

**February**

**2023**

**Monthly Financial Report**



CITY OF

PEORIA

The report can be broken down to three main sections, General Fund Analysis, Statement of Revenues, Expenditures and Changes in Fund Balance, Major Revenues Analysis, Cash Flow Analysis, and Status of the PCCA Bridge Loan. This report includes an analysis of the General Fund by department and by major revenue sources and uses. Since February is the 2<sup>nd</sup> month of the fiscal year, revenues and expenditures are expected to be at or around 16.67% of the budget. Categories that fall above or below this threshold have been identified to help draw out possible areas of concern. Major Revenue Sources which have a significant impact to the budget have been identified and are reflected in the reports individually to show where the revenue is compared to the budget and where the current revenue is predicted to be in comparison to the last four years. Finally, the last section of this report shows the change in fund balance for all funds and the current fund balance compared to the fund balance policy set by the City Council. Funds that fall below the set fund balance policy reserve have been highlighted in red to draw attention to the funds that do not meet the requirement. Importantly, these reports are presented on a modified accrual accounting basis and therefore revenues collected in January, February, and March will be moved back to the previous fiscal year. However, the intention of this report is show trending on those revenue sources. As such there will be additional revenues and expenses posted to 2022 through the month of March.

We believe this information provides a high level, yet solid base to the City's monthly financials and we welcome your feedback. If you have any specific questions regarding this report that you would like addressed during the council meeting, we kindly ask you to please email [kcratty@peorigov.org](mailto:kcratty@peorigov.org) or call 309-494-8514. Your advance notice is appreciated and will aid in discussion.

#### **MONTHLY FINANCIAL REPORT HIGHLIGHTS**

This Monthly Financial Report provides an overview of the City of Peoria financial activities for the period ending February 28th, 2023, twelve months of the activity representing 16.67% of the fiscal year.

#### **GENERAL FUND ANALYSIS (Page 4)**

##### **Current Year Revenues**

- Overall revenues in the general fund are down \$180,769 dollars or 3.6% year over year. February is a difficult month to gleam too much off of as most revenues received are accrued back to the previous year.
- Most major revenue sources are above what they were in February 2022. The 2022 numbers are presented with all accruals posted. There is 1 month of additional revenues that need to be posted in 2022.
- Increases in local taxes is heavily influenced by strong restaurant and amusement taxes. Per agreement, the City only retains the amount of debt for the Civic Center and the rest is distributed to multiple organizations.
- Revenues are currently on pace to meet budget for 2023.

##### **Current Year Expenditures**

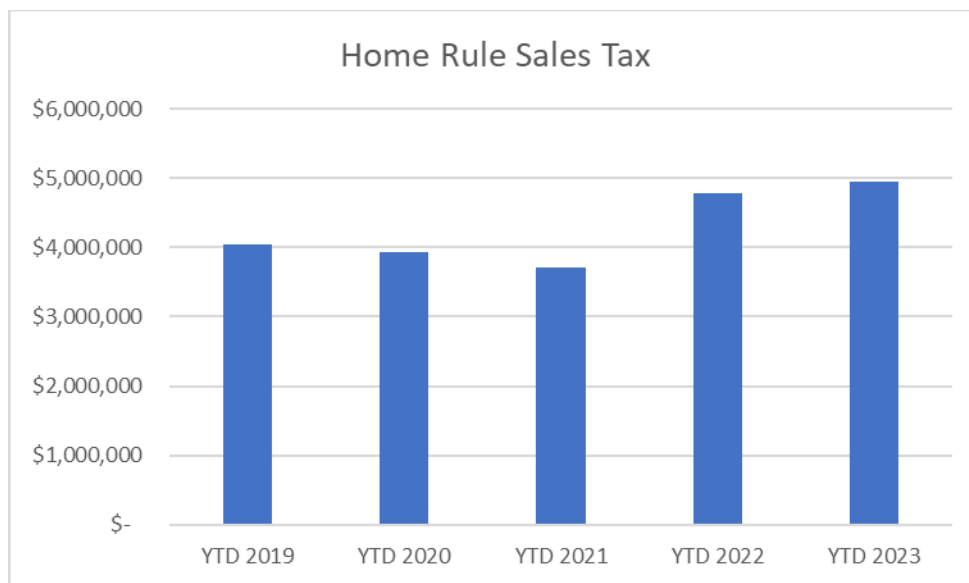
- Overall expenditures are up \$2,182,110 or 19.5% year over year. While that year over year growth it high, most of the increases are timing differences in payments made. This should smooth out as the year progresses.
- Most departments are currently on pace to meet budget.
- Expenditures are currently on pace to be below budget for 2023.

### STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE FOR ALL FUNDS (Page 5)

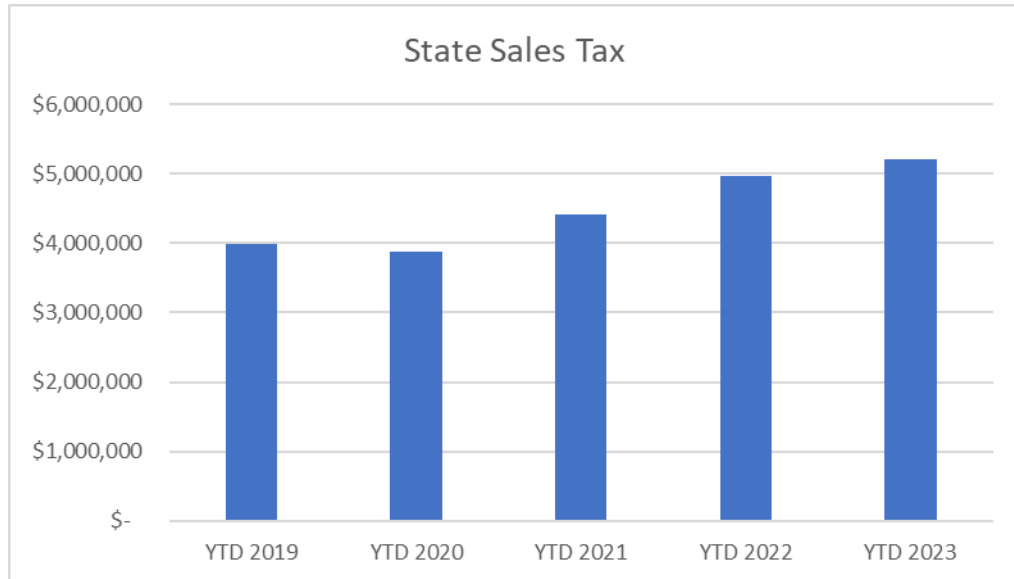
- Revenues for the City are \$15.7 million or 5% of budget. This is slightly below target.
- Expenses for the City are \$21.9 million or 8% of budget. This is below budget target.
- Net income for the City is down \$6.2 million. This is primarily due to how revenues are accrued over the first few months of the year.
- All major funds are still below the 16.67% target for expenditures.

### MAJOR REVENUES ANALYSIS

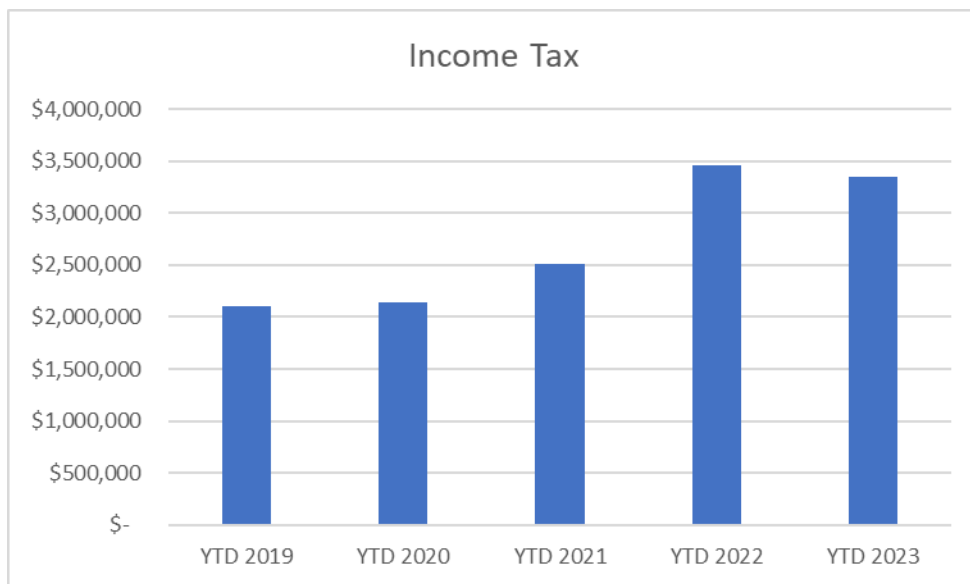
The City has 5 major sources of revenue. Major fluctuations in either of these revenues either positively or negatively have a major impact on the City's bottom line. This is why it's extremely important to track these on a monthly basis to see if there are any looming threats. These revenue sources are Property Taxes, Home Rule and State Sales Taxes, Income Tax, and Personal Property Replacement Taxes. Below will include a 4-year trend of each revenue through the month of February. \*\*Note these are presented on a cash basis and not an accrual basis



