at a surplus of **\$1,344,670** after transfers out of \$240,435 for capital expenditures
- Fund balance at December 31, 2023 totaled **\$4,718,802**
- Expenditures increase in 2018 and 2019 included expansion of services
- Fund deficit in 2021 of \$2.5 Million primarily due to using reserves toward capital bus purchases

MINNESOTA BIO SCIENCE CENTER FUND



- This fund includes revenues from non-TIF portion of building only (Floors 4-8)
- Rental revenues totaled **\$2,617,840** in 2023
- In 2023, the MN Bio Science Center operated at a surplus of **\$215,653** including a transfer out of **\$927,560**
- In 2023, transfers out of **\$927,560** were made to the EDA Bond Fund for principal and interest payments, transfers out in 2022 amounted to **\$921,172**
- Fund Balance totaled **\$2,676,302** at 12/31/23

DEBT SERVICE FUNDS

- Tax Increment Bonds
- TIF Revenue Bond
- Economic Development Authority Bond
- Lodging Tax Revenue Bond
- GO Variable Rate Sales Tax Bond
- Lease Revenue 2020A Bond
- 2020C GO Refunding Bond
- Energy System Replacement
- 2023A GO Tax Abatement

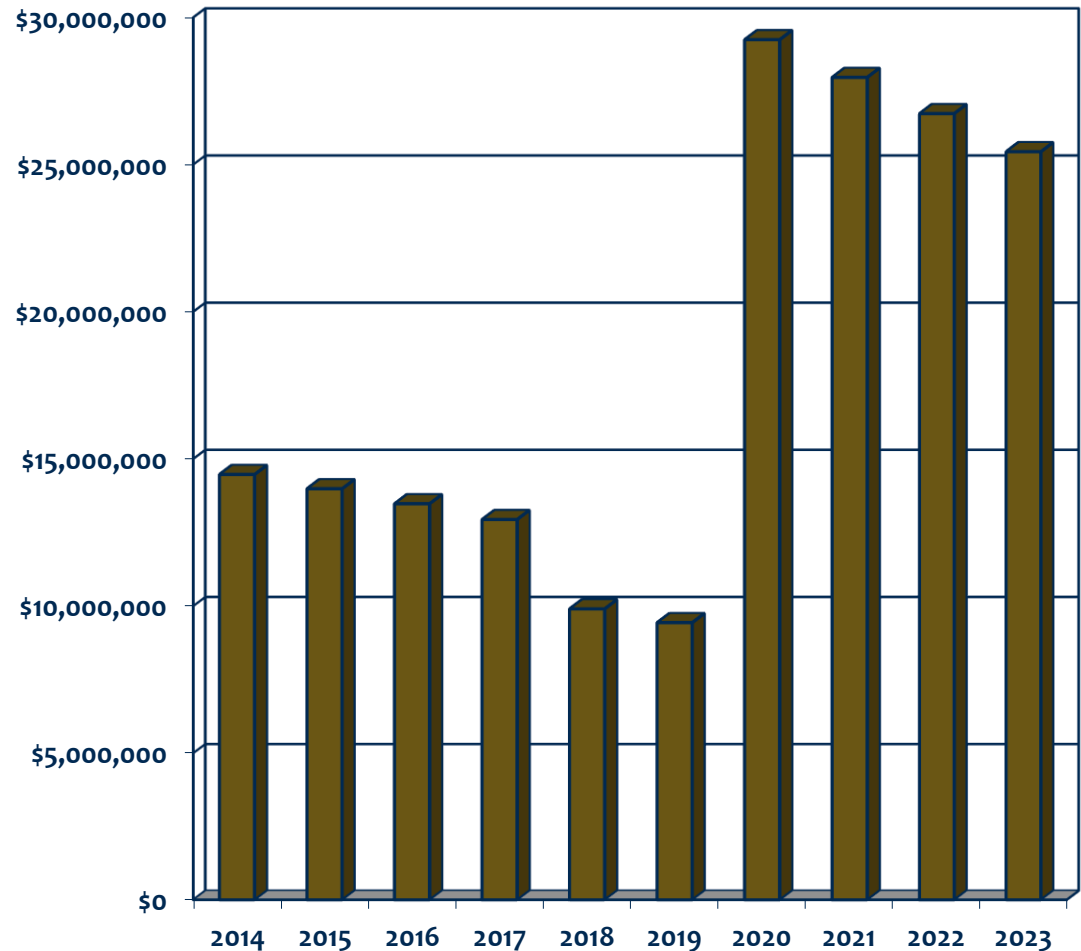
REDA LEASE REVENUE BONDS

- **REDA Lease Revenue Bonds Outstanding**

- 2014 14,470,000
- 2015 13,985,000
- 2016 13,475,000
- 2017 12,940,000
- 2018 9,904,000
- 2019 9,436,000
- 2020 29,244,000
- 2021 27,963,000
- 2022 26,732,000
- 2023 25,438,000

- **Bond payments for the 2007 and 2008 Bonds will be funded by sublease rent payments from tenants of the Minnesota Bio Science Center**

- **Bond payments for the 2020 bond (\$20.3M) will be funded from the taxing power of the City. Bond was issued to fund the construction of a Development Services Infrastructure Center and North Precinct**



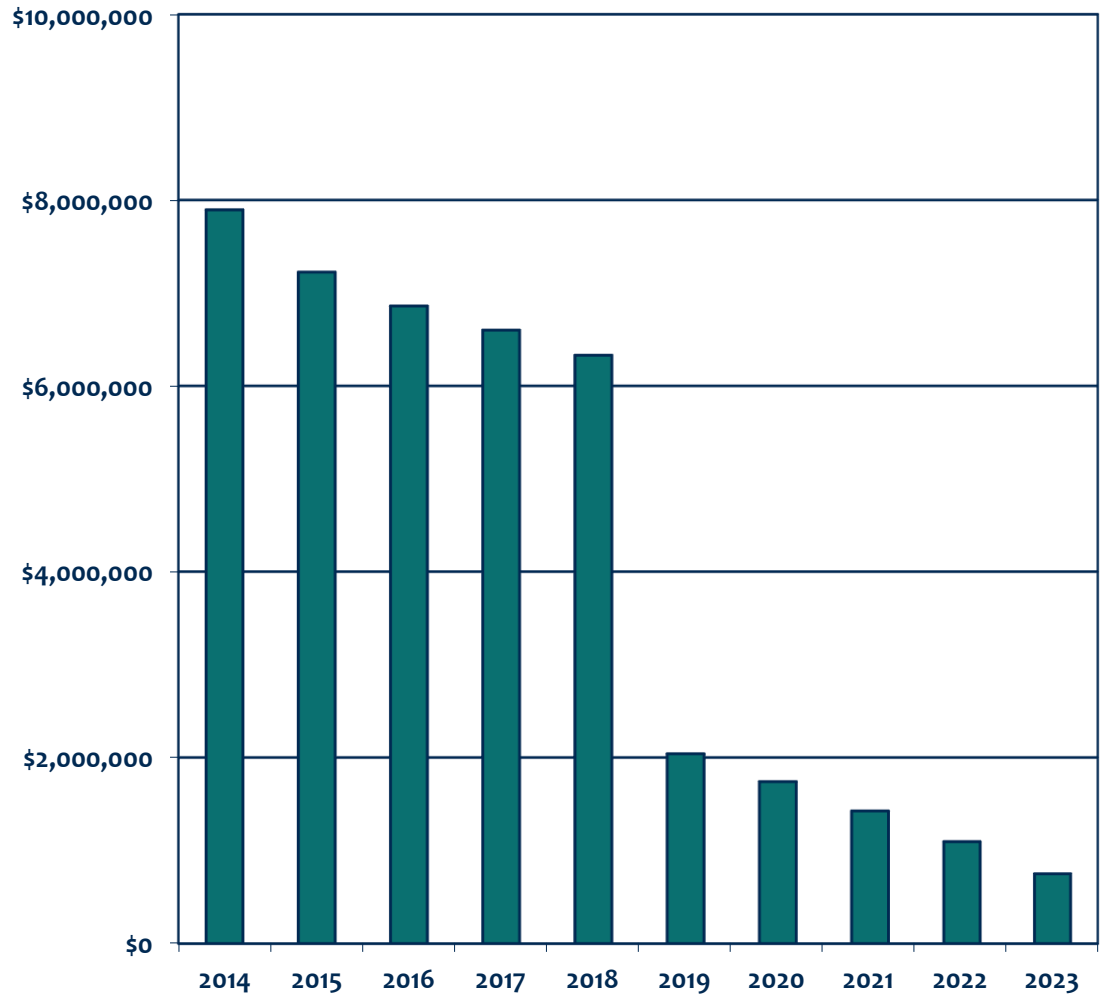
TAX INCREMENT BOND 2009A

- **Tax Increment Bonds Outstanding**

– 2014	7,895,273
– 2015	7,224,787
– 2016	6,860,000
– 2017	6,600,000
– 2018	6,330,000
– 2019	2,040,000
– 2020	1,740,000
– 2021	1,425,000
– 2022	1,095,000
– 2023	750,000

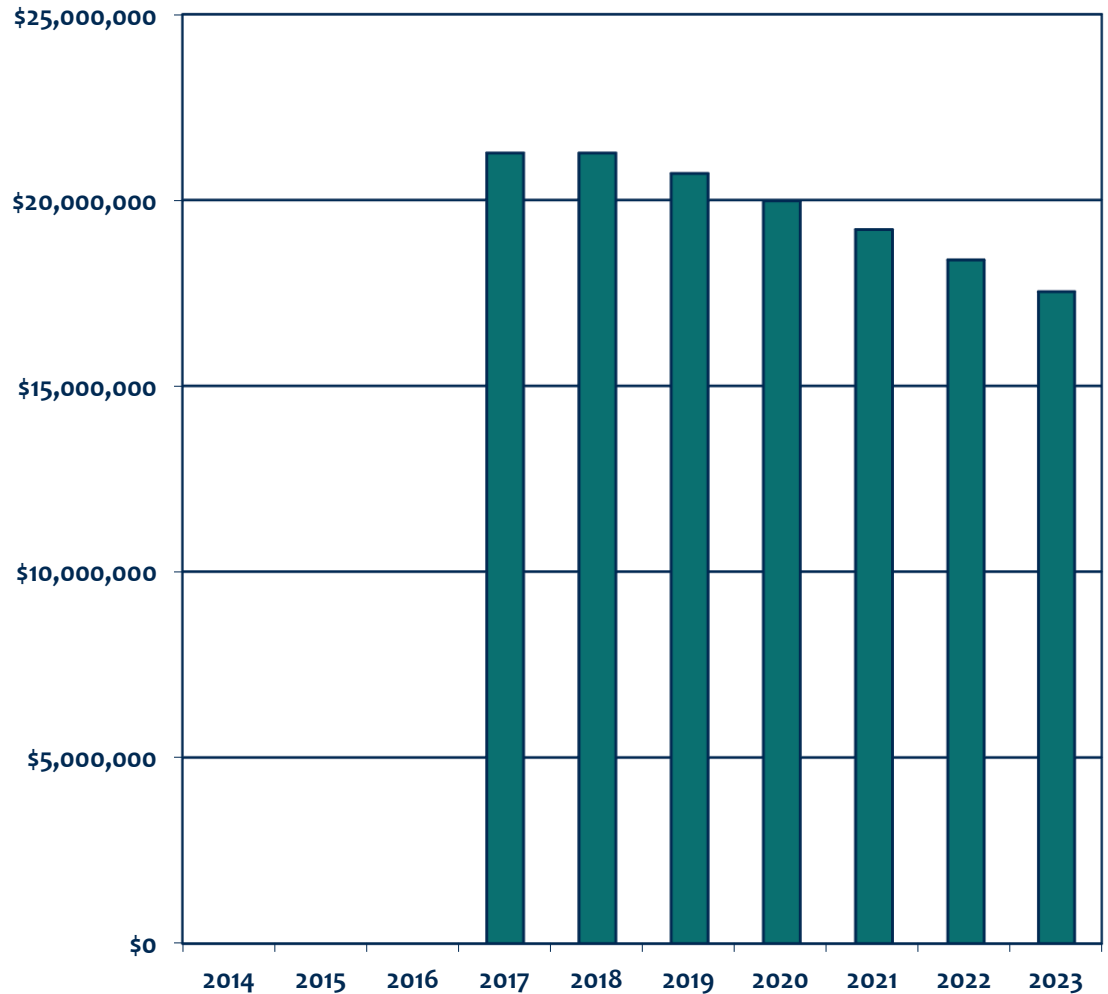
- **TIF Bond issued in 2009 is to be paid by the collection of Bio-Science Center tax increments and building lease revenues – Balance at 12/31/23 - \$750,000**

- **Principal paid in 2023 totaled \$345,000**



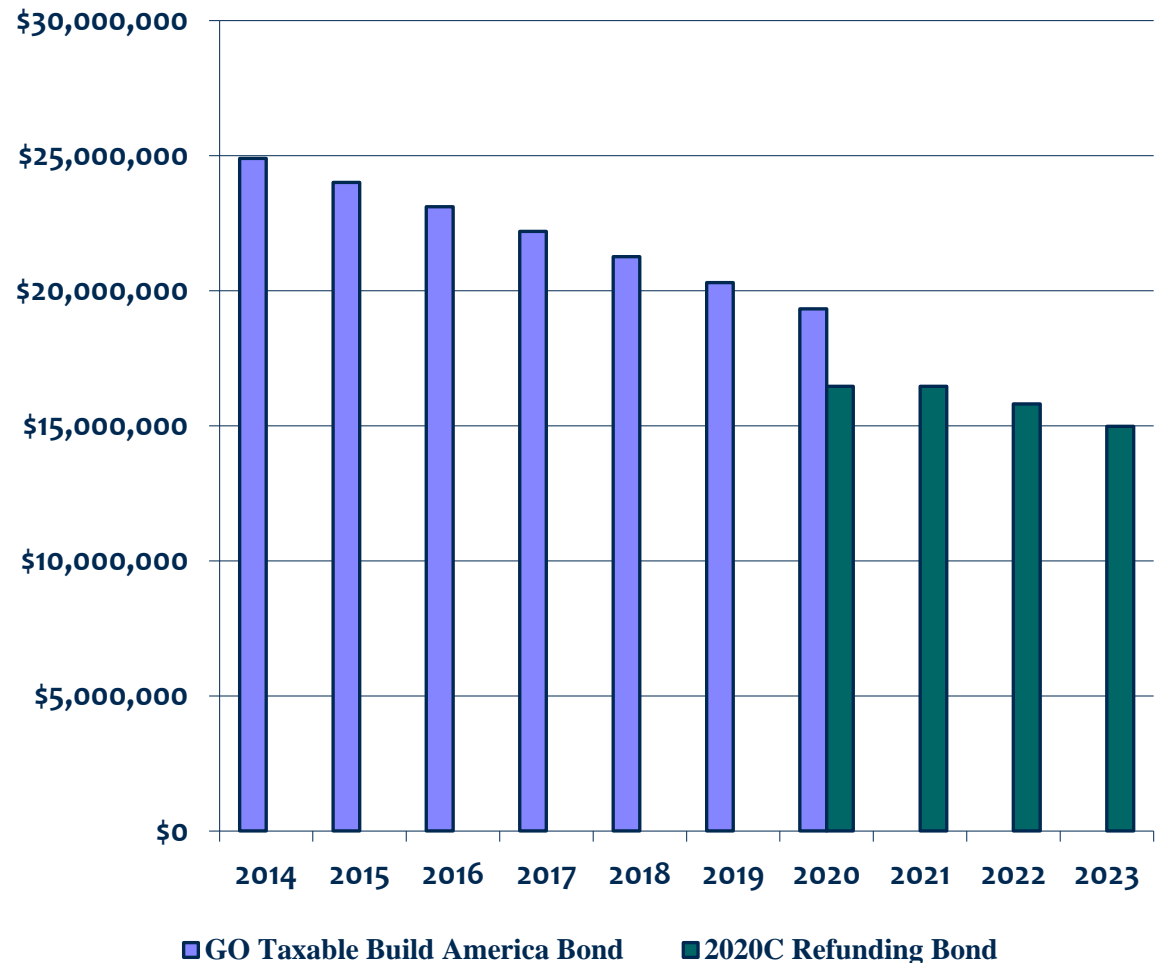
TAX INCREMENT BOND 2017B

- TIF Bond issued in 2017 for assistance in construction of parking ramp #6. To be paid by a combination of tax increments and parking revenues – Balance at 12/31/23 - **\$17,535,000**
- Principal paid in 2023 totaled **\$855,000**



