

City of Aurora



Finance Department | Accounting Division

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MEMORANDUM

TO: Richard C. Irvin, Mayor
Robert J. O'Connor, Alderman-at-Large
Sherman L. Jenkins, Alderman-at-Large
Emmanuel Llamas, Alderman
Juany Garza, Alderman
Theodoros C. Mesiacos, Alderman
William M. Donnell, Alderman
Carl Franco, Alderman
Michael B. Saville, Alderman
Scheketa Hart-Burns, Alderman
Patty Smith, Alderman
Edward J. Bugg, Alderman
Judd Lofchie, Alderman

FROM: Martin Lyons, Chief Financial Officer/City Treasurer

DATE: July 24, 2020

SUBJECT: Treasurer's Report – June 2020

Attached for your information is the Treasurer's Report for the month ended June 30, 2020. Please note that this is a cash-basis report.

We continue to monitor the impact of COVID-19 on City Finances. As related in last month's report, the revenue loss in sales tax was only 10%. For April Sales Tax (the first full month of COVID restrictions), the City saw a sales tax loss of 30% over last year. This is less than was projected and is great news. That being said, the State of Illinois continues to see cases and if our incident rate passes above the Governor's goal levels there is the possibility of further shutdowns. Conversely, now that the state is split into more districts when it comes to monitoring case rate, Aurora may not be shutdown even if another District is shutdown.

When reviewing the Cash Flow graphic in this report you can see that we are actually above cash balance levels compared to 2019. This is not because we have not lost revenues, but rather is due to the combination of the spending freezes and our revenue losses as noted below and summarized in the Variance Report for the General Fund attached.

City Of Aurora							
YTD Variance Report							
June 30, 2020							
	FY 2019 Budget	FY 2019 Actual	Over / (Under) \$	% Variance	FY 2020 Budget	FY 2020 YTD	% YTD
TOTAL GENERAL FUND REVENUE	181,598,001	190,345,138	(8,747,137)	(4.82%)	194,499,377	73,180,346	38%
TOTAL GENERAL FUND EXPENSE	182,513,047	181,530,670	(982,377)	(0.54%)	195,584,172	81,478,282	42%
NET SURPLUS / (DEFICIT)	(915,046)	8,814,468			(1,084,795)	(8,297,935)	
BEGINNING FUND BALANCE		22,988,933				31,803,401	
ENDING FUND BALANCE		31,803,401				23,505,466	

In the table above, if both Revenues and Expenses were at 50%, the City would have \$24 million more in revenues and \$16 million more in expenses. By holding the line on our expenses over the past 4 months we have been able to provide continued services in all departments, without additional funds. The City is continuing to monitor the situation closely and will update its information as new developments arise.

attachment

c: Alex Alexandrou, Chief Management Officer
Jennifer Stallings, City Clerk

Included above are the ending balances as of June 30, 2020 for both fund and cash balances. Of these two amounts, cash balance is the more meaningful metric since this represents liquid cash and/or invested assets which can be used (or easily sold) to support and fund current operations. While ending fund balance is also an important measurement of the City's financial health, it usually includes illiquid assets or future cash receipts or disbursements such as receivables (including property tax) due to the City and accounts payable/accrued expenses. The enterprise funds' fund balances reflect net short term assets and liabilities, to more accurately present current operations.

The fund balances included in this financial report are based on preliminary unaudited 2019 year-end balances. Additional closing entries are still being processed and balances may change as a result of the audit process. The audit will be finalized in July.

As of June 30, 2020, the General Fund is reporting a deficit of \$8,297,935.31. The General Fund balance is \$23,505,465.85 with a cash balance of \$29,550,458.30. The attached supplemental chart shows the General Fund revenues at 38% and expenses slightly higher at 42%. This is primarily due to timing of tax revenues received.

Through June 30, 2020, the Block Grant Fund is showing a negative fund balance of \$250,073.47 and a negative cash balance of \$247,073.47. This is due to the timing of grant funding revenues that are funded on a reimbursement basis.