Home Rule Sales Taxes through the month of February are \$4,958,814 up from \$4,791,196 in 2022. Over the 4-year trend the lowest year was 2021 at \$3,709,868. Those numbers in 2021 were heavily influenced by the pandemic.



State Sales Taxes through the month of February are \$5,206,096 up from \$4,976,189 in 2022. Over the 4-year trend the lowest year was 2020 at \$3,870,347. The important trend is revenues have recovered not only from the pandemic but have been increasing over 2019 as well.



Income Taxes through the month of February are \$3,349,096 down from \$3,464,043 in 2022. Over the 4-year trend the lowest year was 2020 at \$2,136,806. This was a revenue source that most assumed would be hit harder due to the pandemic but has risen substantially going into 2023. The drop from 2022 was expected as income tax receipts in the state were anticipated to decline.

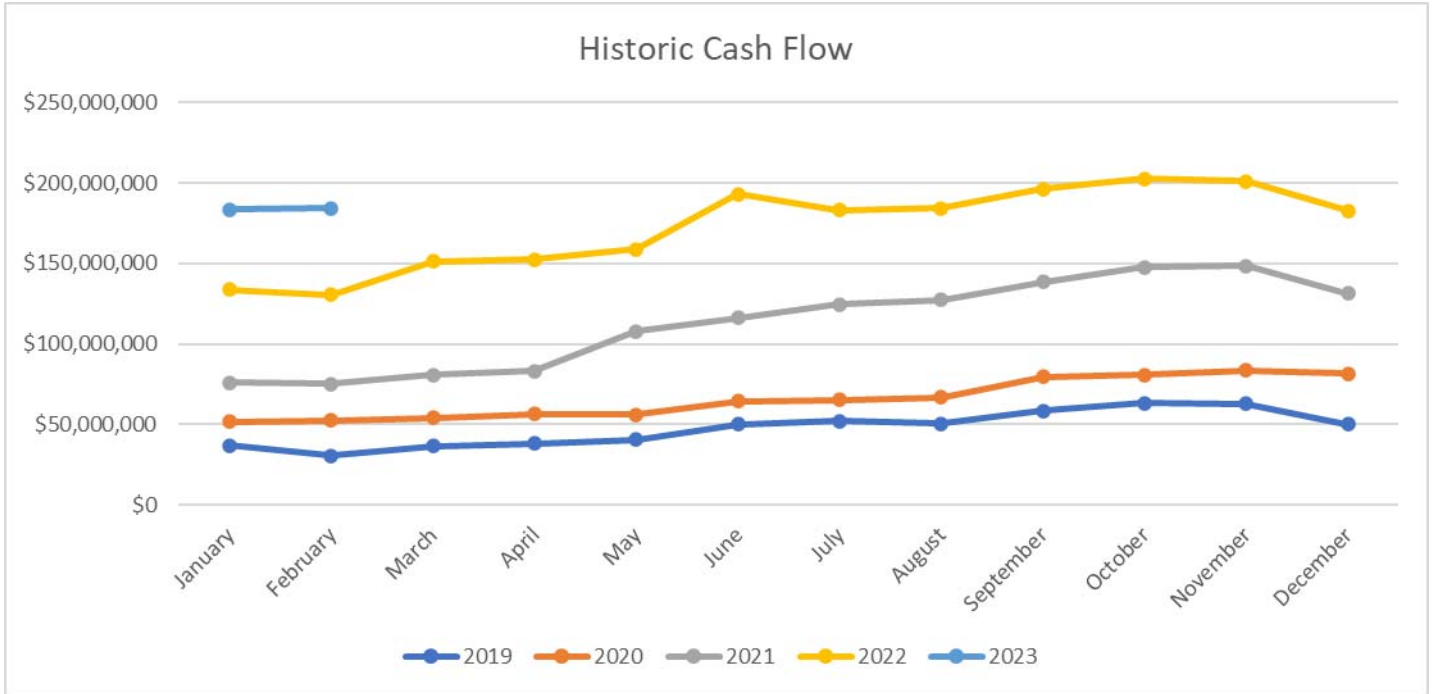


Personal Property Replacement Tax through the month of February are \$3,708,855 down from \$5,898,867 in 2022. Over the 4-year trend the lowest year was 2019 at \$1,314,100. This revenue source has the ability to be extremely volatile as it is tied to corporate profits as well as the state’s distribution formula. The City uses these receipts to pay for a portion of our required contributions for the pension plans. Currently this revenue is above the IML projections.

### CASH FLOW ANALYSIS

Cash on hand or cash flow is an important indicator of fiscal health for any organization. This shows the ability for the City to meet its obligations as well as available funds to invest. The analysis below will provide a current month’s breakdown of cash on hand as well as five-year trend of cash flow. Current cash on hand for the month ending February 28th, 2023 is as follows:

<u>Bank</u>	<u>Account Type</u>	<u>Amount</u>
Commerce Bank	Parking Coin	\$ 1,883
Illinois National Bank	Treasury Fund	\$ 997,494
	Treasury Fund - Sweep	\$ 35,589,421
iPrime - PMA Financial	General Fund	\$ 64,451,160