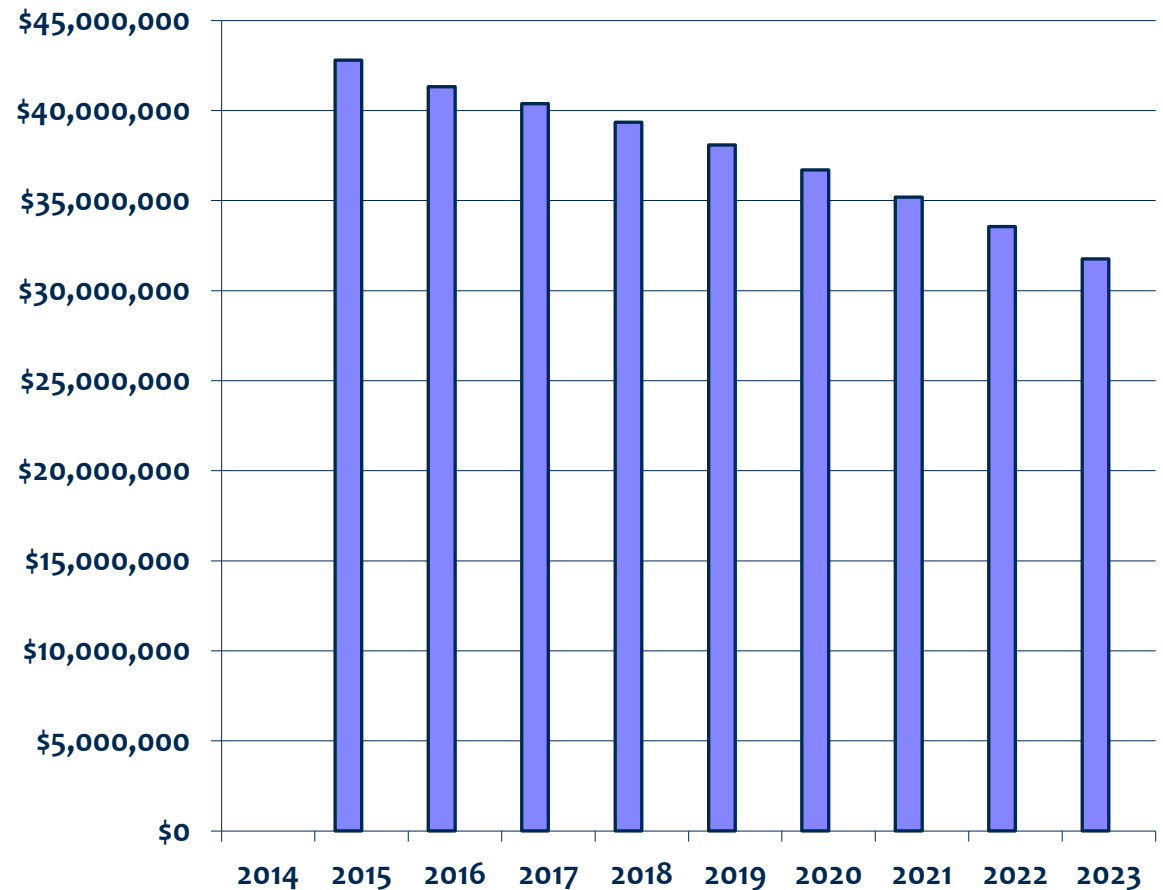
GO TAXABLE BUILD AMERICA BOND/2020C REFUNDING BOND

- GO Taxable Build America Bonds (Series 2010A) were issued in 2010. Proceeds of these bonds used for:
 - Public Works Operations Center \$23.8 million
 - Transit Operations Center \$2,475,000
 - Fire Truck \$425,000
- Issued 2020C Bond for \$16,460,000 in 2020 to refund 2010A Bond. 2010A bond was paid off in February 2021



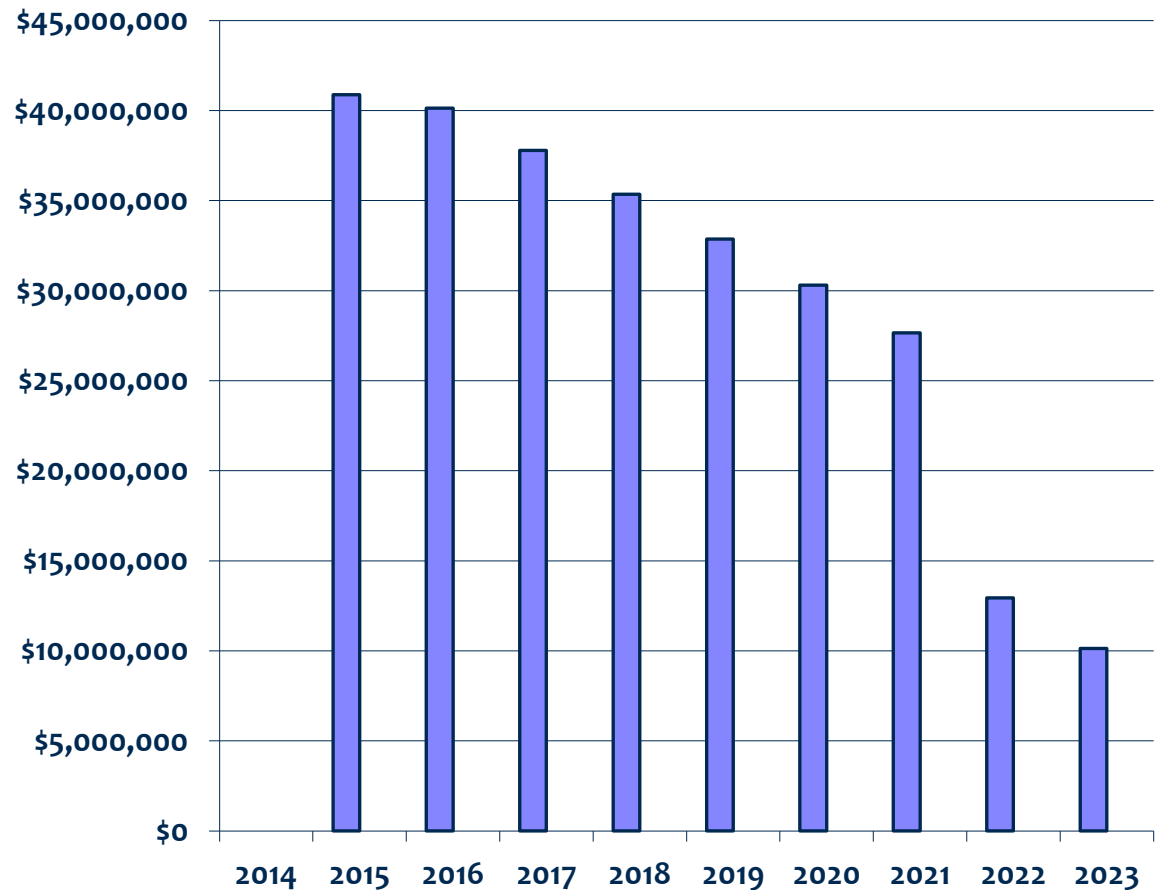
GO LODGING TAX REVENUE BONDS

- GO Lodging Tax Revenue Bonds (Series 2015A) were issued in 2015. Proceeds of these bonds were used for the City's share of the Mayo Civic Center expansion
- These bonds are being repaid with collections from the City's lodging tax.



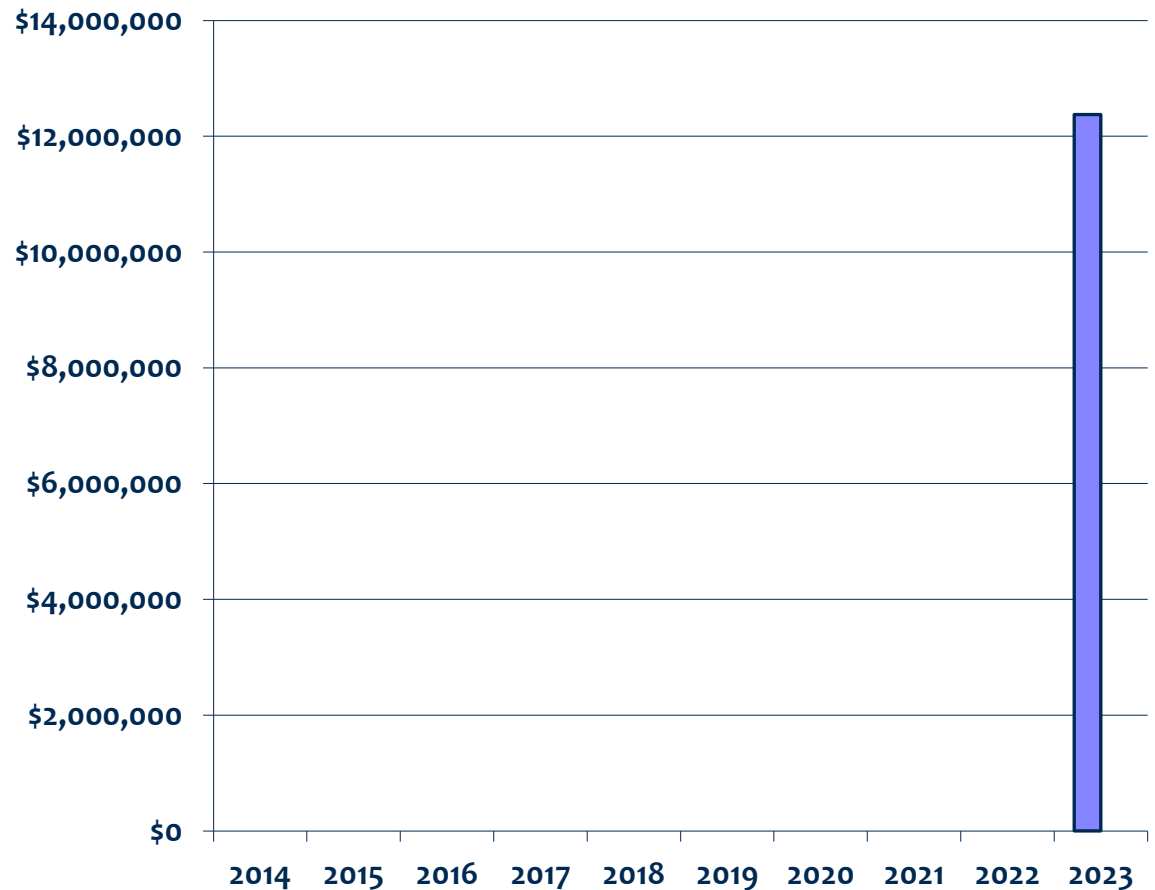
GO SALES TAX REVENUE BONDS

- GO Sales Tax Revenue Bonds (Series 2015C) were issued in 2015. Proceeds of these bonds were used for:
 - Roads
 - Fire Station
 - Senior Center
 - Stadium
 - Tech college building
- These bonds are being repaid with collections from the City's sales tax.

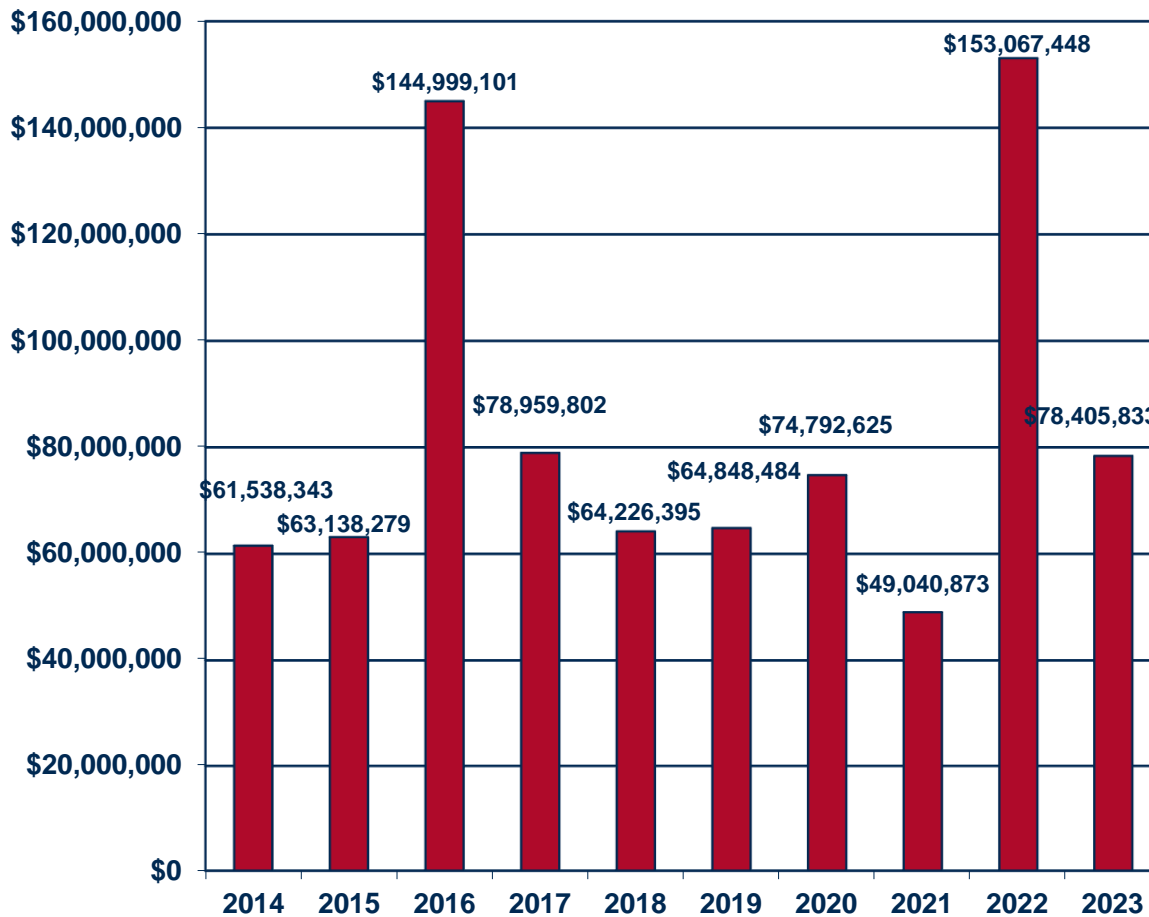


GO TAX ABATEMENT BONDS

- GO Tax Abatement Bonds (Series 2023A) were issued in 2023. Proceeds of these bonds are used for improvements to:
 - Soldiers Field Pool
 - Silver Lake Park
 - Other park improvements
- These bonds are being repaid with a portion of the annual Park and Recreation referendum.