Through June 30, 2020, the TIF #10 Galena/Broadway Fund is showing a negative fund balance of \$388,504.60 and a negative cash balance of \$222,401.55. This is due to timing of payments made with redevelopment agreements and TIF funds received.

Through June 30, 2020, the TIF #11 Benton/River Fund is showing a negative fund and cash balances of \$267,652.89. This is due to timing of payments made with redevelopment agreements and TIF funds received.

Through June 30, 2020, the TIF #12 Ogden/75th Fund is showing a negative fund and cash balances of \$262.72. This is due to timing of payments made with redevelopment agreements and TIF funds received.

Through June 30, 2020, the TIF #13 River/Galena Fund is showing a negative fund balance of \$981,848.65 and a negative cash balance of \$149,843.75. This is due to timing of payments made with redevelopment agreements and TIF funds received.

Through June 30, 2020, the TIF #14 Lincoln/Westin Fund is showing a negative fund balance of \$1,540,991.10 and a negative cash balance of \$37,764.37. This is due to timing of payments made with redevelopment agreements and TIF funds received.

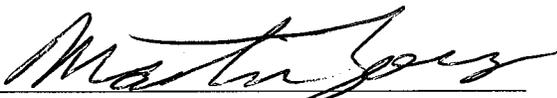
Through June 30, 2020, the TIF #9 Stolp Island Fund is showing a negative fund balance of \$409,328.46 and a negative cash balance of \$466,613.71. This is due to timing of payments made with redevelopment agreements and TIF funds received.

Through June 30, 2020, the Transit Center Fund is showing a negative fund balance of \$18,566.03. This is due to a decrease in permit parking revenues as a result of the COVID-19 pandemic and the Governor's stay at home order. Revenues are expected to increase in the coming months as more businesses begin to reopen.

If there are any questions on the attached report, please contact me by phone at (630) 256-3500 or by email: mlyons@aurora-il.org

CERTIFICATION OF ATTACHED FINANCIAL REPORTS

As required per Illinois Statue 65 ILCS 5/3.1-35-45 I, Martin Lyons, Chief Financial Officer/City Treasurer of the City of Aurora, hereby affirm that I have reviewed the June 30, 2020 year-to-date financial information and reports which, to the best of my knowledge, appear accurate and complete.



Martin Lyons, Chief Financial Officer/City Treasurer

Major Governmental Funds

Fund	Fund Description	YTD Revenues	YTD Expenses	YTD Net	Fund Balance	Cash Balance
101	GENERAL	73,180,346.32	81,478,281.63	(8,297,935.31)	23,505,465.85	29,550,458.30
120	EQUIPMENT SERVICES	1,893,645.87	1,872,964.95	20,680.92	385,046.60	385,246.60
209	HOTEL / MOTEL TAX	126,786.88	51,721.36	75,065.52	1,570,994.06	1,534,440.80
401	DEBT SERVICE	4,833,173.18	1,793,895.86	3,039,277.32	6,093,584.53	6,098,425.55
Total Major Governmental Funds		80,033,952.25	85,196,863.80	(5,162,911.55)	31,555,091.04	37,568,571.25

