

**Finance Committee Meeting
City Hall Caucus Room
January 13, 2025**

Members present: Mike Rein, Aldermen Tony Sassen, Jack Holtschlag, Richie Reis (Absent: Eric Entrup)

Others present: Mayor Troup, Jeff Mays, Lonnie Dunn, Sheri Ray via phone, Kelly Stupasky, Aldermen Fletcher, Bauer, Reed, Hultz, Media: David Adam, Mary Griffith

Meeting called to order at 6:00 p.m. by Chairman Mike Rein.

Aldermen Glen Ebbing and Dave Bergman arrived.

Previous Meeting Minutes. Minutes from December 2, 2024 meeting approved on a motion/second by Alderman Reis/Holtschlag. All in favor.

PPRT Revision- Jeff Mays distributed the documents that were included in the finance packet. The Illinois Department of Revenue issued a State Fiscal Year estimate of \$4,867,357 for state fiscal year 2025. Sheri explained that the second handout was prepared to show the conversion from the State fiscal year and those final three payments projected to meet the state's projection. The City's fiscal year projection uses the six actual disbursements plus the two estimates to arrive at the City's fiscal year PPRT projection of \$5,202,394. The City's fiscal year budget is currently \$7,586,000; therefore, the PPRT budget reduction is \$2,383,606. No action taken.

Supplemental Budget Reduction Revision- Jeff told the committee that the Ordinance was being amended from \$2 million up to the \$2,384,000 for PPRT revenue. Subsequently, the reductions were also increased to reflect this. Jeff explained that the changes were summarized on the Department/Division sheet with the actual line items being reduced detailed on Exhibit A revision. Sheri explained that the main changes were in health insurance, IMRF, capital outlay, and transfers. Discussion followed regarding why the percentage reductions were not the same across the board. Alderman Reis/Holtschlag made a motion/second to recommend the revision from \$2 million to \$2,384,000 per the summary and details on Exhibit A. All in favor.

December Month End- Jeff distributed the copies of the General Fund Month End financial statements that were emailed to all City Council on January 7, 2025. This was added to the agenda per Alderman Rein's request. Sheri discussed the General Fund revenues are down to last year and down to budget, mainly due to the PPRT reduction. She also discussed the General Fund expenditures, stating we are running ahead of budget in expenditures due to the one-time disbursement of \$7 million to Capital Projects Fund. Also mentioned that the FYE 2024 actual salaries are skewed/overstated by the Police Retro Pay which was \$520,000. Discussion followed, with no action taken.

Preliminary Budget Schedule for FYE 2026. The budget adoption schedule for FYE 2026 was shared with the committee. It was stated that if we do not adopt the Budget Ordinance tonight, we will still try to stay on this schedule and adopt the budget on April 21, 2025.

No new business. No public comment.

Meeting adjourned at 6:26 p.m.

Sheri Ray, Comptroller

