



# **FY 2023 Financial Update & FY 2024 Adopted Budget**

January 9, 2024

# 2023 General Fund Projections

## Actuals as of 11/30/23

Funds	FY 2022 Budget	FY 2022 Actual YTD (11/30/22)	FY 2023 Budget	FY 2023 Actual YTD (11/30/23)
<b>100 GENERAL FUND</b>				
<b>Revenue</b>				
Other Taxes	51,925,000	64,286,377	56,570,000	60,096,926
Property Taxes	28,774,164	16,178,435	29,047,402	20,372,815
Charges for Services	8,491,325	9,663,853	8,785,075	9,692,510
Interfund Transfers	8,775,706	8,044,397	7,733,949	7,089,445
Licenses, Permits and Fees	8,085,550	9,449,414	7,543,450	6,508,357
Fines and Forfeitures	3,723,500	3,575,951	3,632,500	3,939,877
Intergovernmental Revenue	5,961,342	6,867,946	3,116,184	3,393,106
Other Revenue	1,118,100	1,848,343	1,168,600	1,524,270
Interest Income	55,000	533,040	55,000	1,479,931
<b>Revenue Total</b>	<b>116,909,687</b>	<b>120,447,755</b>	<b>117,652,160</b>	<b>114,097,237</b>
<b>Expenses</b>				
Salary and Benefits	74,503,722	63,173,414	75,748,150	72,284,831
Insurance and Other Chargebacks	24,383,062	15,627,679	28,934,436	22,833,231
Services and Supplies	15,131,213	15,657,905	16,965,457	17,134,952
Interfund Transfers	2,595,000	4,796,718	4,248,750	11,940,432
Miscellaneous	590,390	943,782	617,822	456,818
Contingencies	183,500	763	408,500	270,150
Capital Outlay	434,500	301,972	694,500	263,698
Community Sponsored Organizations	69,600	6,667	120,000	55,264
<b>Expenses Total</b>	<b>117,890,987</b>	<b>100,508,901</b>	<b>127,737,614</b>	<b>125,239,377</b>
<b>Difference</b>	<b>(981,300)</b>	<b>19,938,854</b>	<b>(10,085,454)</b>	<b>(11,142,140)</b>

# 2023 General Fund Projections - Revenues

Row Labels	2022 Actual Amount	2023 Actual Amount	2023 Adopted Budget	2023 High Projection	2023 Revised Projection	
STATE INCOME TAX	\$ 12,826,057	\$ 11,313,168	\$ 11,500,000	\$ 11,900,000	\$ 12,500,000	
SALES TAX - BASIC	\$ 12,987,309	\$ 11,600,320	\$ 11,000,000	\$ 13,300,000	\$ 13,300,000	
SALES TAX - HOME RULE	\$ 10,455,926	\$ 8,976,829	\$ 8,000,000	\$ 10,800,000	\$ 10,500,000	
RECREATION PROGRAM FEES	\$ 6,883,690	\$ 6,387,537	\$ 5,371,375	\$ 6,900,000	\$ 6,900,000	
BUILDING PERMITS	\$ 7,000,238	\$ 4,325,627	\$ 4,225,100	\$ 5,250,000	\$ 4,225,100	
WHEEL TAX	\$ 2,804,272	\$ 2,829,045	\$ 3,100,000	\$ 2,800,000	\$ 2,829,045	
TICKET FINES - PARKING	\$ 3,581,580	\$ 3,528,926	\$ 3,000,000	\$ 3,100,000	\$ 3,528,926	
LIQUOR TAX	\$ 3,291,166	\$ 3,629,275	\$ 3,000,000	\$ 3,100,000	\$ 3,650,000	
ELECTRIC UTILITY TAX	\$ 2,925,798	\$ 2,561,456	\$ 2,900,000	\$ 2,900,000	\$ 2,900,000	
STATE USE TAX	\$ 3,165,654	\$ 2,612,130	\$ 2,650,000	\$ 3,200,000	\$ 3,000,000	
PARKING TAX	\$ 2,952,826	\$ 2,804,904	\$ 2,600,000	\$ 2,900,000	\$ 2,900,000	
PERSONAL PROPERTY REPLACEMENT TAX	\$ 5,516,675	\$ 3,648,079	\$ 2,855,000	\$ 4,305,000	\$ 4,200,000	
GEMT SERVICE REVENUE	\$ 3,359,575	\$ 2,121,563	\$ 2,000,000	\$ 2,500,000	\$ 2,500,000	
NATURAL GAS UTILITY TAX	\$ 1,987,378	\$ 1,620,806	\$ 1,400,000	\$ 1,850,000	\$ 1,850,000	
MUNICIPAL HOTEL TAX	\$ 2,166,476	\$ 2,884,472	\$ 1,300,000	\$ 2,250,000	\$ 2,900,000	
REAL ESTATE TRANSFER TAX*	\$ 5,496,306	\$ 310,770	\$ 750,000	\$ 750,000	\$ 350,000	
PENSION PROPERTY TAXES	\$ 20,313,549	\$ 20,167,455	\$ 19,990,105	\$ 19,990,105	\$ 20,167,455	
PROPERTY TAXES	\$ 8,759,074	\$ 9,190,831	\$ 9,057,297	\$ 9,057,297	\$ 9,190,831	
ALL OTHER GENERAL FUND REVENUES	\$ 26,401,662	\$ 25,358,988	\$ 22,953,283	\$ 24,121,183	\$ 25,358,988	
TOTAL	\$ 142,875,211	\$ 125,872,181	\$ 117,652,160	\$ 130,973,585	\$ 132,750,345	
				<b>Difference</b>	<b>\$ 13,321,425</b>	<b>\$ 15,098,185</b>