Non-Major Governmental Funds

Fund	Fund Description	YTD Revenues	YTD Expenses	YTD Net	Fund Balance	Cash Balance
202	MFT-REBUILD ILLINOIS	2,173,976.93	-	2,173,976.93	2,173,976.93	2,173,976.93
203	MOTOR FUEL TAX	4,153,089.71	2,472,653.73	1,680,435.98	12,098,951.59	15,282,228.86
208	SANITATION	1,149,569.30	961,819.00	187,750.30	850,164.92	386,008.22
211	WIRELESS 911 SURCHARGE	490,496.22	1,309,151.22	(818,655.00)	8,281,503.84	7,862,710.47
212	MUNICIPAL MOTOR FUEL TAX	768,608.85	-	768,608.85	1,687,305.14	1,526,633.92
213	HOME PROGRAM	120.22	-	120.22	24,146.55	24,146.55
214	NEIGHBORHOOD STABILIZATION	145.60	-	145.60	31,275.42	31,275.42
215	GAMING TAX	1,383,410.86	2,898,909.49	(1,515,498.63)	1,141,771.72	5,724,419.74
217	ASSET FORFEITURES-STATE	1,976.96	41,128.92	(39,151.96)	330,203.88	330,420.34
218	ASSET SEIZURE	708.17	-	708.17	33,569.57	148,036.84
219	FOREIGN FIRE INSURANCE TAX	2,842.58	36,585.08	(33,742.50)	482,255.66	482,255.66
220	BLOCK GRANT-INCOME	1,505.13	-	1,505.13	272,601.74	272,601.74
221	BLOCK GRANT	35,686.54	96,723.98	(61,037.44)	(250,073.47)	(247,073.47)
222	SECTION 108 LOAN	7,371.20	-	7,371.20	48,900.23	9,660.55
223	TIF #10 GALENA/BROADWAY	279.61	401,992.13	(401,712.52)	(388,504.60)	(222,401.55)
224	TIF #11 BENTON/ RIVER	(986.22)	283,333.33	(284,319.55)	(267,652.89)	(267,652.89)
225	TIF #12 OGDEN/75TH	(0.22)	262.50	(262.72)	(262.72)	(262.72)
226	TIF #13 RIVER/GALENA	1,664.62	343,415.27	(341,750.65)	(981,848.65)	(149,843.75)
227	TIF #14 LINCOLN/WESTIN	3,813.99	16,762.03	(12,948.04)	(1,540,991.10)	(37,764.37)
231	TIF #1 FUND-CBD AREA	348,948.95	374,513.59	(25,564.64)	436,523.14	436,523.14
233	TIF #3 RIVER CITY	593,918.17	131,750.00	462,168.17	1,750,723.69	1,750,723.69
234	TIF #4 FUND-BELL GALE	21,427.35	2,100.00	19,327.35	68,338.05	68,338.05
235	TIF #5 FUND W RIVER AREA	87,351.52	22,847.50	64,504.02	805,920.88	805,920.88
236	TIF #6 FUND E RIVER AREA	409,636.89	111,761.31	297,875.58	1,069,951.10	1,069,951.10
237	TIF #7 W FARNSWORTH AREA	114,390.27	241,562.59	(127,172.32)	868,292.06	605,388.51
238	TIF #8 E FARNSWORTH AREA	20,226.67	14,875.00	5,351.67	2,872,046.79	3,622,046.79
239	TIF #9 STOLP ISLAND	7,209.39	477,000.00	(469,790.61)	(409,328.46)	(466,613.71)
251	SSA #14 FUND-SULLIVAN	235.92	-	235.92	42,967.54	42,967.54
254	BUSINESS DISTRICT TAX #1	21,437.49	-	21,437.49	21,437.49	21,437.49
255	SHAPE FUND	782,318.30	2,775,575.13	(1,993,256.83)	209,850.67	209,850.35
256	EQUITABLE SHARING - JUSTICE	18,662.49	55,033.50	(36,371.01)	1,387,534.87	1,387,534.87
257	EQUITABLE SHARING - TREASURY	174,264.07	-	174,264.07	1,245,498.07	1,245,498.07
262	SSA #24 FUND-EAGLE POINT	20,349.02	-	20,349.02	47,046.58	47,046.58
266	SSA #ONE-DOWNTOWN (94)	34,276.73	-	34,276.73	133,775.41	133,775.41
275	SSA# 34 OSWEGO	195,394.69	5,925.00	189,469.69	241,227.31	241,227.31
276	SSA# 44 BLACKBERRY TRAIL	12,686.71	-	12,686.71	13,541.37	13,541.37
280	STORMWATER MGMT FEE FUND	1,712,501.26	682,912.29	1,029,588.97	5,922,225.19	7,697,627.24
281	LTCP FEE	1,142,963.50	1,064,983.96	77,979.54	2,741,071.46	2,779,435.03
311	WARD #1 PROJECTS FUND	45,444.42	3,412.45	42,031.97	564,866.89	564,866.89
312	WARD #2 PROJECTS FUND	40,602.99	17,465.70	23,137.29	359,620.32	360,570.32
313	WARD #3 PROJECTS FUND	39,572.23	10,739.21	28,833.02	401,897.31	401,897.31
314	WARD #4 PROJECTS FUND	46,899.22	5,204.61	41,694.61	542,474.27	542,474.27
315	WARD #5 PROJECTS FUND	40,172.37	27,137.59	13,034.78	483,827.69	483,827.69
316	WARD #6 PROJECTS FUND	45,004.54	50,804.48	(5,799.94)	382,067.50	382,077.50
317	WARD #7 PROJECTS FUND	38,040.86	19,906.75	18,134.11	118,895.78	121,795.78
318	WARD #8 PROJECTS FUND	40,970.84	3,868.50	37,102.34	519,986.86	518,888.35
319	WARD #9 PROJECTS FUND	42,043.59	77,319.19	(35,275.60)	783,242.13	787,317.13
320	WARD #10 PROJECTS FUND	38,313.40	8,150.00	30,163.40	173,151.79	173,151.79

