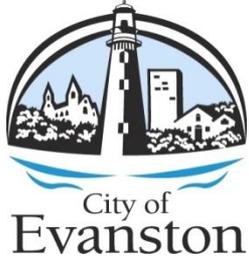


Fiscal Year 2014  
1<sup>st</sup> Quarter  
Financial Review

May 19, 2014



# 03/31/14 General Fund - Executive Overview

- General Fund revenues were \$24.0 million, or 26.9% of budget. This favorable 1.9% variance (26.9% less 25%) is due to the majority of the 1<sup>st</sup> installment property tax received in the first quarter.
- General Fund expenditures total \$19.9 million, or 22.9% of budget. This favorable 2.1% variance (25% less 22.9%) is primarily related to:
  - The first paycheck paid in January (Jan 2, 2014) has been charged back to 2013 (payroll ended Dec 29, 2013) – payroll expenses will “catch up” at year-end.
  - The record-setting 2013-2014 winter, which resulted in much higher than expected overtime expenses for snow removal.
  - These two items off-set each other.
- Through March 31, 2014, there is a \$4.1 million surplus in the General Fund.



# General Fund Revenue Overview

- Revenues through 03/31/14 should not be heavily relied upon for projections
- Year-to-date revenues have held consistent with budget targets
- General Fund revenues through 03/31/14 are \$24.0 million or 26.9% of budget.

	Budget	Actual	% of Budget
Tax - Property	\$ 12,271,386.00	\$ 6,502,014.00	53.0%
Sales Tax	\$ 15,790,000.00	\$ 3,464,157.00	21.9%
Income Tax	\$ 7,076,170.00	\$ 1,612,108.00	22.8%
Utility Tax	\$ 8,220,000.00	\$ 2,342,562.00	28.5%
Real Estate Transfer Tax	\$ 2,875,000.00	\$ 391,820.00	13.6%
Liquor Tax	\$ 2,375,000.00	\$ 752,775.00	31.7%
Other Taxes	\$ 5,940,053.00	\$ 1,140,872.00	19.2%
Licenses, Permits, and Fees	\$ 12,622,280.00	\$ 2,838,103.00	22.5%
Charges for Services	\$ 7,936,754.00	\$ 1,733,147.00	21.8%
Intergovernmental Revenue	\$ 721,272.00	\$ 160,699.00	22.3%
Interfund Transfers	\$ 7,742,893.00	\$ 1,970,148.00	25.4%
Other Non-tax Revenue	\$ 5,614,490.00	\$ 1,113,829.00	19.8%
<b>Total Revenues</b>	<b>\$ 89,185,298.00</b>	<b>\$ 24,022,234.00</b>	<b>26.9%</b>



# General Fund Revenue Highlights

- Through 03/31/14, property tax revenue was \$6,502,014, or 53% of budget.
- Real estate transfer tax totaled \$391,820 or approximately 13.6% of budget.
- State income tax revenue through 03/31/14 totaled \$1,612,108 or approximately 22.8% of budget. There is a three month delay in income tax disbursements from the State.
- Sales tax revenue through March 31, 2014 was \$3,464,157 or 21.9% of budget.



## General Fund Revenue Highlights (cont.)

- City license revenue through March 31, 2014 was \$672,562 or 18.5% of budget. Licenses, particularly vehicle licenses, were below the budget target due to the seasonal nature of this revenue.
- Building and other permit revenues through March 31, 2014 were \$1,765,774 or 23.1% of budget. The 2014 Budget for building permit revenues was increased substantially and the first quarter does not include the anticipated start of the Kellogg School project.



# General Fund Expenditure Overview

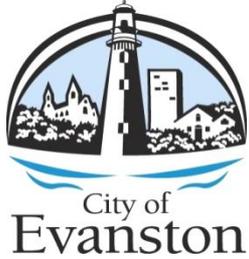
- FY14 expenditures have been held below budget targets to date
- General Fund expenditures were \$19.9 million or 22.9% of budget.
- Public Works is over budget due to snow removal costs.