\*The first \$3 million in Real Estate Transfer Taxes are recorded in the Reparations Fund in FY 2023.

# 2023 General Fund Projections - Expenses

## Budgeted

Item	Cost
Use of Fund Balance to Balance 2023 General Fund	(\$10,085,454)

## Approved Additional Spending

Item	Cost
Cover Overage on Animal Shelter Project	(\$1,500,000)
Cover Overage on Skate Park Project	(\$92,266)
Cover Overage on Oakton Corridor Project	(\$806,960)
Cover Overage due to Inflation on Main St Project	(\$865,000)
Cover Overage on 2023 Water Main Improvement	(\$137,792)
Cover Unbudgeted Ambulance Purchase	(\$237,001)
Higher than Budgeted Wage Increase (Fire)	(\$1,400,000)
Higher than Budgeted Wage Increase (Police)	(\$1,600,000)
Higher than Budgeted AFSCME Wage Increases	(\$1,700,000)
Higher than Budgeted Non-Union Wage Increases	(\$350,000)
Transfer to Insurance Fund	(\$3,000,000)
Transfer to Fleet Fund	(\$1,900,000)
	<b>(\$13,589,019)</b>

# 2023 General Fund Projections- Fund Balance

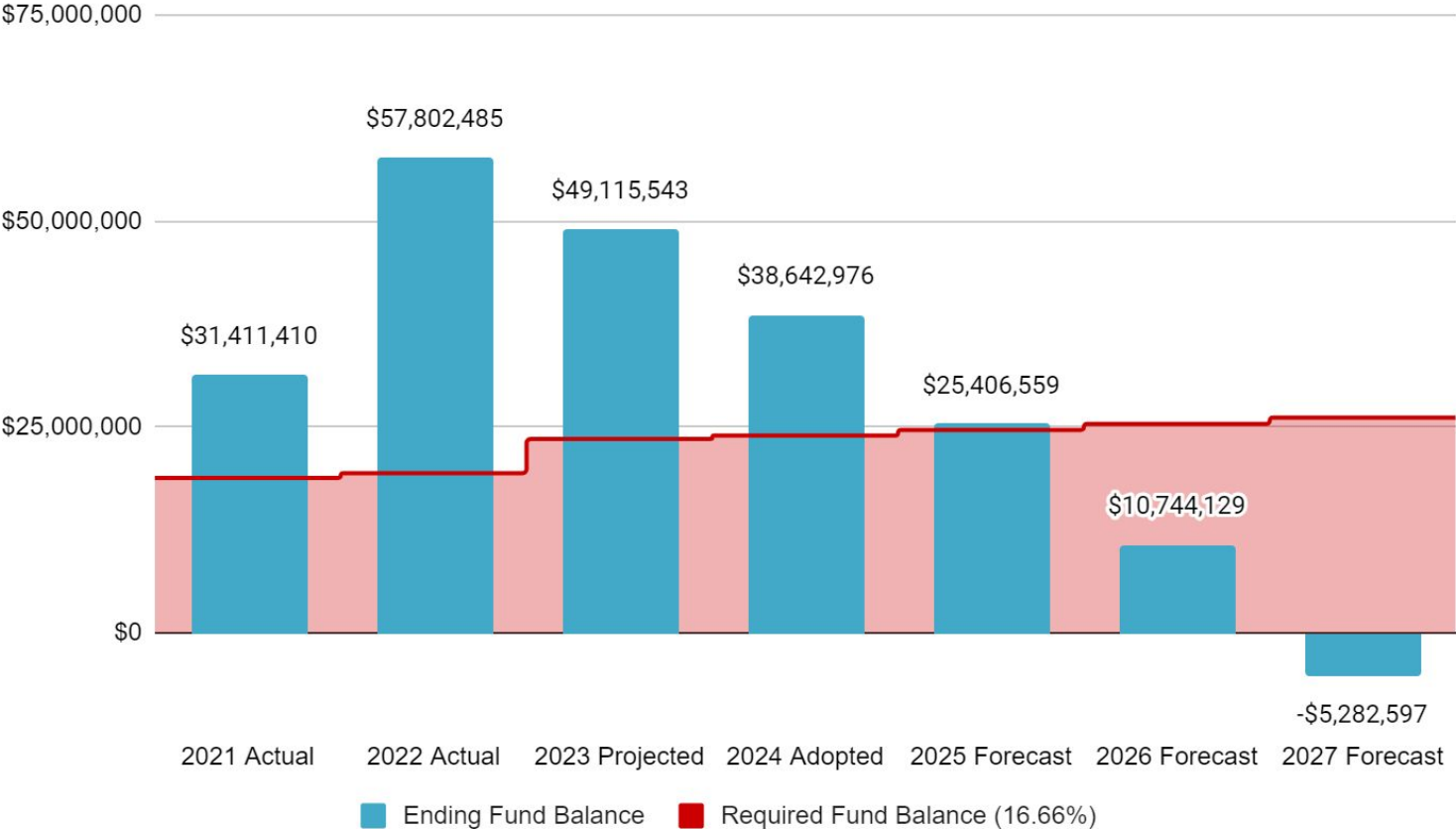
	FY 2023 Budget	FY 2023 Low Projection	FY 2023 High Projection	FY 2023 Revised Projection
Beginning Fund Balance	\$57,802,485	\$57,802,485	\$57,802,485	\$57,802,485
Revenues	\$117,652,160	\$127,668,585	\$130,973,585	\$132,750,345
Expenses	(\$127,737,614)	(\$127,737,614)	(\$127,737,614)	(\$127,848,267)
Approved Uses of GF Fund Balance	\$ -	(\$8,689,019)	(\$8,689,019)	(\$13,589,019)
<b>Surplus/(Deficit)</b>	<b>(\$10,085,454)</b>	<b>(\$8,758,048)</b>	<b>(\$5,453,048)</b>	<b>(\$8,686,941)</b>
<b>Projected Ending Fund Balance</b>	<b>\$47,717,031</b>	<b>\$49,044,437</b>	<b>\$52,349,437</b>	<b>\$49,115,544</b>
Required Fund Balance	\$21,281,086	\$22,728,677	\$22,728,677	\$23,563,452
<b>Remaining Fund Balance Excess/(Shortfall)</b>	<b>\$26,435,945</b>	<b>\$26,315,760</b>	<b>\$29,620,760</b>	<b>\$25,552,092</b>
*Note the audited beginning fund balance is \$57,802,485, of which \$2,119,313 is assigned.				