Illinois Funds	General Fund	\$ 57,382
Peoria Community Bank	General Fund	\$ 83,351,075
<b>Total</b>		<b>\$ 184,448,414</b>



Current cash flow of \$184,448,414 is a five year high for the month of February. The highest level of cash flows in the last five years was in October of 2022 at \$202,493,276. The lowest point of cash flows in the last five years was February 2019 at \$30,432,646. The months of June and October are normally the high-water marks for the City in terms of cash flow. The City will need to take extra caution if the current cash flows start to dip below the historic trend.

**STATUS OF PEORIA CIVIC CENTER AUTHORITY BRIDGE LOAN**

Per City Council request, below is the ongoing status of the Bridge Loan between the City and the Peoria Civic Center Authority (PCCA). This will be updated as loans are made and as payments are made once received by the PCCA from DCEO.

<u>Date</u>	<u>Description</u>	<u>Amount</u>	<u>Amount Outstanding</u>	<u>Cumulative Amount</u>
12/27/2023	Bridge Loan Made	\$ 3,036,855.19	\$ 3,036,855.19	\$ 3,036,855.19

**Monthly Financial Report**  
**For the Month Ending February 28th, 2023**  
**General Fund**

**Revenues (2 Months or 16.67%)**

Title	CY 2023 Budget	2023 Actual	% of Budget	CY 2022 Budget	CY 2022 YTD Actual	Prior YR % of Budget
Local Taxes	\$ 48,564,000	\$ 2,408,934	5%	\$ 47,323,534	\$ 3,580,460	8%
Licenses and Permits	\$ 3,188,100	\$ 860,306	27%	\$ 3,286,700	\$ 580,259	18%
Fines and Forfeitures	\$ 815,000	\$ 193,097	24%	\$ 933,550	\$ 194,494	21%
Fees and User Charges	\$ 3,449,016	\$ 826,819	24%	\$ 3,476,990	\$ 439,544	13%
Misc/Other Charges	\$ 1,090,800	\$ 490,562	45%	\$ 1,880,305	\$ 251,158	13%
Federal Sources	\$ 6,985,888	\$ 23,396	0%	\$ 6,235,500	\$ 632	0%
State Sources	\$ 49,881,800	\$ -	0%	\$ 45,682,800	\$ -	0%
Other Fin Sources	\$ 476,000	\$ 62,667	13%	\$ 576,000	\$ -	0%
<b>Total Revenue</b>	<b>\$ 114,450,604</b>	<b>\$ 4,865,779</b>	<b>4%</b>	<b>\$ 109,395,379</b>	<b>\$ 5,046,548</b>	<b>5%</b>