Non-Major Governmental Funds (continued)

Fund	Fund Description	YTD Revenues	YTD Expenses	YTD Net	Fund Balance	Cash Balance
340	CAPITAL IMPROVEMENTS FUND	1,064,931.40	1,630,701.84	(565,770.44)	7,736,148.99	8,587,027.67
342	2008B TIF BOND PROJ TIF 3	6,269.50	-	6,269.50	1,613,287.90	1,613,287.90
345	KANE / DUPAGE FIRE IMPACT FEE	37,790.64	-	37,790.64	358,672.74	358,672.74
346	KENDALL / WILL FIRE IMPACT FEE	9,980.20	-	9,980.20	818,252.40	818,252.40
347	PUBLIC WORKS IMPACT FEE	1,032.93	-	1,032.93	187,848.09	187,848.09
353	2017 GO BOND PROJECT	1,495,050.72	442,965.44	1,052,085.28	6,897,863.21	5,939,895.75
	Total Non-Major Governmental Funds	16,750,622.36	17,121,252.31	1,803,346.98	63,264,063.91	74,709,470.85

Enterprise Funds

Fund	Fund Description	YTD Revenues	YTD Expenses	YTD Net	Fund Balance	Cash Balance
504	AIRPORT	321,414.15	384,578.10	(63,163.95)	1,453,046.49	1,543,866.03
510	WATER & SEWER	17,660,404.41	11,711,640.27	5,948,764.14	29,784,962.34	23,094,073.45
520	MOTOR VEHICLE PARKING	332,284.66	414,440.31	(82,155.65)	188,831.79	178,864.88
530	TRANSIT CENTER	443,273.99	890,423.12	(447,149.13)	(18,556.03)	151,430.33
550	GOLF	237,538.96	332,026.47	(94,487.51)	775,946.48	909,210.81
	Total Enterprise Funds	18,994,916.17	13,733,108.27	5,261,807.90	32,184,231.07	25,877,445.50

Internal Service Funds

Fund	Fund Description	YTD Revenues	YTD Expenses	YTD Net	Fund Balance	Cash Balance
601	PROPERTY & CASUALTY INSURANCE	2,917,987.46	(1,740,594.88)	4,658,582.34	8,005,244.20	8,174,923.04
602	EMPLOYEE HEALTH INSURANCE	9,511,791.65	8,644,387.50	867,404.15	4,206,890.93	4,739,372.86
603	EMPLOYEE COMP BENEFITS	1,365,107.78	1,462,648.48	(97,540.70)	159,999.34	20,179,508.00
	Total Internal Service Funds	13,794,886.89	8,366,441.10	5,428,445.79	12,372,134.47	33,093,803.90