NET PENSION LIABILITY



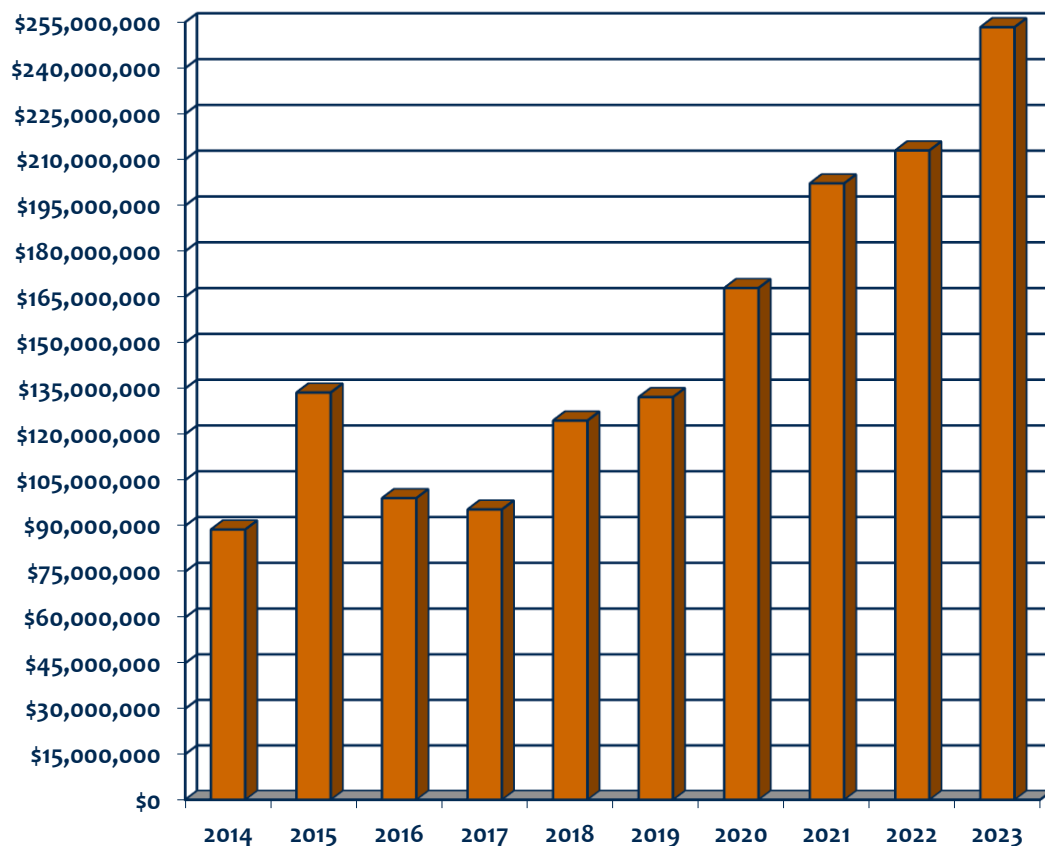
- Net Pension Liability represents City's portion of PERA underfunding – based on PERA Actuarial Report dated June 30, 2023
- Recorded as

– Governmental	\$60,598,310
– Proprietary	<u>17,807,523</u>
Total	\$78,405,833
- Funding percentages at June 30, 2023 estimated at
 - General Employee Fund: 83.1%
 - PEPPEF: 86.5%

CAPITAL PROJECTS FUND

- **Capital Improvement**

CAPITAL PROJECTS FUND BALANCE



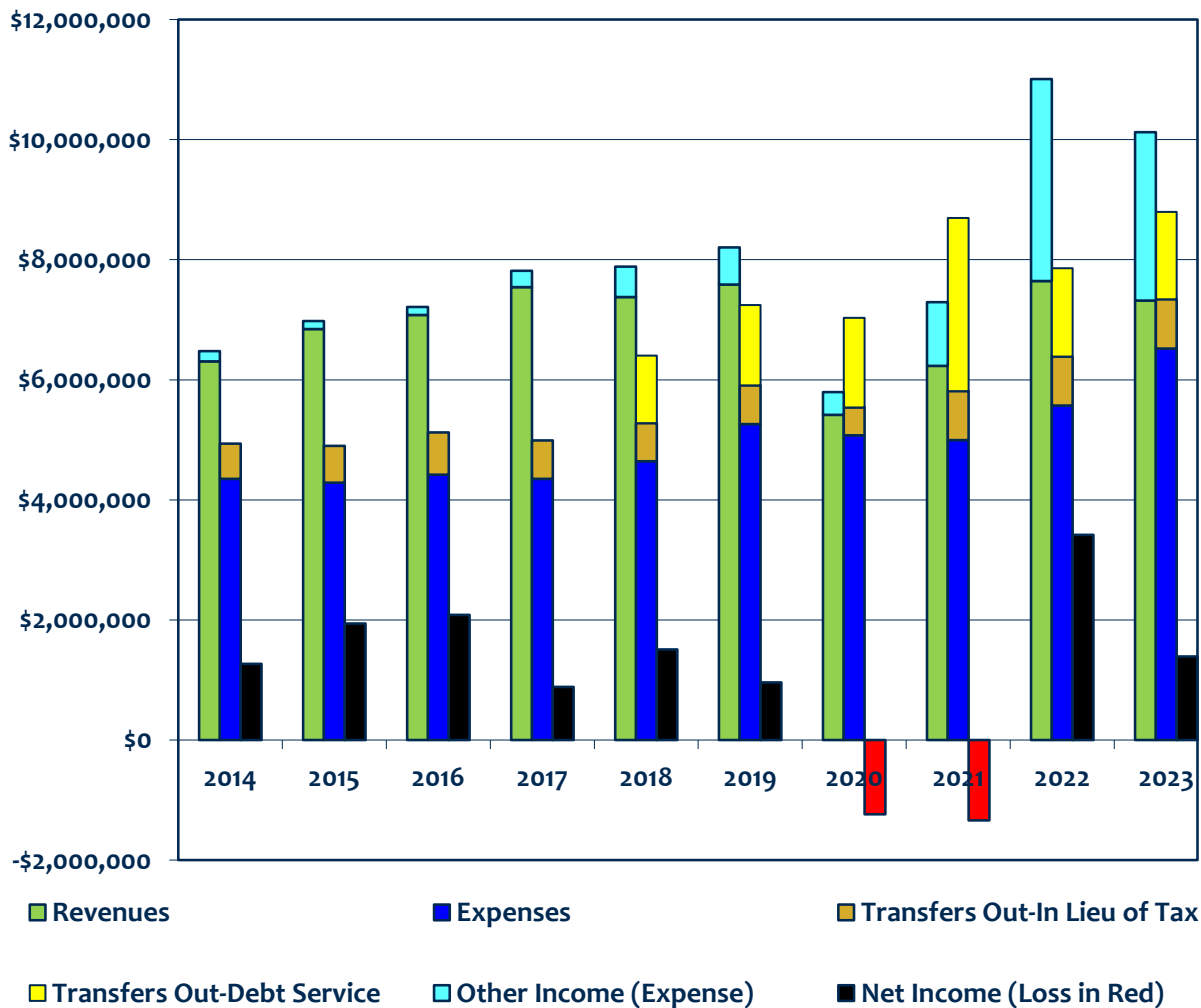
- Fund balance totaled **\$253,369,051** at 12/31/23 – Fund balance is either committed by the City Council or restricted for the following:

- Flood Control (\$12 Million)
- Sewer and Water (\$8.3 Million)
- Infrastructure Sales Tax Projects (\$50.0 Million)
- Highways & Streets (\$5.1 Million)
- Future Construction (\$15.0 Million)
- Economic Development Loan (\$209,000)
- Mass Transit (\$2.6 Million)
- Tax Increment (\$23.8 Million)
- Future Assessment Projects (\$10.7 Million)
- Future Property Acquisition (\$1.2 Million)
- Park and Recreation (\$19.8 Million)
- Fire Station, Computer Upgrades, Airport, Future Construction & other misc. projects (\$7.2 Million)
- Mayo Civic Center (\$12.6 Million)
- DMCC (\$86.8 Million)

ENTERPRISE FUNDS

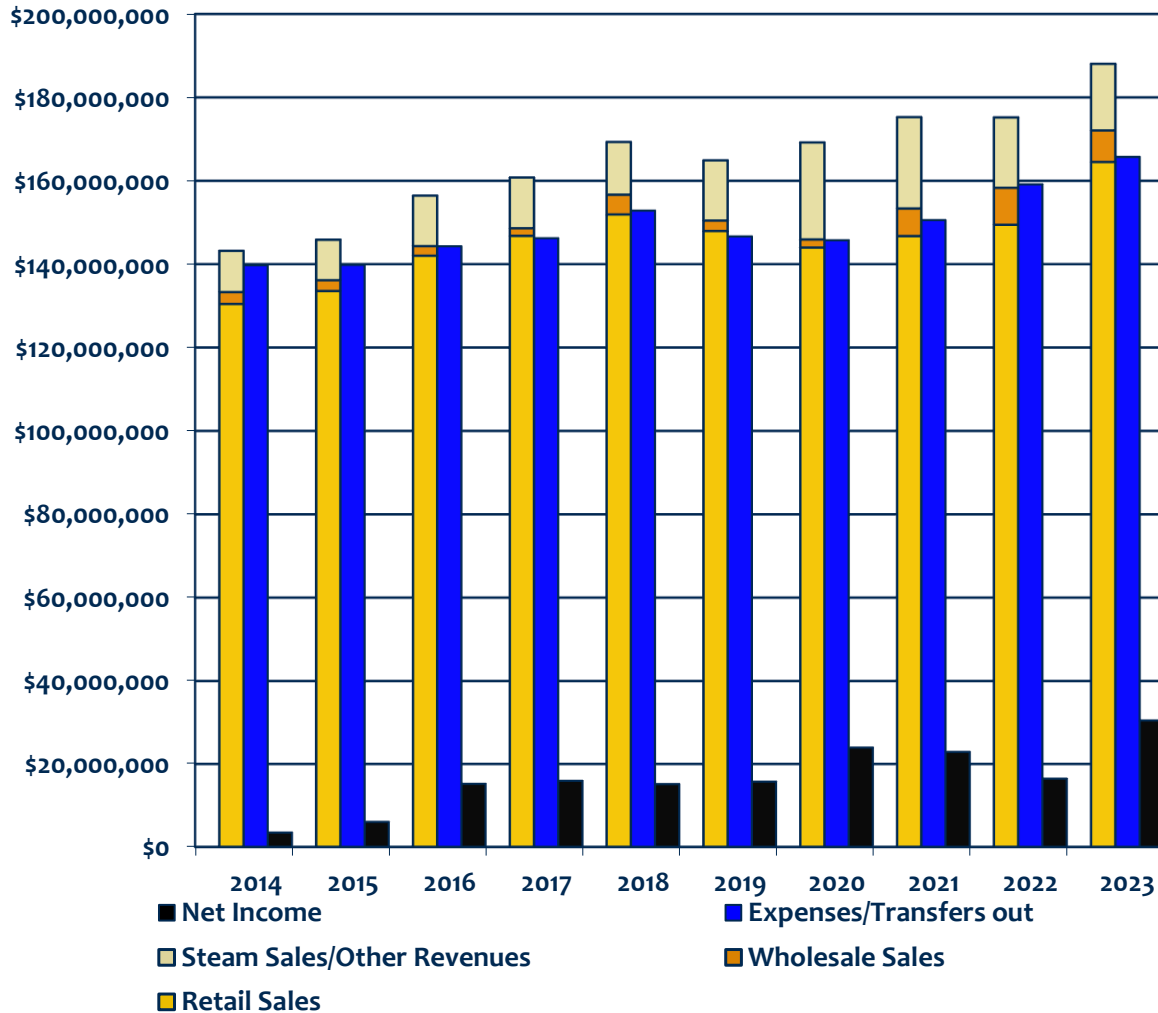
- **Parking**
- **Electric Utility**
- **Water Utility**
- **Sewer Utility**
- **Storm Water Utility**