**Expenditures (2 Months or 16.67%)**

Title	CY 2023 Budget	2023 Actual	% of Budget	CY 2022 Budget	CY 2022 YTD Actual	Prior YR % of Budget
City Council	\$ 529,840	\$ 43,329	8%	\$ 482,396	\$ 49,440	10%
City Manager	\$ 784,938	\$ 124,710	16%	\$ 703,714	\$ 86,119	12%
Human Resources	\$ 2,665,780	\$ 438,054	16%	\$ 12,938,145	\$ 1,716,863	13%
Finance	\$ 1,218,117	\$ 191,505	16%	\$ 1,192,181	\$ 131,257	11%
Legal	\$ 3,029,594	\$ 260,610	9%	\$ 2,857,597	\$ 198,879	7%
City Clerk	\$ 437,600	\$ 62,458	14%	\$ 363,056	\$ 44,909	12%
Information Systems	\$ 2,973,926	\$ 569,684	19%	\$ 2,573,402	\$ 275,440	11%
City Treasurer	\$ 400,204	\$ 67,440	17%	\$ 394,599	\$ 50,468	13%
ECC	\$ 3,226,480	\$ 519,084	16%	\$ 3,116,705	\$ 390,062	13%
Community Development	\$ 3,751,314	\$ 588,710	16%	\$ 3,002,263	\$ 261,369	9%
Police	\$ 33,526,953	\$ 4,137,665	12%	\$ 27,714,849	\$ 3,380,815	12%
Fire	\$ 24,301,473	\$ 3,259,034	13%	\$ 21,107,531	\$ 2,842,815	13%
Public Works	\$ 15,550,768	\$ 1,402,856	9%	\$ 10,852,533	\$ 1,715,731	16%
Diversity and Inclusion	\$ 219,680	\$ 19,670	9%	\$ 117,535	\$ 15,575	13%
Culture and Recreation	\$ 14,080,533	\$ 1,697,574	12%	\$ 14,771,454	\$ 40,532	0%
Operating Transfers	\$ 5,840,696	\$ 998,680	17%	\$ 7,131,699	\$ 559,173	8%
<b>Total Expenditures</b>	<b>\$ 112,537,897</b>	<b>\$ 13,382,383</b>	<b>12%</b>	<b>\$ 109,319,659</b>	<b>\$ 11,200,273</b>	<b>10%</b>

**Monthly Financial Report**  
**For the Month Ending February 28th, 2023**  
**Statement of Revenues, Expenditures, and Change in Fund Balance**