Fiduciary Funds

Fund	Fund Description	YTD Revenues	YTD Expenses	YTD Net	Fund Balance	Cash Balance
731	SECT 125 MEDICAL CARE	98,491.16	112,936.65	(14,445.49)	30,128.52	30,148.22
732	SECT 125 DEPENDENT CARE	26,233.16	24,177.39	2,055.77	23,014.34	23,014.34
733	LIBRARY FLEX ACCOUNT	6,966.38	5,642.85	1,323.53	5,654.50	5,654.50
741	POLICE CHARITABLE	15.64	-	15.64	2,821.35	2,821.35
	Total Fiduciary Funds	131,706.34	142,756.89	(11,050.55)	61,618.71	61,638.41

Component Unit (Library)

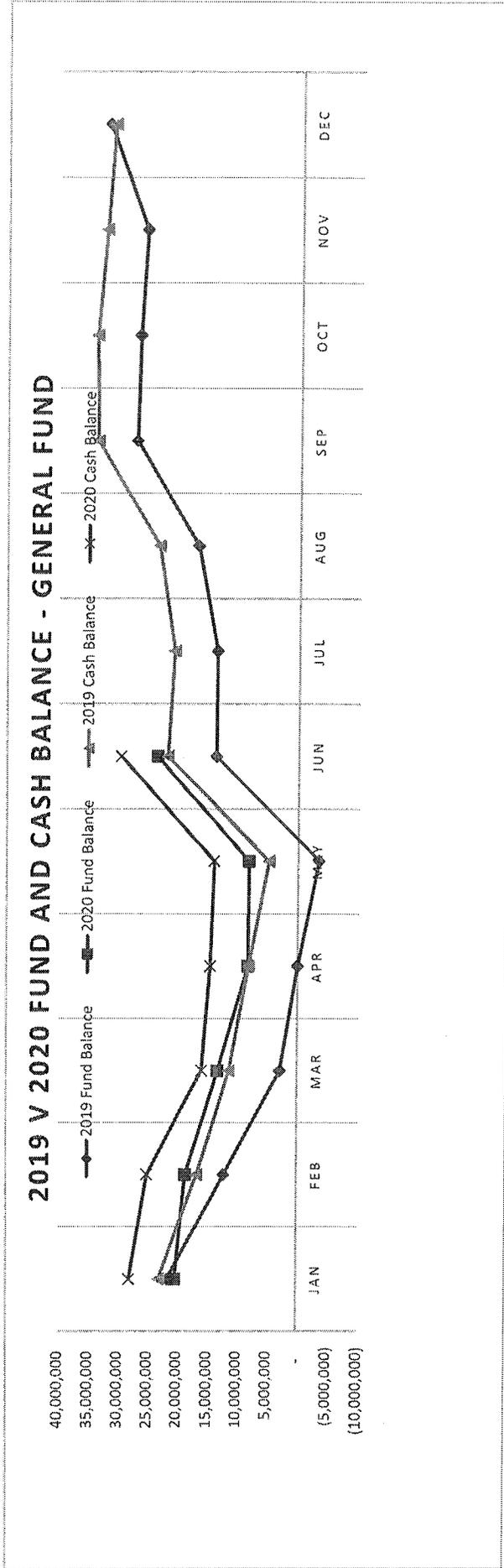
Fund	Fund Description	YTD Revenues	YTD Expenses	YTD Net	Fund Balance	Cash Balance
210	LIBRARY	6,461,418.06	4,821,343.96	1,640,074.10	7,607,306.58	7,346,210.86
310	LIBRARY C.P./ TECHNOLOGY	1,129.48	-	1,129.48	202,117.85	202,117.85
410	LIBRARY BOND & INTEREST	549,138.31	303,159.38	245,978.93	394,776.43	396,267.79
	Total Component Unit (Library) Funds	7,011,685.85	5,124,503.34	1,887,182.51	8,204,200.86	7,944,596.50
	GRAND TOTAL	136,717,769.86	129,684,925.71	9,206,821.08	147,641,340.06	179,255,526.41