PARKING FUND



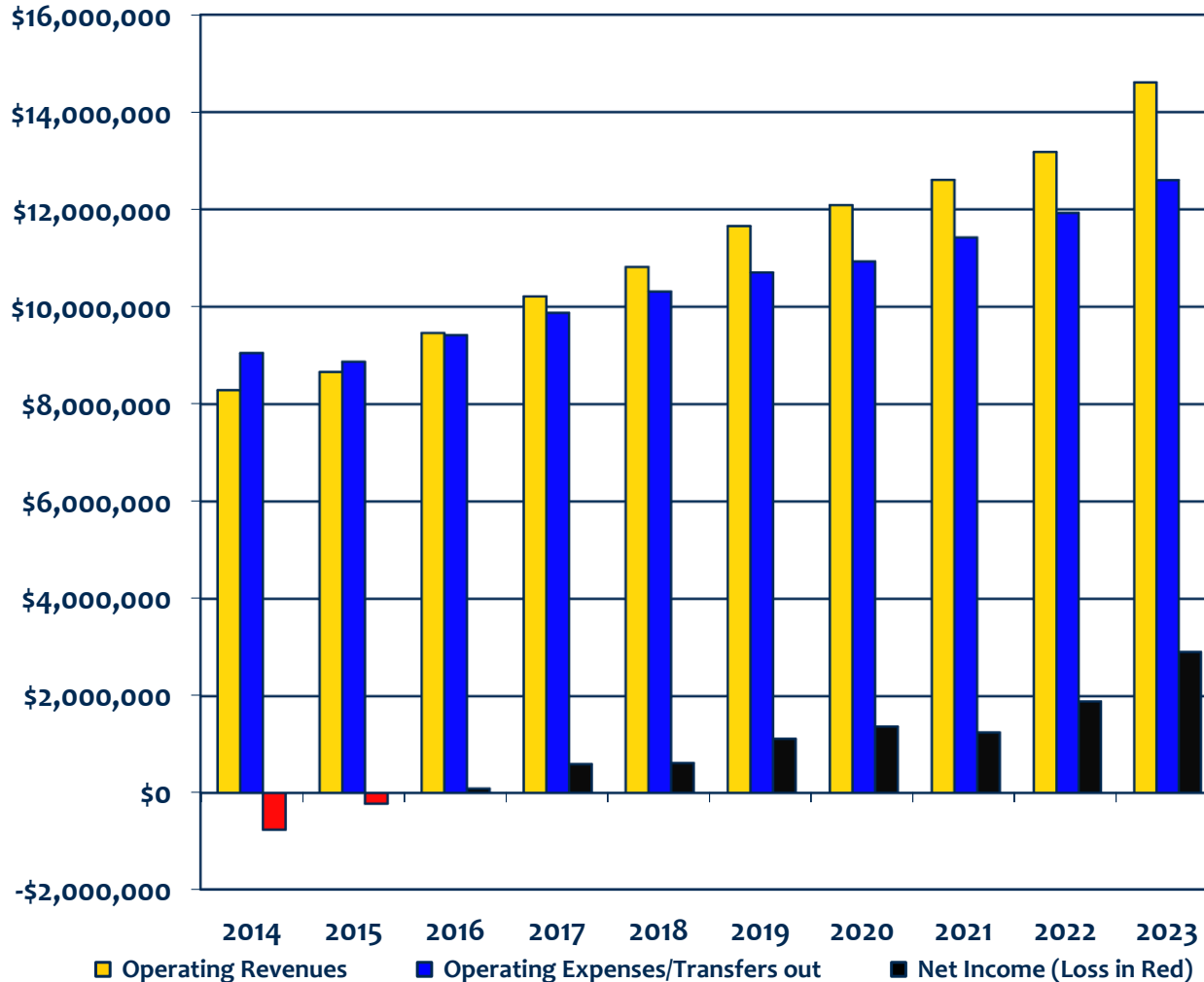
- In 2023, revenues from Ramps decreased by \$316,026 and parking fines collected decreased by \$10,277
- Operating costs, not including depreciation, increased by \$552,057
- Net income totaled \$1,393,193 in 2023 and net income totaled \$3,418,899 in 2022
- 2022 other income includes \$2M settlement on parking ramp six
- 2023 other income includes \$2M federal capital contribution
- Unrestricted net position at December 31, 2023 totaled \$17.2 million

ELECTRIC UTILITY (RPU)



- Electric revenues in 2023 were \$188,035,309 an increase of \$12,842,276
- Net income was \$30.5M in 2023 compared to \$16.4M in 2022
- General rate increase in January 2023 of 2.5%
- Additional Electric Customers:
 - 2023 1,086
 - 2022 302
 - 2021 548
 - 2020 1,252
 - 2019 1,047
 - 2018 1,102
 - 2017 939
 - 2016 1,520
 - 2015 974
 - 2014 418
- Operating expenses have fluctuated primarily as the result of SMMPA purchased power rate increases and the changing volume of wholesale activity
- Revenue Bonds and Electric Utility Notes of \$147,345,000 outstanding at 12/31/23

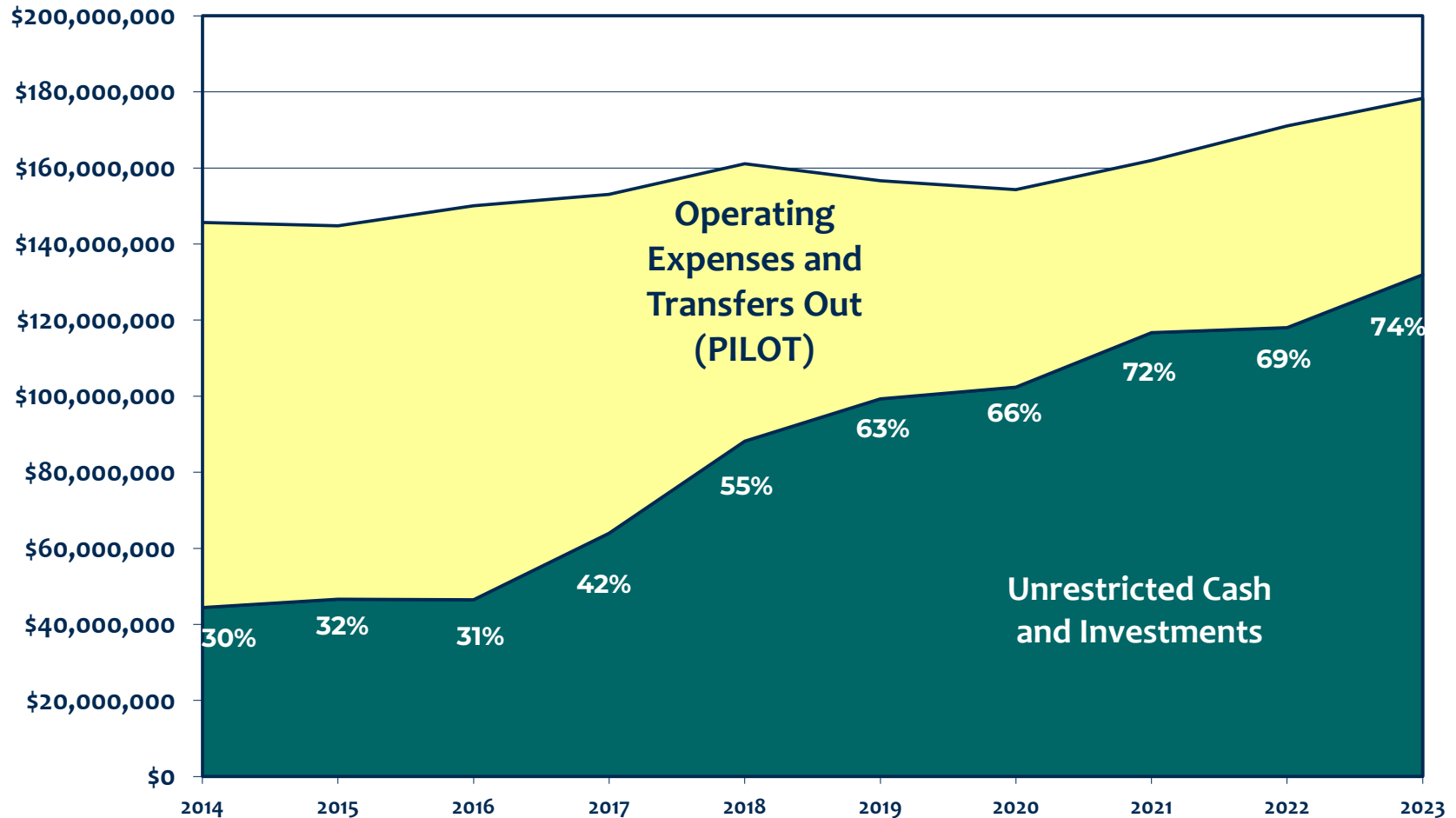
WATER UTILITY (RPU)



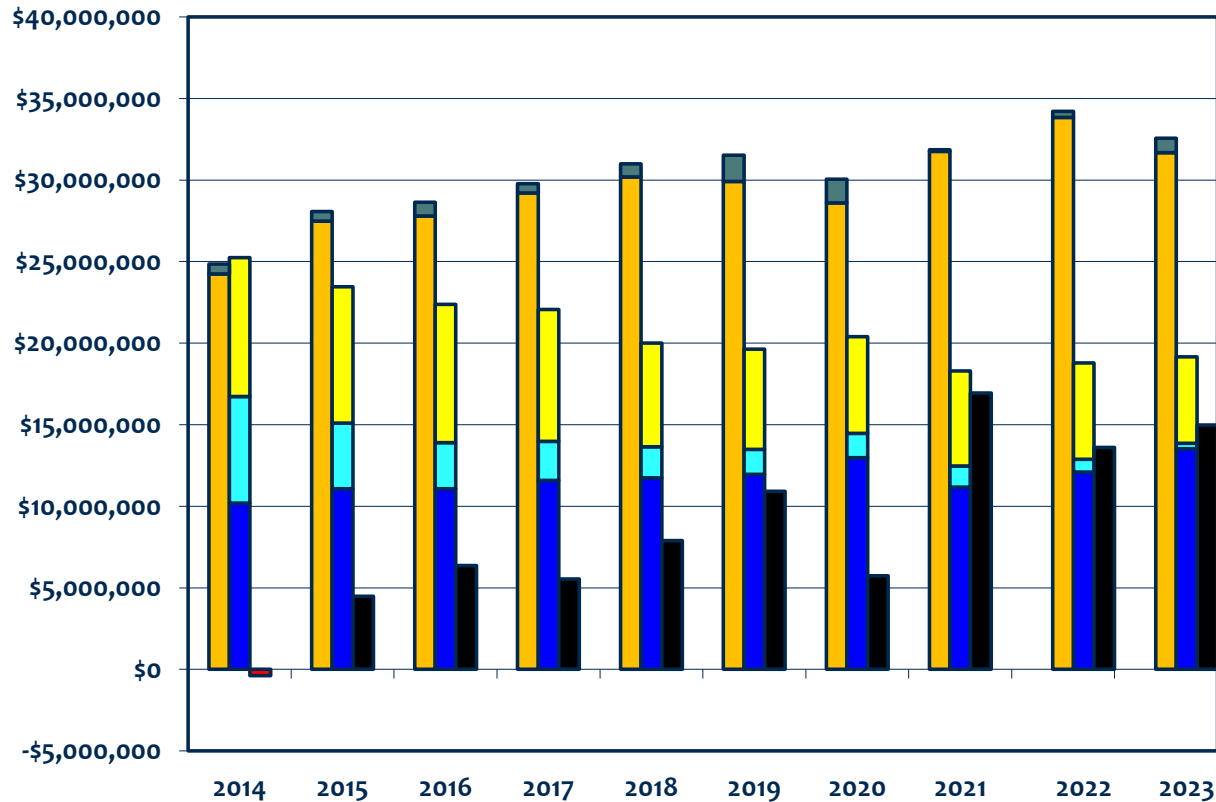
- Water revenues in 2023 were \$14,608,747, an increase of \$1,428,927
- Rates Increase of 5.0% effective January 2023
- Additional Water Customers:
 - 2023 225
 - 2022 262
 - 2021 335
 - 2020 402
 - 2019 268
 - 2018 451
 - 2017 434
 - 2016 481
 - 2015 503
 - 2014 296
- Operating expenses/transfers out increased by \$672,783
- Net income for 2023 and 2022, as shown in the chart, of \$2,908,953 and \$1,892,309, respectively, excludes capital contributions

ELECTRIC AND WATER UTILITIES (RPU)

UNRESTRICTED CASH AND INVESTMENTS RESERVES



SEWER UTILITY

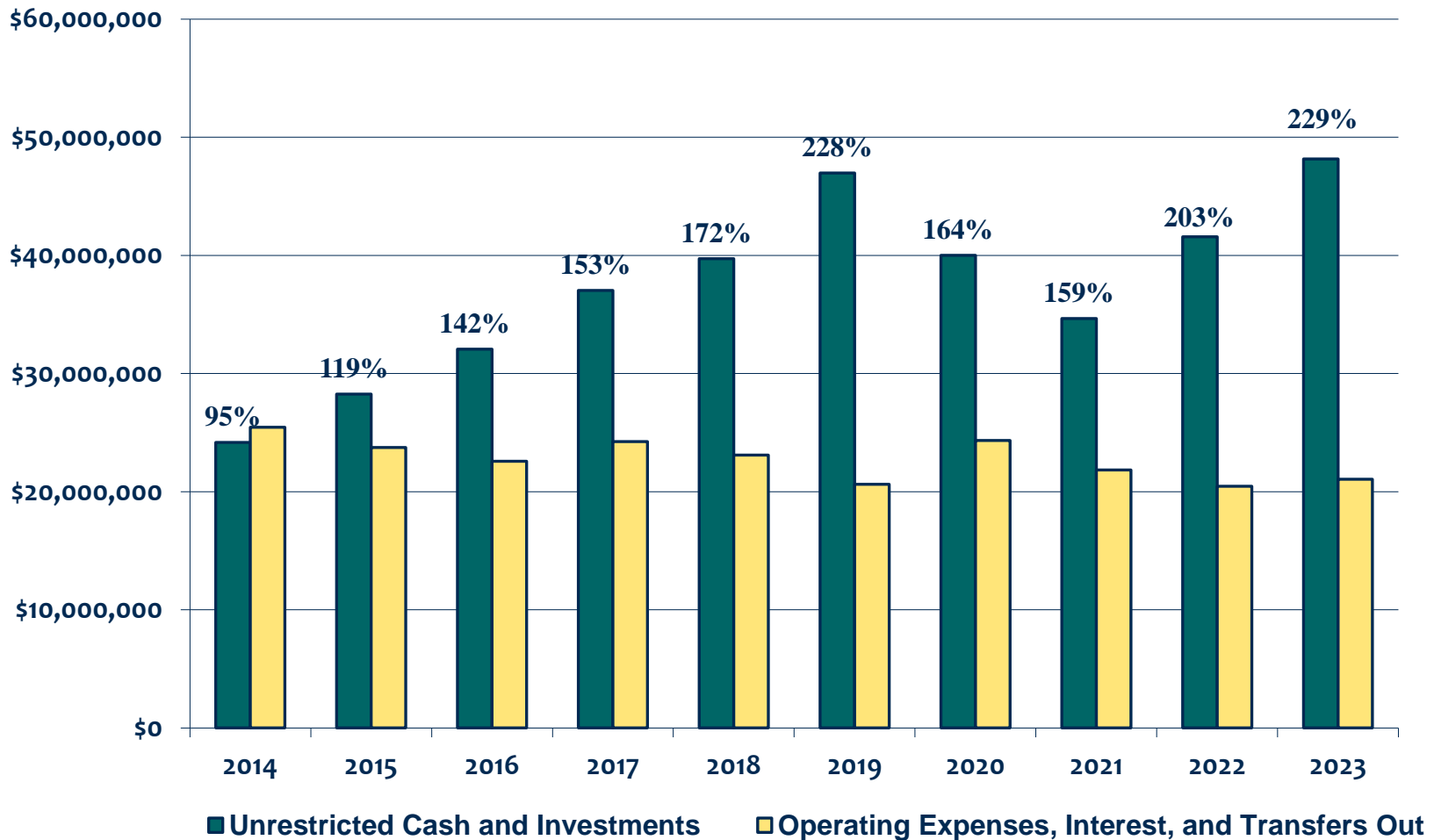


- Rate increases approved through 2027 based upon rate study completed in 2021
- Non-cash depreciation expense of **\$5.3 million** and interest expense of **\$349k** in 2023
- Sewer Bonds outstanding totaled **\$24,400,000** at 12/31/23