Expenditures	Budget	Actual	% of Budget
Legislative	\$ 635,096	\$ 154,227	24.3%
City Administration	1,873,088	368,573	19.7%
Law Department	989,154	215,211	21.8%
Administrative Services Department	8,776,493	1,579,645	18.0%
Community Development	2,721,262	544,944	20.0%
Police Department	25,552,038	6,290,616	24.6%
Fire & Life Safety Services	13,741,148	3,456,619	25.2%
Health Department	2,633,716	498,614	18.9%
Public Works - Operating	17,884,613	4,432,284	24.8%
Parks, Recreation & Comm. Services	10,483,281	1,964,520	18.7%
Capital Improvement Transfer	936,500	234,125	25.0%
Debt Service Transfer	609,000	152,250	25.0%
<b>Total Expenditures</b>	<b>\$ 86,835,389</b>	<b>\$ 19,891,628</b>	<b>22.9%</b>



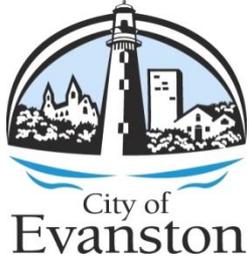
# General Fund Expenditure Overview (cont.)

- Some examples of unevenly disbursed or seasonal General Fund expenditures include:
  - Seasonal employee wages in Parks, Recreation and Community Services are usually charged during the summer months.
  - Police Department assigns additional patrol details during the summer months.
  - Per the Public Works Director's report to the City Council, 2014 includes substantial increases to snow removal costs.



# SNOW EXPENSE

<b>Account</b>	<b>2014 Budgeted Amount</b>	<b>Spent To Date</b>	<b>Remaining Balance</b>
Snow Overtime	\$ 275,000	\$ 659,147	\$ (384,147)
Materials	\$ 350,000	\$ 318,156	\$ 31,844
Towing	\$ 60,000	\$ 114,660	\$ (54,660)
Equipment Rental		\$ 95,719	\$ (95,719)
Misc. Costs*		\$ 110,036	\$ (110,036)
<b>Total</b>	<b>\$ 685,000</b>	<b>\$ 1,297,718</b>	<b>\$ (612,718)</b>



# 03/31/14 Enterprise Fund Overview

<b>Water Fund</b>	<b>Budget</b>	<b>Actual</b>	<b>% of Budget</b>
Revenues	\$ 20,327,216	\$ 3,888,904	19.1%
Expenses	\$ 23,989,735	\$ 3,165,205	13.2%
<b>Sewer Fund</b>	<b>Budget</b>	<b>Actual</b>	<b>% of Budget</b>
Revenues	\$ 15,117,865	\$ 4,051,356	26.8%
Expenses	\$ 16,279,120	\$ 3,178,504	19.5%
<b>Parking Fund</b>	<b>Budget</b>	<b>Actual</b>	<b>% of Budget</b>
Revenues	\$ 11,393,593	\$ 2,216,147	19.5%
Expenses	\$ 15,894,333	\$ 1,247,744	7.9%
<b>Solid Waste Fund</b>	<b>Budget</b>	<b>Actual</b>	<b>% of Budget</b>
Revenues	\$ 4,970,000	\$ 1,181,606	23.8%
Expenses	\$ 5,309,082	\$ 1,007,376	18.9%



# Enterprise Fund Highlights

## **Revenues:**

- Through 03/31/14, revenues for the Parking, Water, and Solid Waste Funds were below the 25% budget target. The Sewer Fund revenues include \$860,353 in grants received.
- Water and Sewer Revenues are seasonal and summer billing months are not received until after June 30 and include bond/loan revenue that has not been issued.
- Solid Waste will also have higher revenues in the fall.

## **Expenditures:**

- Expenditures for the Parking, Water, Sewer, and Solid Waste Funds have been held below the 25% budget target.
- Enterprise Fund expenditures are well below the budget target due to capital project expenses being incurred during the summer. Also, debt service payments are scheduled for the second and fourth quarters.



# What to Watch

## Revenues:

- Springfield
  - Income Tax – State of Illinois may use LGDF to balance Budget
  - Pension Legislation – Changes in Funding requirements similar to current proposals for state plans
- Building and other permit revenue – major buildings

## Expenditures:

- Continue to monitor operating expenses
- Payroll and Overtime
- Other fund expenses – particularly insurance fund for workers' compensation

## Reserves:

- Stable in General Fund



# What to Watch

- Dempster-Dodge TIF
- West Evanston TIF



Questions?