City Of Aurora
YTD Variance Report
June 30, 2020

	FY 2019 Budget	FY 2019 Actual	Over / (Under) \$	% Variance	FY 2020 Budget	FY 2020 YTD	% YTD
OPERATING GENERAL FUND REVENUES							
Property Taxes	73,388,700	73,979,836	591,136	0.81%	76,956,700	31,741,000	41%
Other Taxes	62,774,000	65,717,249	2,943,249	4.69%	65,245,000	20,384,175	31%
Licenses, Permits and Fees	6,199,500	6,767,837	568,337	9.17%	7,910,325	1,981,396	25%
Intergovernmental Revenue	24,361,500	26,763,847	2,402,347	9.86%	27,543,400	12,974,409	47%
Charges for Services	7,863,350	8,781,622	918,272	11.68%	11,149,700	3,724,314	33%
Special Assessments	3,730,350	4,648,855	918,505	24.62%	3,780,651	1,364,812	36%
Investment Income	279,601	647,371	367,770	131.53%	312,601	206,610	66%
Interfund Transfers	3,001,000	3,038,520	37,520	1.25%	1,601,000	803,631	50%
TOTAL GENERAL FUND REVENUE	181,598,001	190,345,138	(8,747,137)	(4.82%)	194,499,377	73,180,346	38%
OPERATING GENERAL FUND EXPENSES							
00 Non-Departmental	270,000	270,000	-	0.00%	270,000	135,000	50%
10 Executive	7,267,259	6,498,973	(768,286)	(10.57%)	7,404,934	2,428,084	33%
11 Law	1,281,216	1,050,554	(230,662)	(18.00%)	1,226,240	464,680	38%
13 Innovation & Core Services	12,555,687	9,957,538	(2,598,149)	(20.69%)	13,945,148	5,415,391	39%
18 Development Services	10,503,698	9,989,077	(514,621)	(4.90%)	10,990,782	3,730,706	34%
25 Finance	3,851,507	3,751,045	(100,462)	(2.61%)	3,997,144	1,696,862	42%
30 Fire	49,861,757	51,788,373	1,926,616	3.86%	53,980,384	23,906,203	44%
35 Police	76,705,781	79,645,546	2,939,765	3.83%	81,825,358	36,352,301	44%
40 Public Works	7,785,127	6,600,098	(1,185,029)	(15.22%)	8,783,579	2,719,608	31%
44 Public Properties	12,431,015	11,979,465	(451,550)	(3.63%)	13,160,603	4,629,447	35%
TOTAL GENERAL FUND EXPENSE	182,513,047	181,530,670	(982,377)	(0.54%)	195,584,172	81,478,282	42%
NET SURPLUS / (DEFICIT)	(915,046)	8,814,468			(1,084,795)	(8,297,935)	
BEGINNING FUND BALANCE		22,988,933				31,803,401	
ENDING FUND BALANCE		31,803,401				23,505,466	

2019 v 2020 Fund and Cash Balance - General Fund

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2019 Fund Balance	21,582,665	12,225,986	2,897,259	30,952	(3,488,050)	13,769,615	13,625,115	16,874,961	27,175,259	26,705,651	25,593,818	31,803,401
2020 Fund Balance	20,296,774	18,554,025	13,287,167	8,253,615	8,156,077	23,505,466						
2019 Cash Balance	23,035,260	16,697,068	11,387,639	8,163,115	4,827,511	21,804,335	20,691,500	23,357,033	33,655,768	33,840,849	32,302,763	30,988,432
2020 Cash Balance	27,998,289	25,036,413	15,968,167	14,612,766	14,023,168	29,550,458						



Note: The fund balance changes drastically throughout the year because the timing of revenues received is inconsistent throughout the year, while expenses stay fairly consistent. Below are fund balance averages for 2019 and 2020, with a percentage of annual expenditures to the annual budget.

2019 Average Fund Balance	15,733,053
2020 YTD Average Fund Balance	15,342,187
2019 Expenses v Budget	99%
2020 YTD Expenses v Budget	42%