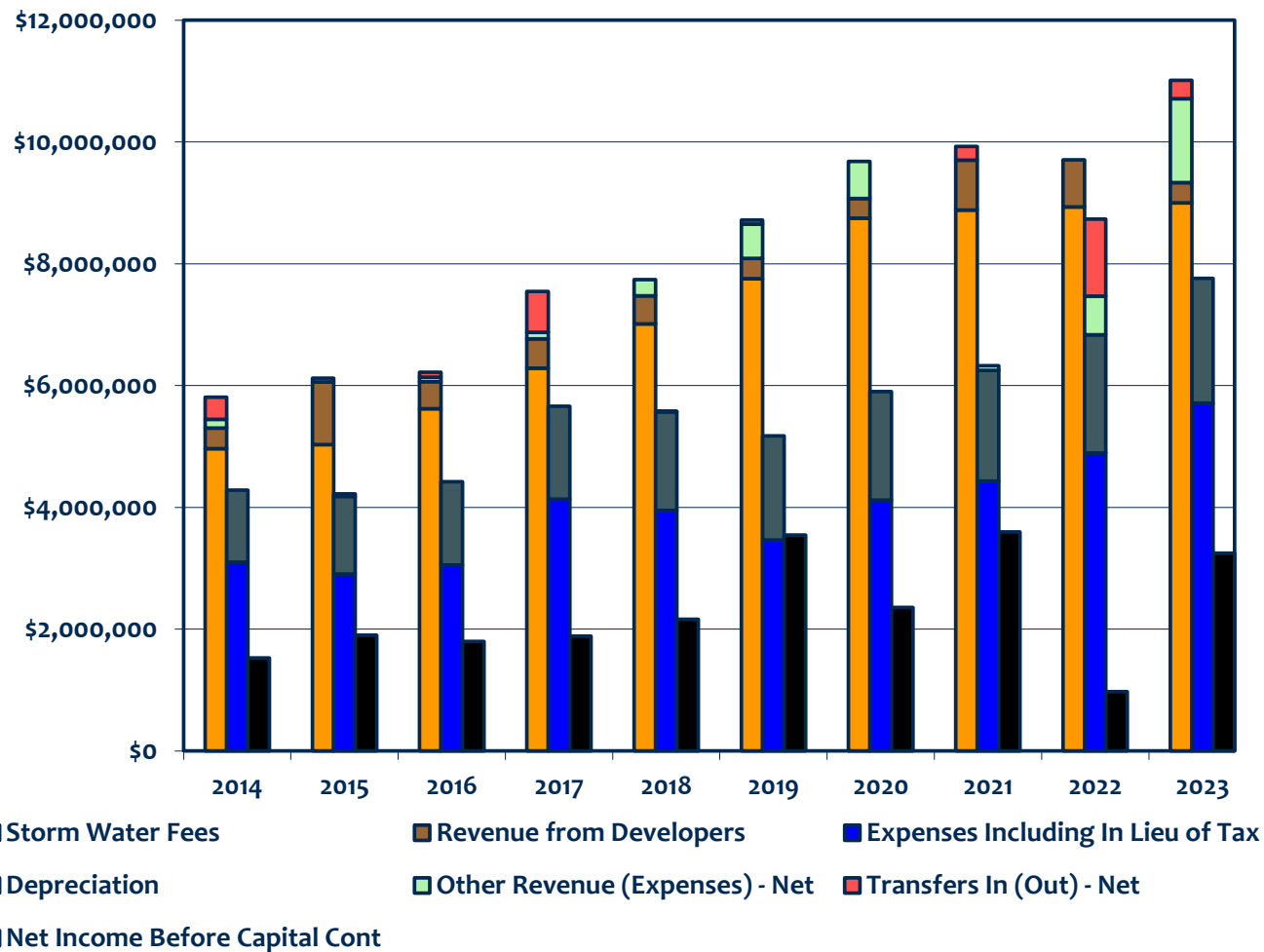


SEWER UTILITY

UNRESTRICTED CASH AND INVESTMENTS RESERVES



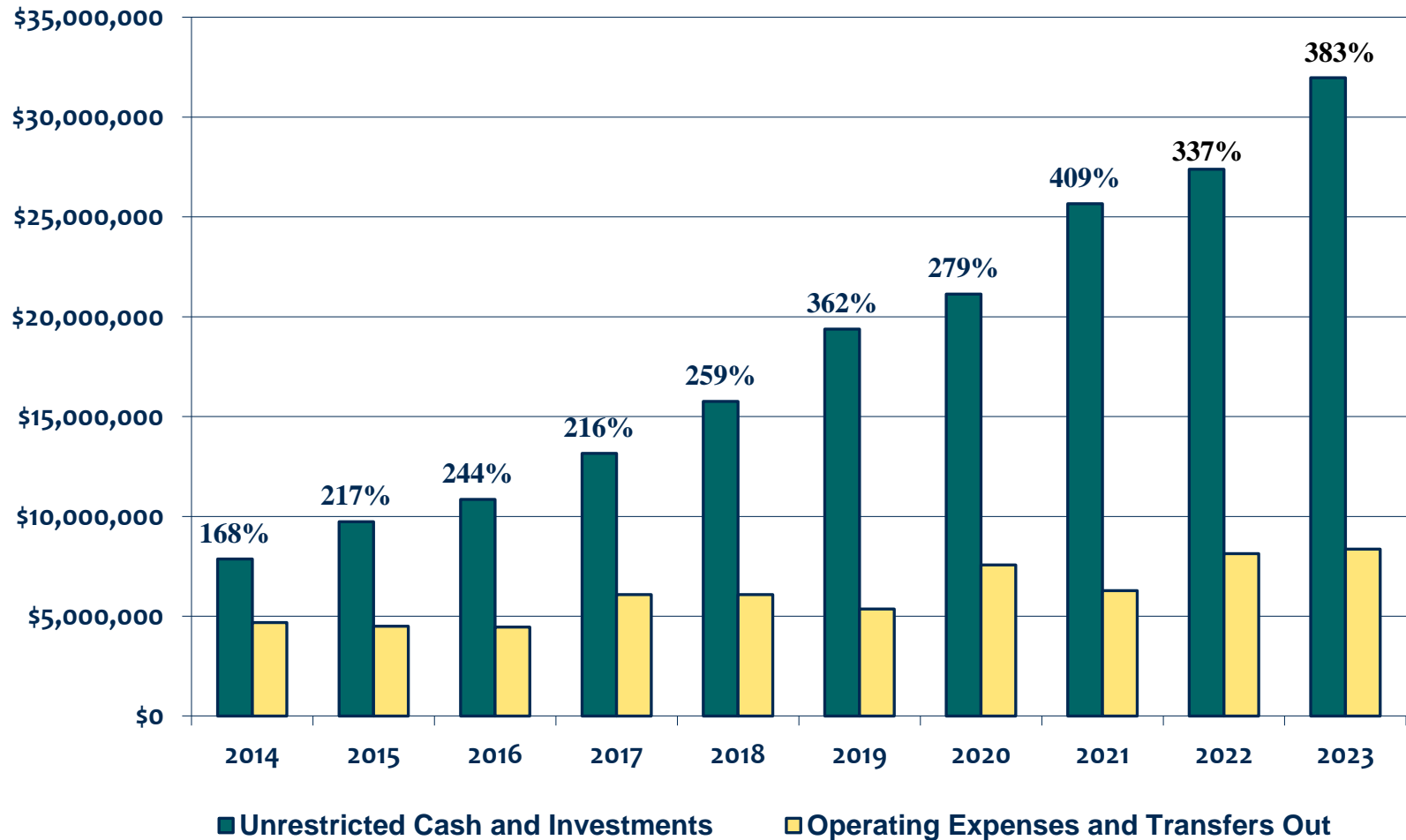
STORM WATER UTILITY



- Net income, after transfers (excluding capital contributions), totaled **\$3,238,990** in 2023
- No rate change in January 2023. January 2020 was last year of 2015 rate study increases
- Operating excesses are being set aside to fund future storm water system improvements
- Capital contributions of **\$8,087,361** and **\$5,366,427** for 2023 and 2022 are not included in the chart
- Storm Water Unrestricted Net Position at 12/31/23 was **\$32,171,038**

STORM WATER UTILITY

UNRESTRICTED CASH AND INVESTMENTS RESERVES

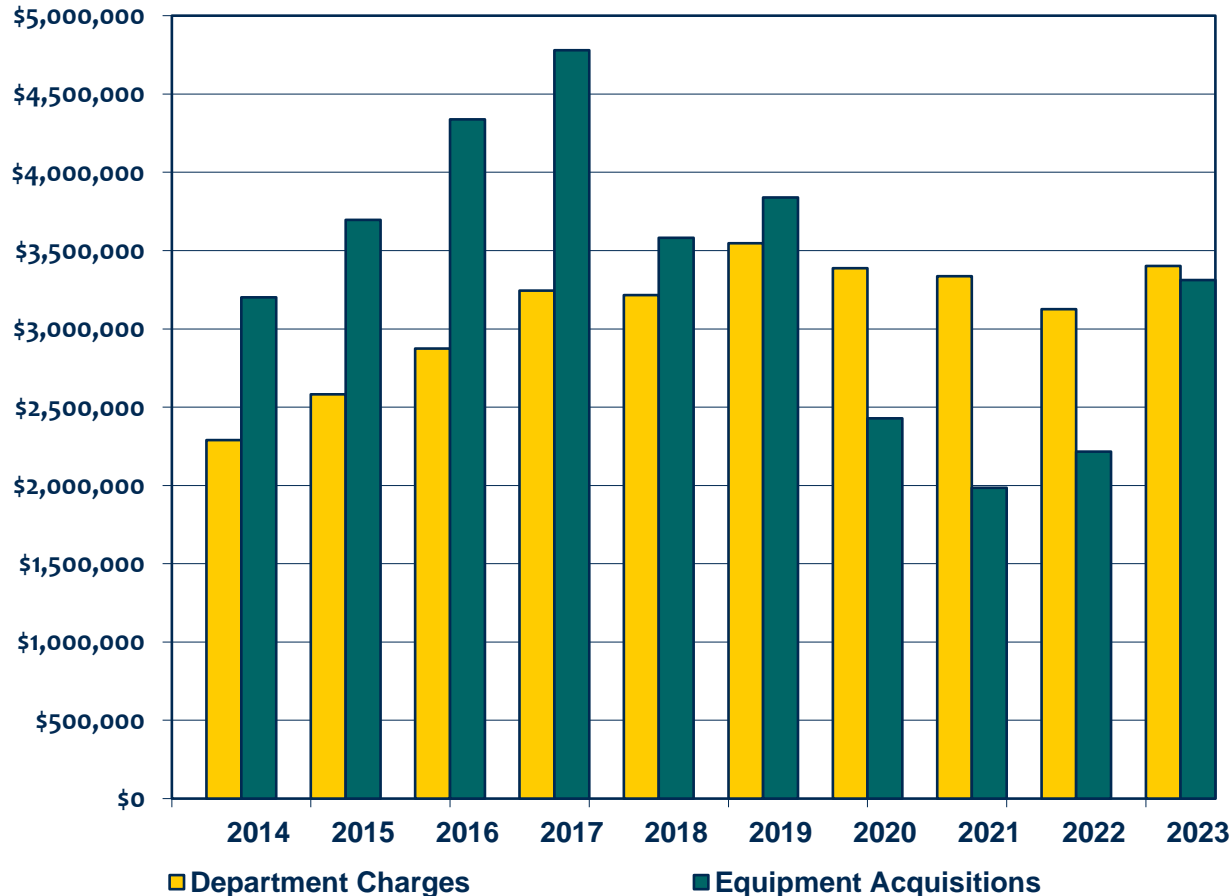


INTERNAL SERVICE FUNDS

- **Equipment Revolving**
- **Information Technology Revolving**
- **Self-Insurance**
- **Employee Benefits**

EQUIPMENT REVOLVING FUND

DEPARTMENTAL CHARGES & EQUIPMENT ACQUISITIONS



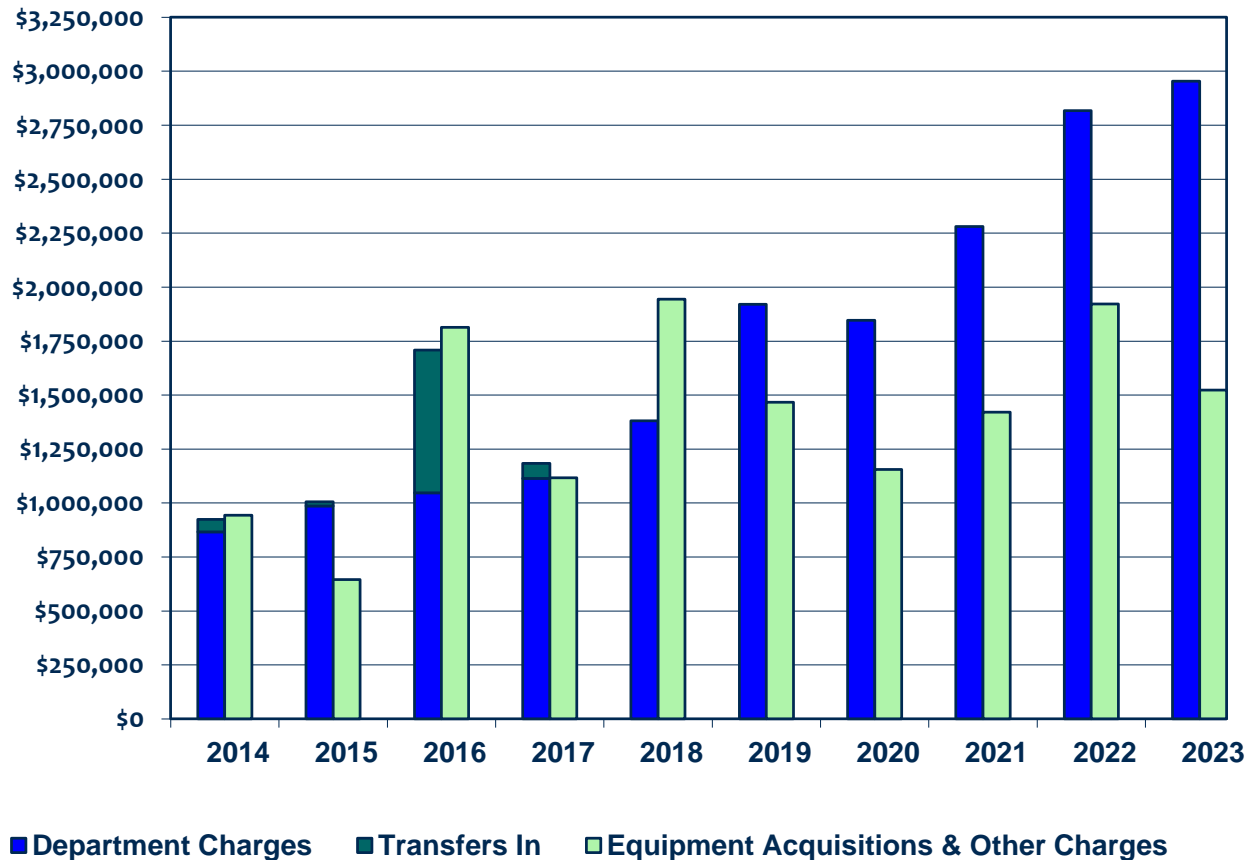
- Cash reserves and related interest earnings allows for:
 - Stable departmental charges
 - Interest income to supplement departmental charges as source of funding for acquisitions