# 2024 Revised General Fund – Fund Balance

	2019	2020	2021	2022	2023		2024
	Actual	Actual	Actual	Actual	Budget	Projection	Adopted
<b>Revenues</b>	<b>\$ 117,163,591</b>	<b>\$ 112,983,300</b>	<b>\$ 127,046,916</b>	<b>\$ 142,875,211</b>	<b>\$ 117,652,160</b>	<b>\$ 132,750,345</b>	<b>\$ 133,454,976</b>
Other Tax	53,637,882	49,738,362	63,160,559	72,628,530	56,570,000	66,981,350	66,300,000
Prop Tax	29,888,938	29,359,627	28,836,685	29,072,623	29,047,402	29,358,286	29,047,402
Charges for Serv	9,222,780	7,527,170	8,982,977	10,952,804	8,785,075	10,761,700	11,655,200
Transfers	8,817,013	9,269,103	9,183,260	8,775,706	7,733,949	7,733,949	9,623,390
Lic, Permit, Fee	7,667,185	9,189,637	8,497,962	9,776,681	7,543,450	7,307,450	7,336,450
Fines & Forfeits	5,060,395	2,990,415	3,707,975	4,059,443	3,632,500	4,161,426	3,725,000
Intergovernment	1,236,263	3,237,220	3,130,908	5,690,842	3,116,184	3,553,184	3,966,034
Other Rev	1,422,940	1,603,485	1,514,759	1,246,835	1,168,600	1,193,000	1,301,500
Interest Income	210,194	68,280	31,831	671,747	55,000	1,700,000	500,000
<b>Expenses</b>	<b>\$ 115,089,238</b>	<b>\$ 111,083,607</b>	<b>\$ 113,087,355</b>	<b>\$ 116,484,137</b>	<b>\$ 127,737,614</b>	<b>\$ 141,437,286</b>	<b>\$ 143,927,543</b>
Salary & Benefit	69,583,987	66,689,188	69,133,602	67,030,591	75,748,150	79,772,714	88,012,393
Ins & Chg Backs	23,155,655	24,917,618	25,595,919	25,001,458	28,934,436	29,194,485	29,518,684
Serv & Supplies	13,611,429	12,154,396	14,085,776	17,728,285	16,965,457	19,000,000	19,446,153
Transfer	7,534,472	6,497,856	3,334,901	5,012,968	4,248,750	12,227,265	4,887,100
Miscellaneous	888,503	500,824	593,170	1,247,479	617,822	617,822	1,545,213
Capital Outlay	180,037	235,983	290,128	403,802	694,500	200,000	272,000
Contingencies	6,601	13,122	18,026	38,111	408,500	350,000	126,000
CSO	128,555	74,620	35,833	21,444	120,000	75,000	120,000
<b>Current Year Surplus/(Deficit)</b>	<b>\$ 2,074,353</b>	<b>\$ 1,899,693</b>	<b>\$ 13,959,561</b>	<b>\$ 26,391,074</b>	<b>\$ (10,085,454)</b>	<b>\$ (8,686,941)</b>	<b>\$ (10,472,567)</b>
Beginning Fund Balance	\$ 14,700,918	\$ 16,775,271	\$ 18,674,964	\$ 31,411,410	\$ 57,802,484	\$ 57,802,484	\$ 49,115,543
Current Year Surplus/(Deficit)	\$ 2,074,353	\$ 1,899,693	\$ 13,959,561	\$ 26,391,074	\$ (10,085,454)	\$ (8,686,941)	\$ (10,472,567)
<b>Ending Fund Balance</b>	<b>\$ 16,775,271</b>	<b>\$ 18,674,964</b>	<b>\$ 31,411,410</b>	<b>\$ 57,802,484</b>	<b>\$ 47,717,030</b>	<b>\$ 49,115,543</b>	<b>\$ 38,642,976</b>
Fund Balance Policy (16.66%)	16.66%	16.66%	16.66%	16.66%	16.66%	16.66%	16.66%
<b>Required Fund Balance Excess/ (Shortfall)</b>	<b>\$ (2,398,596)</b>	<b>\$ 168,435</b>	<b>\$ 12,571,057</b>	<b>\$ 38,396,227</b>	<b>\$ 26,435,943</b>	<b>\$ 25,552,091</b>	<b>\$ 14,664,647</b>
<b>Required Fund Balance</b>	<b>\$ 19,173,867</b>	<b>\$ 18,506,529</b>	<b>\$ 18,840,353</b>	<b>\$ 19,406,257</b>	<b>\$ 21,281,087</b>	<b>\$ 23,563,452</b>	<b>\$ 23,978,329</b>
<b>Actual Fund Balance in Reserve (%)</b>	<b>14.58%</b>	<b>16.81%</b>	<b>27.78%</b>	<b>49.62%</b>	<b>37.36%</b>	<b>34.73%</b>	<b>26.85%</b>