Fund Name	Revenue			Expenditures			Net				
	Budget	YTD Actuals	% of Budget	Budget	YTD Actuals	% of Budget Expended	Beginning Fund Balance	YTD Actual	Ending Fund Balance	% Fund Balance	
General	\$ 114,450,604	\$ 4,865,779	4%	\$ 112,537,897	\$ 13,382,383	12%	\$ 54,676,739	\$ (8,516,604)	\$ 46,160,135	41%	
Library	\$ 7,656,736	\$ 65,239	1%	\$ 7,551,007	\$ 825,020	11%	\$ 4,707,404	\$ (759,780)	\$ 3,947,624	52%	
CDBG/HOME	\$ 5,159,936	\$ 79,643	2%	\$ 5,159,936	\$ 95,594	2%	\$ -	\$ (15,951)	\$ (15,951)	0%	
State MFT	\$ 5,190,500	\$ 354,925	7%	\$ 4,803,370	\$ 10,538	0%	\$ 10,788,171	\$ 344,387	\$ 11,132,558	232%	
Refuse	\$ 10,888,509	\$ 14,058	0%	\$ 10,483,767	\$ 1,415,052	13%	\$ (5,262,185)	\$ (1,400,994)	\$ (6,663,179)	-64%	
Sewer	\$ 18,696,326	\$ 1,484,850	8%	\$ 15,922,878	\$ 388,483	2%	\$ 11,950,937	\$ 1,096,367	\$ 13,047,304	82%	
Tourism Reserve	\$ 712,800	\$ 54,408	8%	\$ 240,000	\$ -	0%	\$ 251,843	\$ 54,408	\$ 306,251	128%	
SSAs	\$ 1,362,135	\$ 73,407	5%	\$ 1,362,135	\$ 220,683	16%	\$ 1,514,131	\$ (147,276)	\$ 1,366,855	100%	
Debt Service	\$ 19,995,203	\$ 2,613,453	13%	\$ 19,995,203	\$ -	0%	\$ 5,660,503	\$ 2,613,453	\$ 8,273,956	41%	
Capital	\$ 23,973,800	\$ 597,006	2%	\$ 26,252,985	\$ 1,090,561	4%	\$ 8,412,260	\$ (493,556)	\$ 7,918,704	30%	
Local MFT	\$ 5,913,946	\$ 639,183	11%	\$ 5,806,175	\$ 12,328	0%	\$ 5,838,519	\$ 626,855	\$ 6,465,374	111%	
Downtown Conservation TIF	\$ 90,275	\$ 2,457	3%	\$ 23,413	\$ 1,506	6%	\$ 259,791	\$ 951	\$ 260,742	1114%	
Downtown Stadium TIF	\$ 329,300	\$ 2	0%	\$ 329,300	\$ -	0%	\$ (3,400)	\$ 2	\$ (3,398)	-1%	
Eagleview TIF	\$ 133,000	\$ 7,729	6%	\$ 26,816	\$ 76,677	286%	\$ 836,440	\$ (68,948)	\$ 767,492	2862%	
East Village TIF	\$ 491,581	\$ 10,767	2%	\$ 529,041	\$ 1,225	0%	\$ 1,141,698	\$ 9,542	\$ 1,151,240	218%	
Hospitality TIF	\$ 1,502,025	\$ 10,944	1%	\$ 1,537,129	\$ -	0%	\$ (845,887)	\$ 10,944	\$ (834,943)	-54%	
PeoriaCorp	\$ -	\$ 5,289	100%	\$ 72,000	\$ 9,483	13%	\$ 68,695	\$ (4,194)	\$ 64,501	90%	
South Village TIF	\$ 137,597	\$ 14,443	10%	\$ 25,472	\$ 315	1%	\$ 1,524,766	\$ 14,128	\$ 1,538,894	6042%	
Warehouse TIF	\$ 1,162,860	\$ 90,507	8%	\$ 5,154,933	\$ 2,427	0%	\$ 9,938,430	\$ 88,080	\$ 10,026,510	195%	
Riverfront	\$ 166,000	\$ 8,416	5%	\$ 166,000	\$ -	0%	\$ 20,156	\$ 8,416	\$ 28,572	17%	
Healthcare	\$ 14,225,000	\$ 1,285,997	9%	\$ 14,225,000	\$ 2,387,540	17%	\$ 3,423,490	\$ (1,101,542)	\$ 2,321,948	16%	
IMRF	\$ 4,954,376	\$ 304,267	6%	\$ 4,274,718	\$ 374,809	9%	\$ (603,127)	\$ (70,542)	\$ (673,669)	-16%	
Solid Waste	\$ 415,000	\$ 65,797	16%	\$ 340,500	\$ 692	0%	\$ 282,400	\$ 65,105	\$ 347,505	102%	
FICA/Medicare	\$ 2,665,759	\$ 28,643	1%	\$ 2,366,684	\$ 425,769	18%	\$ (82,575)	\$ (397,126)	\$ (479,701)	-20%	
Police/Fire Pension	\$ 31,355,307	\$ 902,449	3%	\$ 31,326,708	\$ 835,254	3%	\$ 3,780,669	\$ 67,195	\$ 3,847,864	12%	
OPEB	\$ 1,834,492	\$ 209,735	11%	\$ -	\$ -	0%	\$ 25,507,807	\$ 209,735	\$ 25,717,542	N/A	
Storm Water Utility	\$ 16,675,000	\$ 1,907,128	11%	\$ 19,991,705	\$ 344,746	2%	\$ 16,755,544	\$ 1,562,382	\$ 18,317,926	92%	
<b>Total All Funds</b>	<b>\$ 290,158,067</b>	<b>\$ 15,713,466</b>	<b>5%</b>	<b>\$ 290,556,670</b>	<b>\$ 21,901,081</b>	<b>8%</b>	<b>\$ 160,566,586</b>	<b>\$ (6,187,615)</b>	<b>\$ 154,378,971</b>	<b>53%</b>	