- 2023 Equipment capitalized totaled **\$3,312,277** and included:

2 Ford Expedition XL	\$ 162,732
6 Ford Interceptor	\$ 396,774
1 Chipper with Grapple	\$ 121,639
7 Kubota UTV	\$ 178,500
1 John Deere 210G Excavator	\$ 184,000
1 926 CAT Wheel Loader	\$ 208,549
2 Bobcat Toolcat	\$ 101,105
1 5 Yard Dump Truck w/Plow	\$ 201,780
2 Dodge ¾ Ton Truck	\$ 100,695
1 Jet Sewer Truck	\$ 292,550
2 Elgin Pelican Sweeper	\$ 402,576
1 Bonnell Titan Leaf Vac	\$ 208,193

INFORMATION TECHNOLOGY REVOLVING FUND

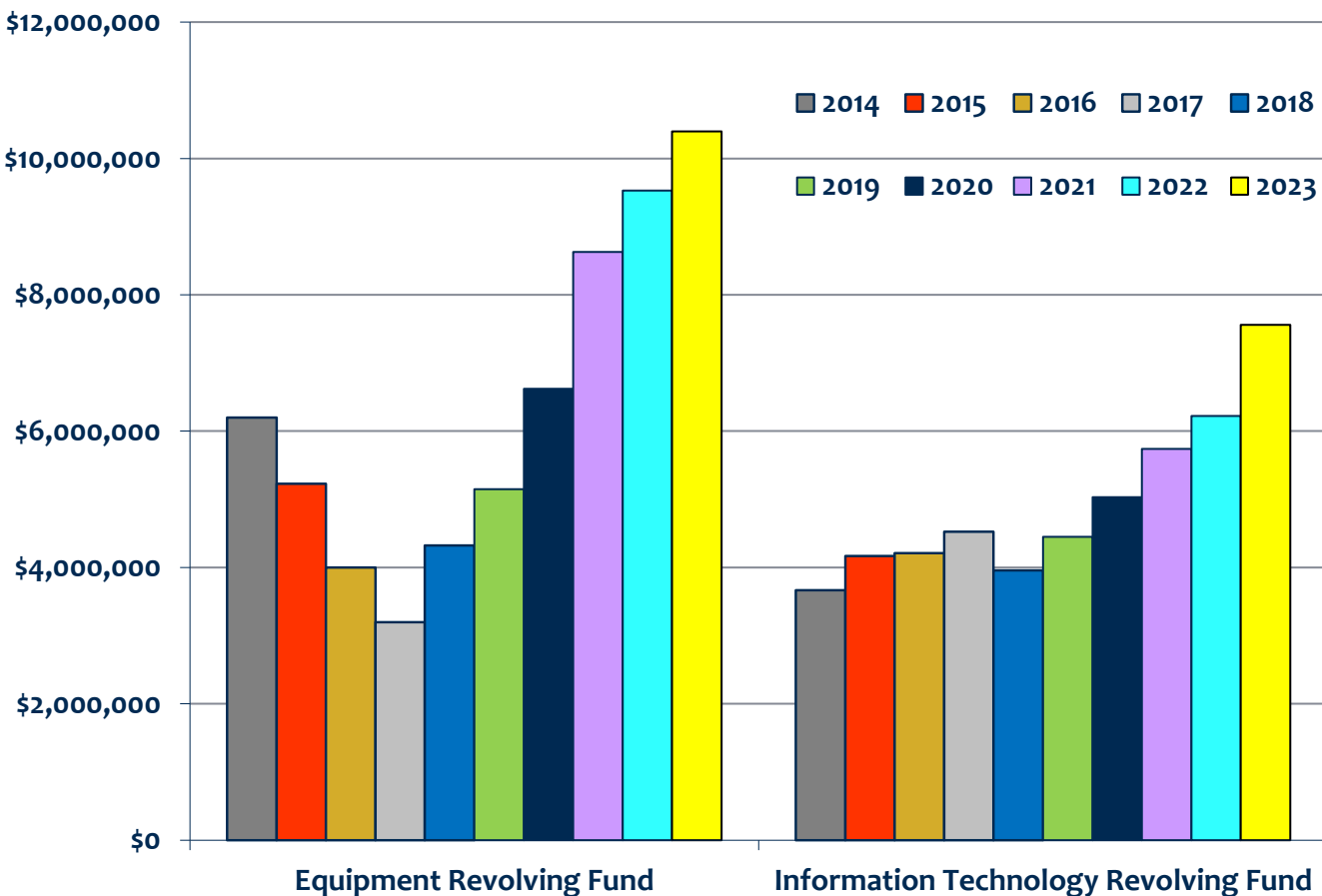
DEPARTMENTAL CHARGES & EQUIPMENT ACQUISITIONS



- Cash reserves and related interest earnings allows for:
 - Stable departmental charges
 - Interest income to supplement departmental charges as source of funding for acquisitions
- Other charges consisting of maintenance agreements, software licenses and other professional and contracted services amounting to \$805,954 in 2023 and \$1,027,480 in 2022
- Increase in 2016 related to technology enhancements as part of the Mayo Civic Center expansion

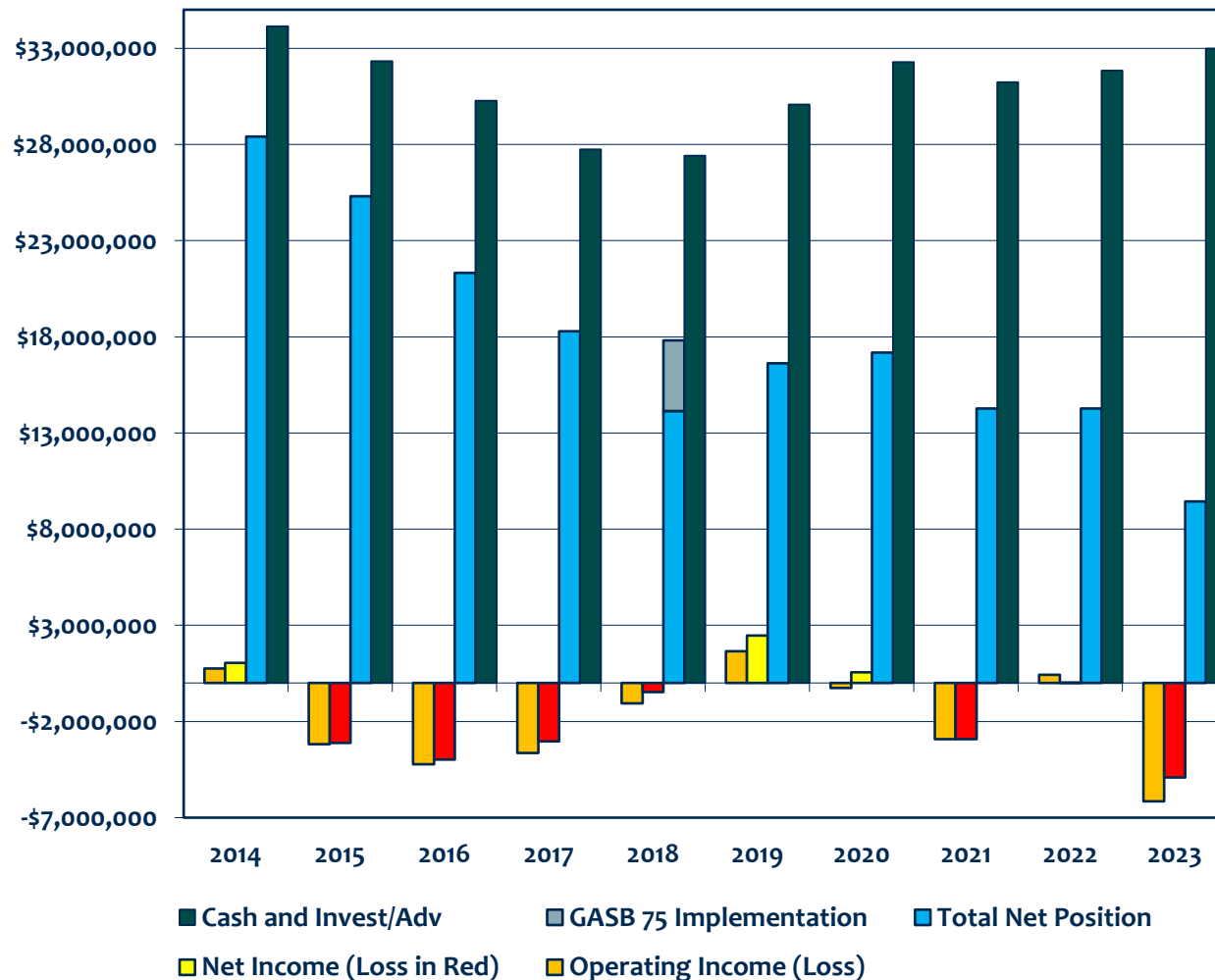
EQUIPMENT REVOLVING FUND AND IT REVOLVING FUND

UNRESTRICTED NET POSITION



- Unrestricted net position of the equipment revolving fund increased by \$867,642 to \$10,397,754 in 2023
- Unrestricted net position of the information technology revolving fund increased by \$1,336,465 to \$7,557,050 in 2023

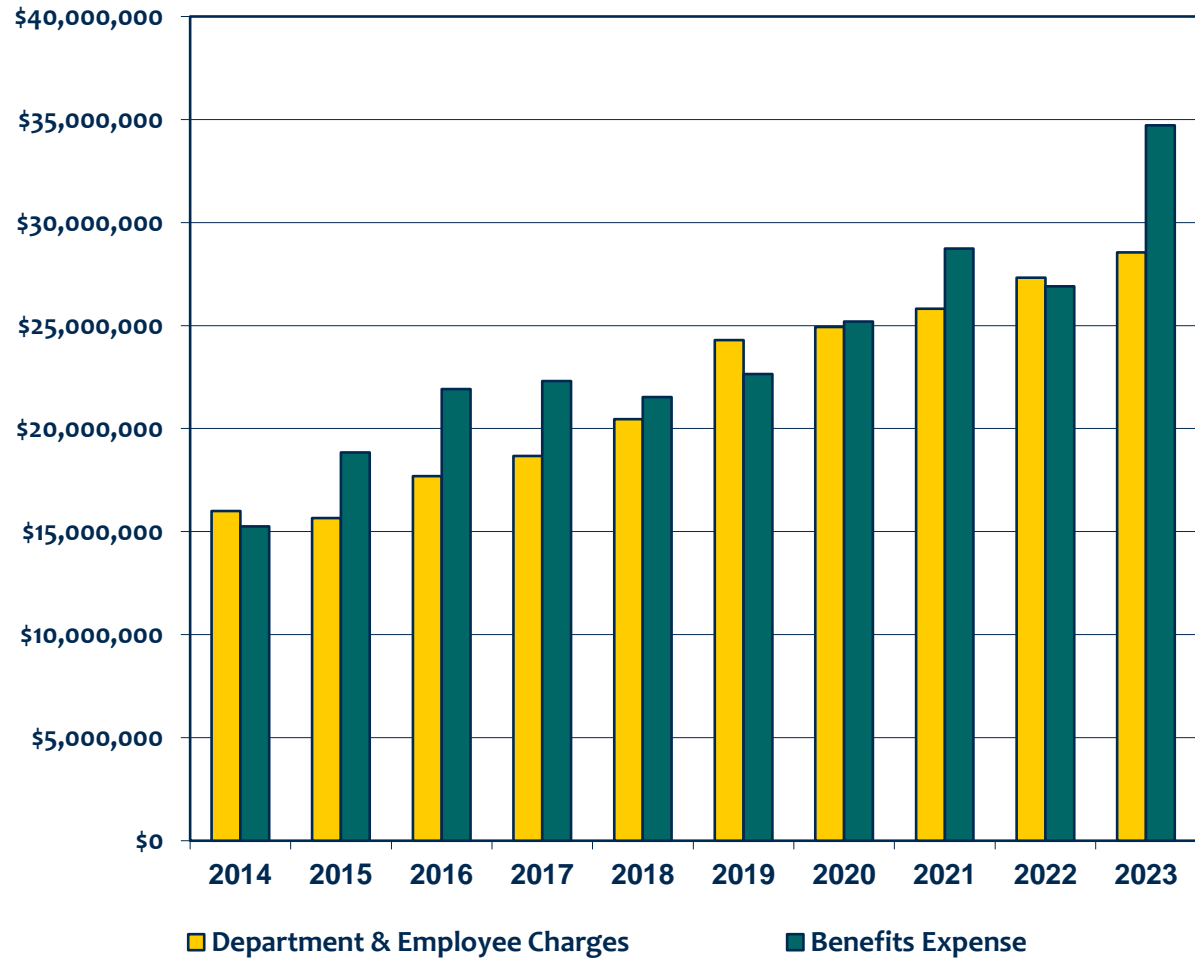
SELF-INSURANCE FUND



- Total Net Position at December 31, 2023 of **\$9,445,804** represents the City's reserve against Self-Insurance risk for:
 - Deductible Property Loss
 - Medical/Dental Claims
 - Workers Comp Claims
- Net loss in 2023 was **\$4,826,595** (a decrease of **\$4,917,294** from 2022's net income of **\$2,513**)
- Departmental medical charges increased by **7%** and dental charges increased by **1%** in 2023.
- In 2023 and 2022 there was a **0.5%** and **1.25%** shift in medical charges from the City to the employee, respectively.
- Implementation of GASB 75 in 2018 restated beginning net position by **\$3,670,778**