# 2024 Revised General Fund – Fund Balance

## General Fund Balance and Required Fund Balance Projections



# Fund Balances - As of 11/30/2023

	Ending Fund Balance (12/31/22)	FY 2023 YTD Revenues (as of 11/30/23)	FY 2023 YTD Expenses (as of 11/30/23)	Net (as of 11/30/23)	Current Fund Balance (as of 11/30/23)	Required Fund Balance	Excess/ (Deficit)
<b>GENERAL FUND</b>	57,802,485	114,097,238	125,239,377	(11,142,139)	<b>46,660,346</b>	21,281,086	25,379,260
<b>HUMAN SERVICES FUND</b>	3,064,061	2,765,456	3,763,348	(997,892)	<b>2,066,169</b>	N/A	N/A
<b>SPECIAL REVENUE FUNDS</b>							
American Rescue Plan*	31,849,432	1,393,553	5,091,156	(3,697,603)	<b>27,591,132</b>	N/A	N/A
General Assistance Fund	986,386	980,792	1,000,257	(19,465)	<b>966,921</b>	N/A	N/A
Reparations Fund	248,536	3,136,610	1,984,354	1,152,256	<b>1,400,792</b>	N/A	N/A
Sustainability Fund	384,592	915,684	441,016	474,668	<b>859,260</b>	N/A	N/A
Good Neighbor Fund	733,413	12,352	557,873	(545,521)	<b>187,892</b>	N/A	N/A
Motor Fuel Tax Fund	5,457,966	3,305,684	2,654,253	651,431	<b>6,109,397</b>	1,035,400	5,073,997
Emergency Telephone (E911) Fund	1,484,368	1,623,842	1,313,128	310,714	<b>1,795,082</b>	N/A	N/A
CDBG Fund	59,323	1,421,035	1,523,996	(102,961)	<b>(43,638)</b>	N/A	N/A
CDBG Loan Fund	379,249	182,824	80,389	102,435	<b>481,684</b>	N/A	N/A
Neighborhood Improvement Fund	22,295	536	12	524	<b>22,819</b>	N/A	N/A
HOME Fund	6,852	81,673	90,138	(8,465)	<b>(1,613)</b>	N/A	N/A
Affordable Housing Fund	2,602,363	579,179	360,504	218,675	<b>2,821,038</b>	N/A	N/A
<b>LIBRARY FUNDS</b>							
Library Fund	4,010,606	6,250,035	7,306,545	(1,056,510)	<b>2,954,096</b>	N/A	N/A
Library Debt Service Fund	2,782	253,956	116,092	137,864	<b>140,646</b>	N/A	N/A
Library Capital Improvement Fund	704,389	-	1,192,903	(1,192,903)	<b>(488,514)</b>	N/A	N/A

\*Cash basis.



# Fund Balances - As of 11/30/2023

	Ending Fund Balance (12/31/22)	FY 2023 YTD Revenues (as of 11/30/23)	FY 2023 YTD Expenses (as of 11/30/23)	Net (as of 11/30/23)	Current Fund Balance (as of 11/30/23)	Required Fund Balance	Excess/ (Deficit)
<b>DEBT SERVICE FUNDS</b>							
Debt Service Fund	1,965,810	11,827,998	2,612,860	9,215,138	11,180,948	N/A	N/A
Howard-Ridge TIF Fund	2,105,094	818,357	1,435,837	(617,480)	1,487,614	N/A	N/A
West Evanston TIF Fund	2,463,997	1,364,026	1,000,528	363,498	2,827,495	N/A	N/A
Dempster-Dodge TIF Fund	373,012	237,265	168,660	68,605	441,617	N/A	N/A
Chicago-Main TIF	1,693,678	788,074	598,755	189,319	1,882,997	N/A	N/A
Five Fifths TIF	(135,901)	525,002	756,588	(231,586)	(367,487)	N/A	N/A
Special Service Area (SSA) #6	4,555	183,883	117,505	66,378	70,933	N/A	N/A
Special Service Area (SSA) #7	12,436	113,509	77,112	36,397	48,833	N/A	N/A
Special Service Area (SSA) #8	4,529	50,162	31,505	18,657	23,186	N/A	N/A
Special Service Area (SSA) #9	(199,987)	714,997	316,021	398,976	198,989	N/A	N/A
<b>CAPITAL PROJECT FUNDS</b>							
Capital Improvements Fund	1,966,892	3,958,444	10,160,675	(6,202,231)	(4,235,339)	5,623,125	(9,858,464)
Crown Construction Fund	5,305,331	489,693	906,805	(417,112)	4,888,219	N/A	N/A
Crown Community Center Maintenance	490,045	160,413	-	160,413	650,458	N/A	N/A
Special Assessment Fund	1,442,852	190,809	820,409	(629,600)	813,252	N/A	N/A