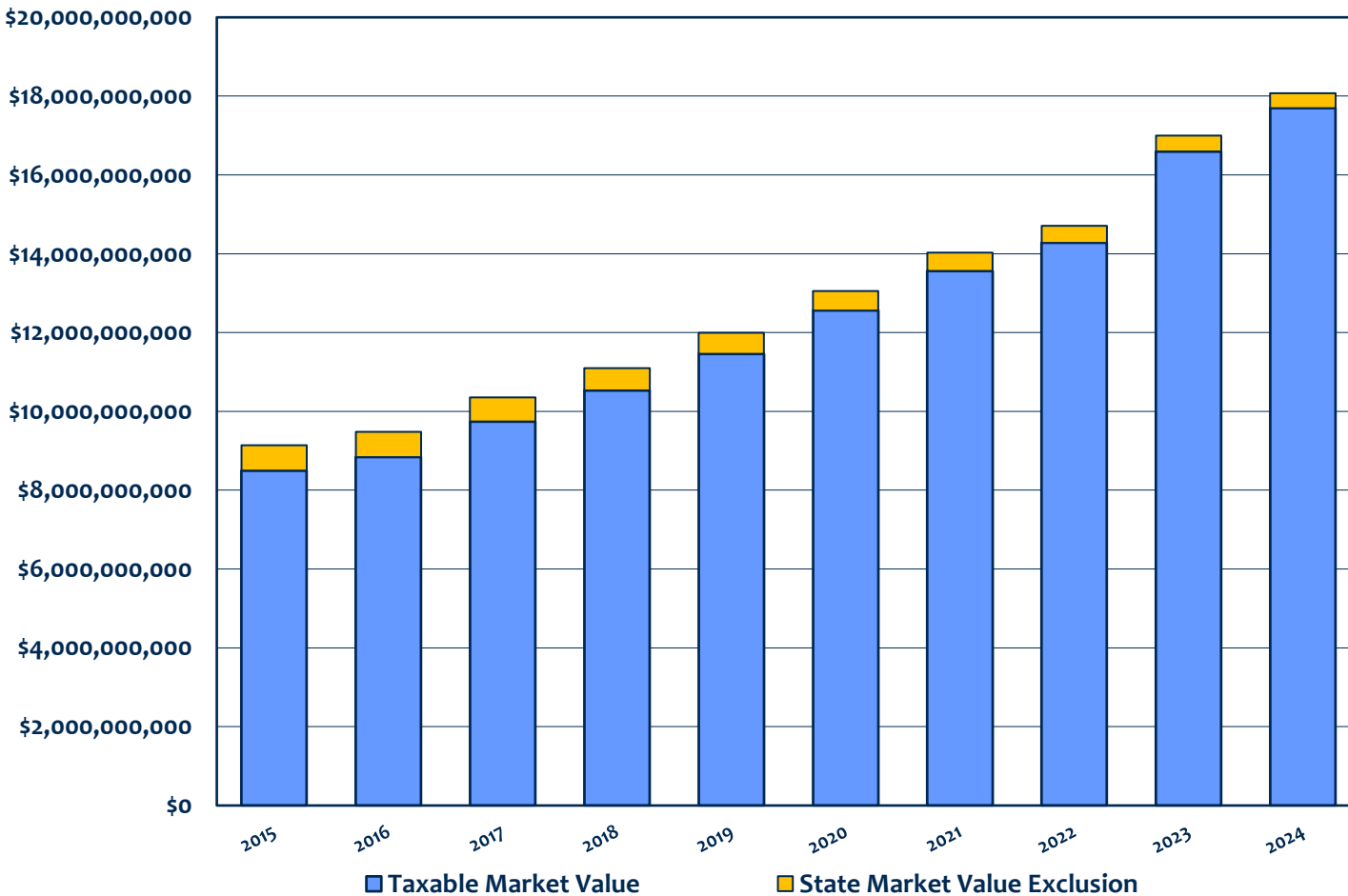
SELF-INSURANCE FUND

DEPARTMENTAL/EMPLOYEE CHARGES & BENEFITS EXPENSE



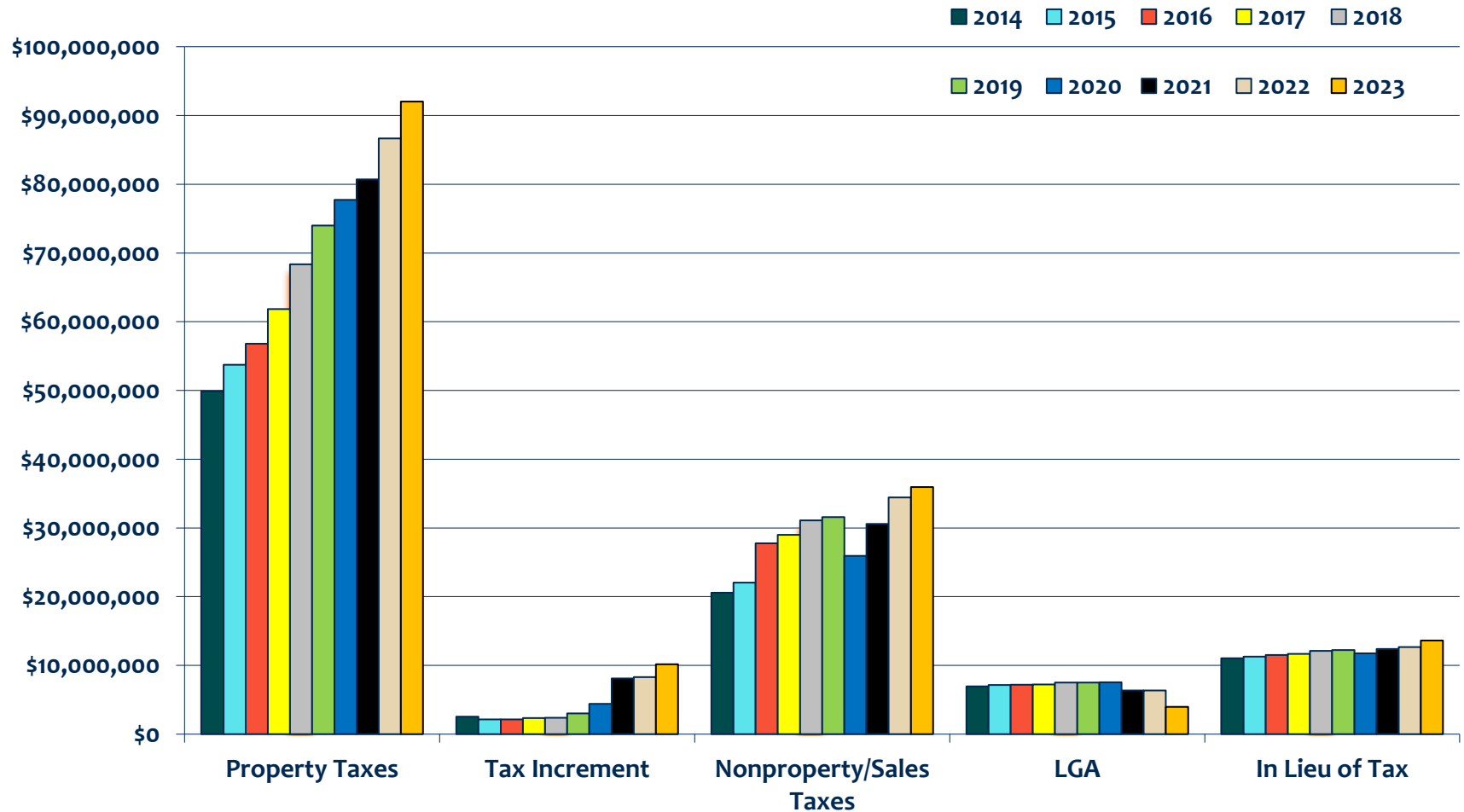
- Departmental and employee charges and reinsurance stop loss payments are used to pay health insurance claims
- Interest earnings on reserves are used to supplement departmental and employee charges
- Departmental medical charges have changed annually as follows:
 - 2023 7%
 - 2022 6%
 - 2021 5%
 - 2020 9%
 - 2019 14%
 - 2018 14%
 - 2017 14%
 - 2016 13%
 - 2015 -2%
 - 2014 5%
- Expenses related to increase in OPEB liability and accrued claims was approximately \$5.5M in 2023

TOTAL TAXABLE MARKET VALUE

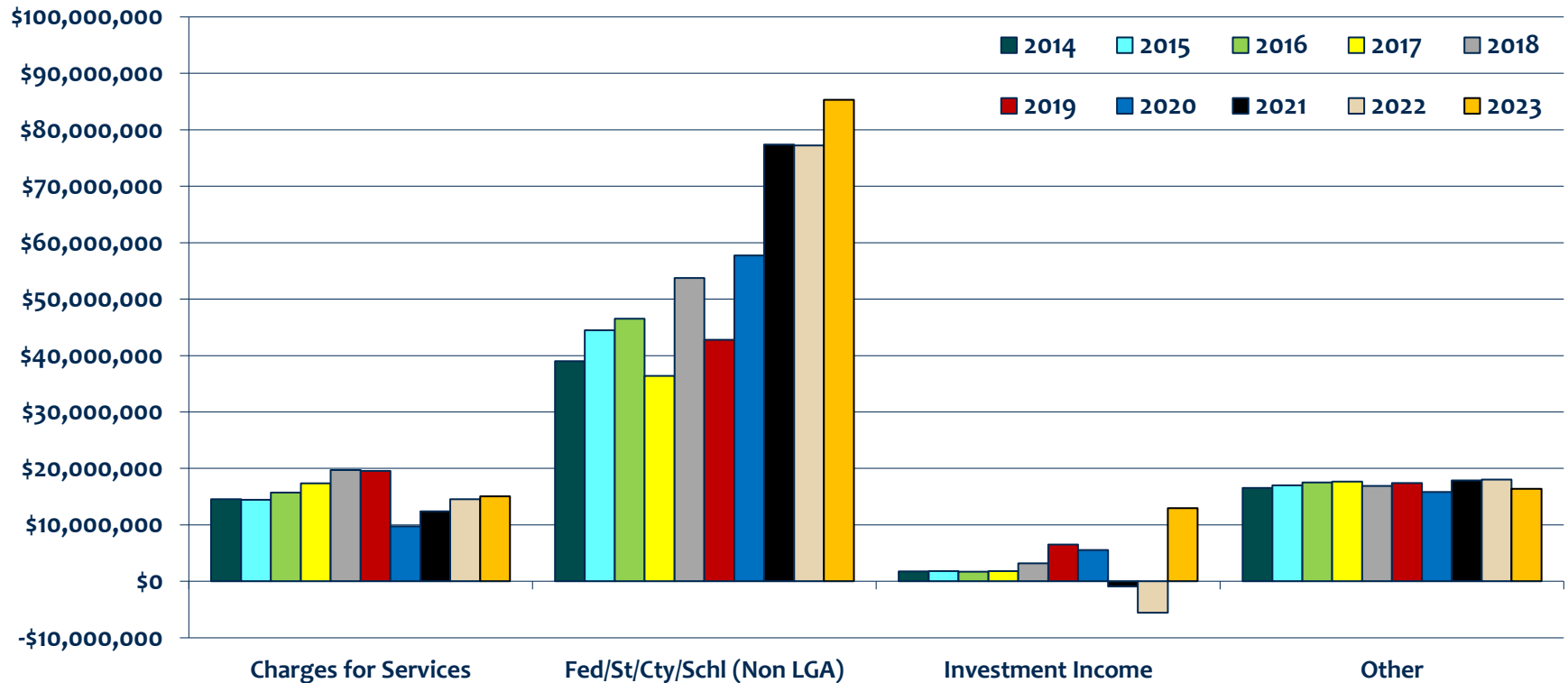


- Taxable Market Value for 2024 is **\$17.7 Billion**, up **\$1.1 Billion (6.2%)** from 2023
- Includes both real property and personal property