# Fund Balances - As of 11/30/2023

	Ending Fund Balance (12/31/22)	FY 2023 YTD Revenues (as of 11/30/23)	FY 2023 YTD Expenses (as of 11/30/23)	Net (as of 11/30/23)	Current Fund Balance (as of 11/30/23)	Required Fund Balance	Excess/ (Deficit)	Notes
<b>ENTERPRISE FUNDS</b>								
Parking System Fund	137,451	9,759,514	8,872,706	886,808	1,024,259	1,873,222	(848,963)	
Sewer Fund	6,013,279	8,800,404	7,288,934	1,511,470	7,524,749	1,867,827	5,656,922	
Solid Waste Fund	802,121	5,771,289	5,241,361	529,928	1,332,049	1,070,455	261,594	
Water Fund	4,654,125	29,784,522	30,509,666	(725,144)	3,928,981	5,810,000	(1,881,019)	
<b>INTERNAL SERVICE FUNDS</b>								
Fleet Services Fund*	343,954	4,899,583	3,905,015	994,568	1,338,522	-	(202,522)	Cash balance of (\$202,522)
Equipment Replacement Fund*	2,994,014	2,390,191	2,158,521	231,670	3,225,684	-	1,186,022	Cash balance of \$1,186,022
Insurance Fund*	(2,147,197)	22,288,130	18,488,095	3,800,035	1,652,838	1,875,000	2,003,619	Cash balance of \$3,878,619

# Adopted FY 2024 Budget - Expenses

<b>Original Proposed Budget</b>	<b>\$449,008,728</b>
Increase vacancy rate to 4%	(1,852,608)
Reduce CIP spending	(13,635,000)
Phase City Council Admin	(70,000)
Liability/Workers Compensation Premium	115,000
Community Responder Program	400,000
Reduce CMO Contingency	(50,000)
Transfer from Good Neighbor Fund to General Fund	1,500,000
Sustainability Fund (Good Neighbor)	500,000
Affordable Housing Fund (Good Neighbor)	1,000,000
Transfer from Good Neighbor to Sustainability	500,000
Transfer from Good Neighbor to Affordable Housing	1,000,000
<b>Total Adopted Budget</b>	<b>\$438,416,120</b>

# Adopted FY 2024 Budget - Revenues

<b>Original Proposed Budget</b>	<b>\$424,540,616</b>
Reduce GO Bonds	(12,342,500)
Transfer from Good Neighbor FUnd to General Fund	1,500,000
Good Neighbor Fund Revenue	3,000,000
Increase Use of General Fund Reserves	182,793
Increase ETHS Police Reimbursement	100,000
Flat City Property Tax Levy	(3,745,401)
Increase Investment Income in the General Fund	250,000
Increase Local Motor Fuel Tax	140,000
Increase Sustainability Fund Revenue	500,000
Increase Affordable Housing Fund Revenue	1,000,000
<b>Total Adopted Budget</b>	<b>\$415,125,508</b>

# General Fund

- Revenues: \$133.5 million
- Expenses: \$144.0 million
- **Deficit of \$10.5 million**
  
- Measures taken to balance General Fund include:
  - **Use of \$10.5 million in reserves**
  - \$1.5 million in unrestricted Good Neighbor revenue
  - \$3.7 million in savings from 4% vacancy rate
  - Flat property tax levy
  
- Budget includes 3% wage increases costing \$2.6 million on top of 2023 increases for \$12 million total impact to General Fund in 2024.