GOVERNMENTAL FUNDS – ALL REVENUES

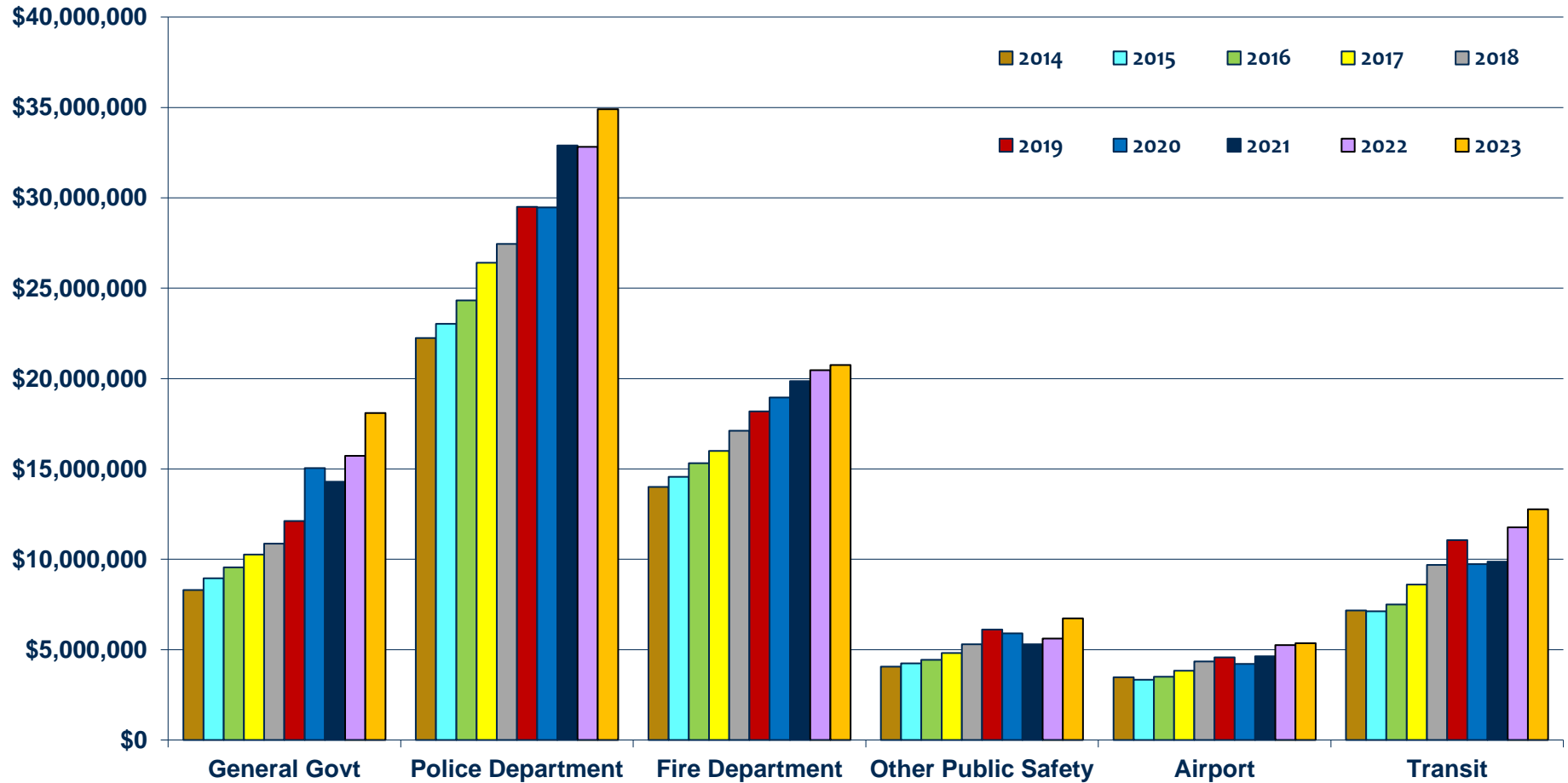


GOVERNMENTAL FUNDS – ALL REVENUES



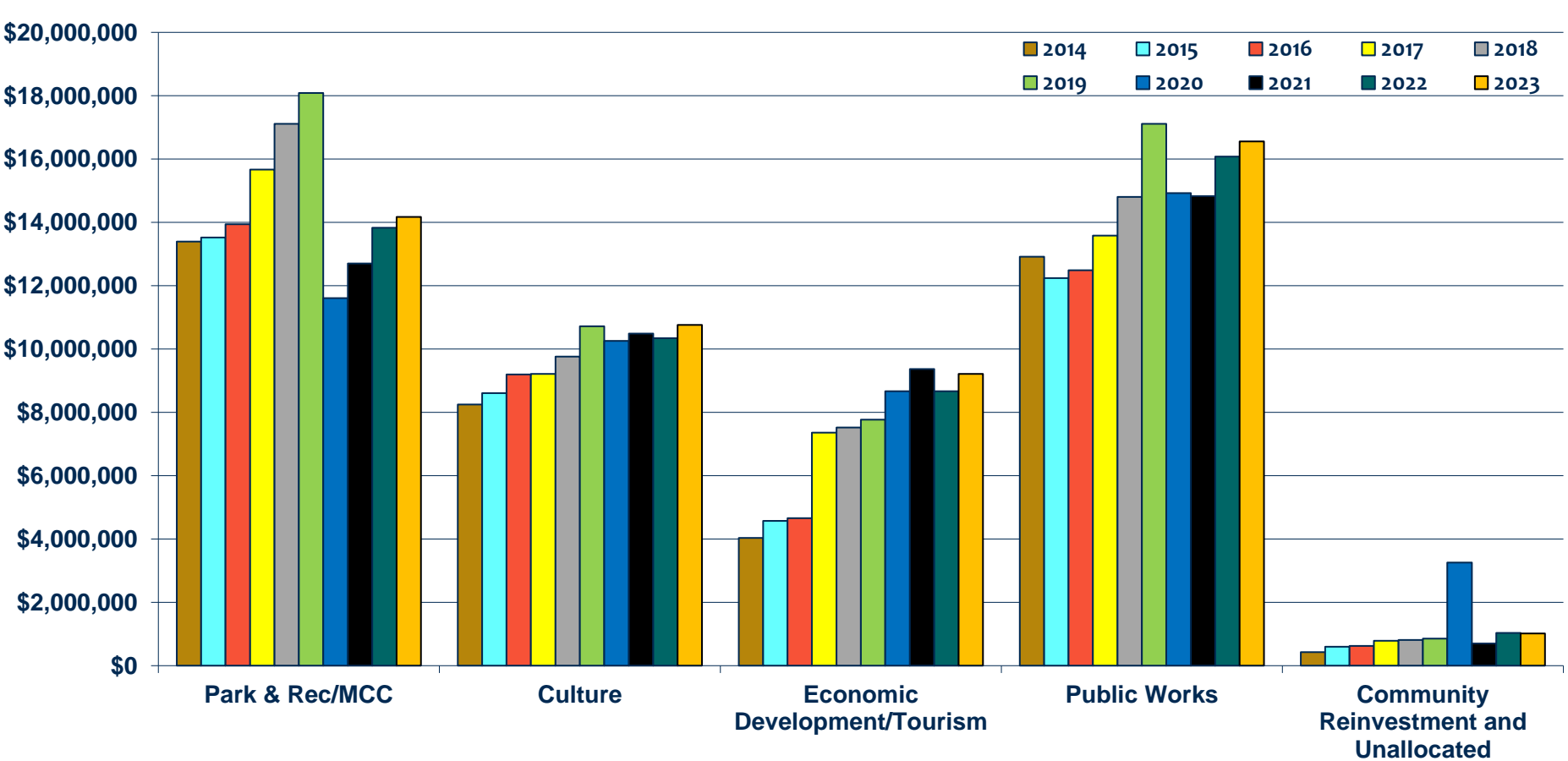
GOVERNMENTAL FUNDS – ALL EXPENDITURES

(EXCLUDING CAPITAL OUTLAY AND DEBT SERVICE)



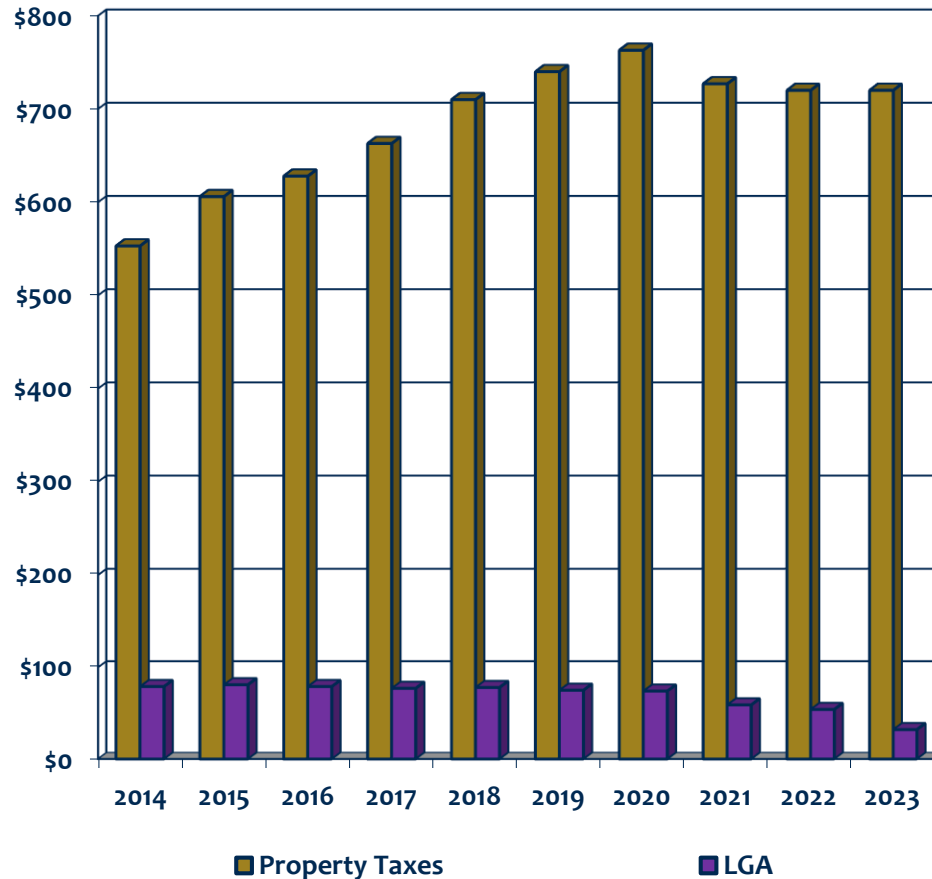
GOVERNMENTAL FUNDS – ALL EXPENDITURES

(EXCLUDING CAPITAL OUTLAY AND DEBT SERVICE)



PROPERTY TAXES & LOCAL GOVERNMENT AID (LGA)

(PER CAPITA, INFLATION ADJUSTED, EXCLUDES PARK AND REC REFERENDUM LEVY)



- **Per Capita Property Taxes**
 - 2014 \$553
 - 2018 710
 - 2023 720

- **Per Capita LGA**
 - 2014 \$79
 - 2018 78
 - 2023 32

- **Per Capita Total of Property Taxes & LGA**
 - 2014 \$632
 - 2018 788
 - 2023 752

- **Population**
 - 2014 111,187
 - 2018 116,145
 - 2023 125,055

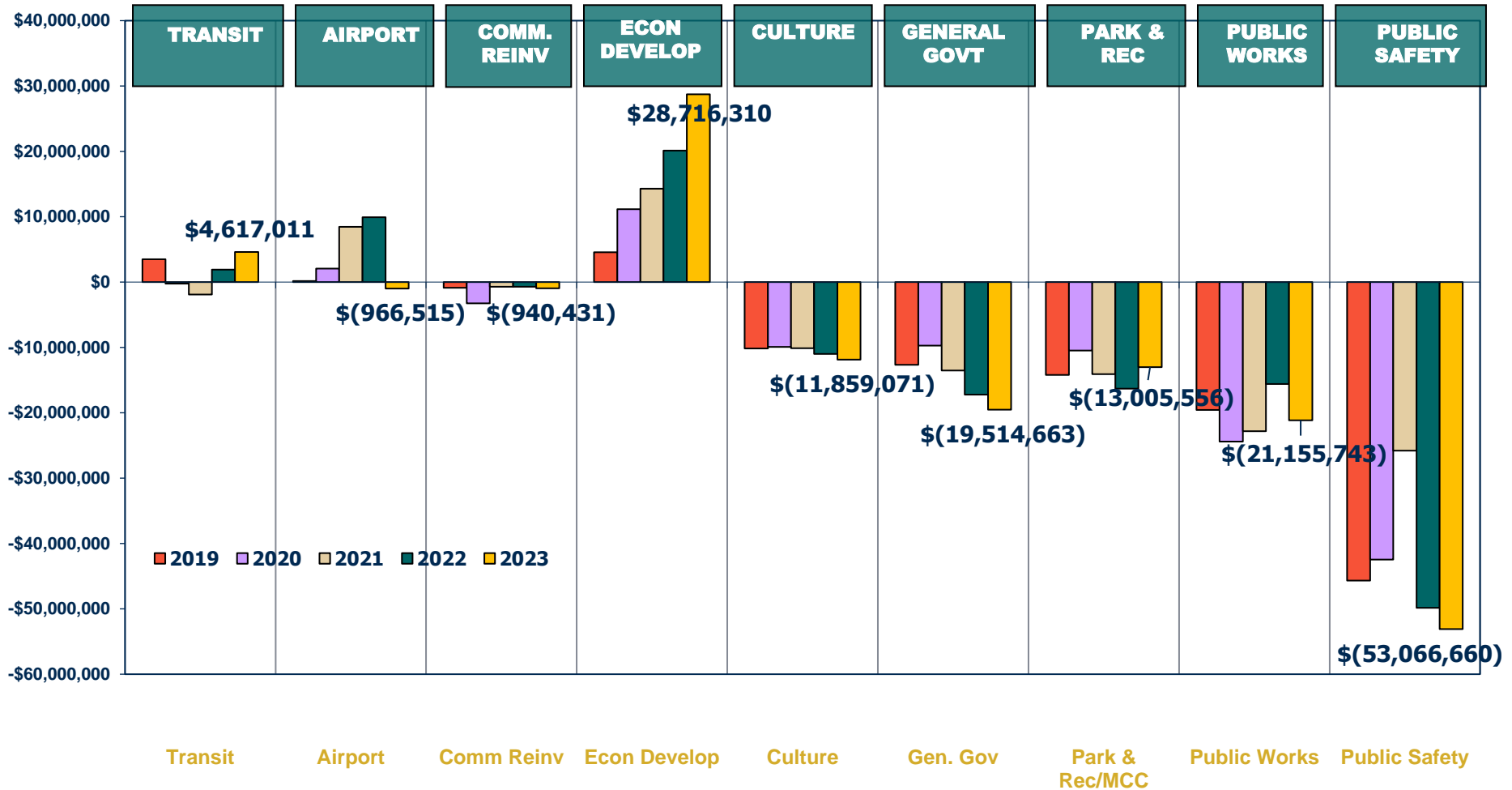
GOVERNMENT – WIDE FINANCIAL STATEMENTS

- **Consists of:**
 - Statement of Net Position
 - Statement of Activities
- **Utilizes accrual basis of accounting and requires capitalization and depreciation of all property and equipment and recognition of all long-term liabilities**

CITY OF ROCHESTER, MINNESOTA
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2023

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:							
General government	\$ 21,133,440	\$ 1,428,454	\$ 132,414	\$ 57,909	\$ (19,514,663)	\$	\$ (19,514,663)
Public safety	72,852,302	9,899,680	9,885,962		(53,066,660)		(53,066,660)
Public works	33,526,923	754,622	1,256,008	10,360,550	(21,155,743)		(21,155,743)
Airport	9,294,477	5,820,425	1,498,424	1,009,113	(966,515)		(966,515)
Transit	14,914,565	1,792,514	12,166,629	5,572,433	4,617,011		4,617,011
Culture	13,267,738	39,099	1,369,568		(11,859,071)		(11,859,071)
Park and recreation	23,139,996	4,476,410	492,273	5,165,757	(13,005,556)		(13,005,556)
Economic development/tourism	16,735,567	3,341,295	699,865	41,410,717	28,716,310		28,716,310
Community reinvestment/unallocated	1,019,784		79,353		(940,431)		(940,431)
Interest on long-term debt	3,646,040				(3,646,040)		(3,646,040)
Total governmental activities	209,530,832	27,552,499	27,580,496	63,576,479	(90,821,358)		(90,821,358)
Business-Type activities:							
Parking	6,515,826	7,319,749		1,985,015		2,788,938	2,788,938
Electric utility	162,277,471	188,035,309		7,262,150		33,019,988	33,019,988
Water utility	12,259,099	14,608,747		2,199,730		4,549,378	4,549,378
Sewer utility	16,222,419	31,684,793		1,025,090		16,487,464	16,487,464
Storm water utility	7,104,468	9,334,369		2,883,133		5,113,034	5,113,034
Total business-type activities	204,379,283	250,982,967		15,355,118		61,958,802	61,958,802
Total	\$ 413,910,115	\$ 278,535,466	\$ 27,580,496	\$ 78,931,597	(90,821,358)	61,958,802	(28,862,556)
General revenues:							
General property taxes					93,565,999		93,565,999
Tax increments collection					10,167,738		10,167,738
Sales tax					24,282,182		24,282,182
Nonproperty taxes					11,652,375		11,652,375
Grants and contributions not restricted to specific programs:							
Local government aid					3,958,994		3,958,994
Other					10,356		10,356
Interest earnings					6,932,235	6,183,494	13,115,729
Gain on disposition of property					1,175,619	45,223	1,220,842
Net increase in the fair value of investments					8,133,830	5,307,800	13,441,630
Miscellaneous					1,941,243	(274,282)	1,666,961
Transfers					8,746,521	(8,746,521)	
Total general revenues and transfers					170,567,092	2,515,714	173,082,806
Change in net position					79,745,734	64,474,516	144,220,250
Net position - beginning					988,918,382	734,771,675	1,723,690,057
Net position - ending					\$ 1,068,664,116	\$ 799,246,191	\$ 1,867,910,307

NET REVENUE (EXPENSE) BY FUNCTION



SUMMARY

- **General Fund Unassigned Fund Balance at 48% of 2023 annual expenditures and 45% of budgeted 2024 annual expenditures. (City policy is not less than 42%)**
- **Library Fund Balance at 37% and Municipal Recreation Fund Balance at 19% of 2023 annual expenditures.**
- **Airport Fund has a balance of \$12.1 Million in 2023 an increase of \$1.76 Million from 2022. Fund balance is available to fund local match future construction projects including runway reconstruction.**
- **Transit fund revenues exceeded expenditures increasing fund balance to \$4.7 Million at December 31, 2023. Fund balance is available to fund capital purchases for the transit system.**
- **Capital Improvement fund has \$253 Million in reserves for future capital projects as outlined in the City's capital improvement plan.**
- **Parking fund has \$17.2 Million in reserves for future capital needs.**
- **Electric and Sewer Utilities servicing \$172 Million in bonds with future access charges and user fees. No new debt was issued in 2023.**
- **The City's Self-Insurance Fund Cash, Investments and Advances balance as of December 31, 2023 totaled \$33.0 Million, an increase of \$1.1 Million over 2022.**
- **Equipment Revolving fund unrestricted net position increased from \$9.5 Million in 2022 to \$10.4 Million in 2023.**