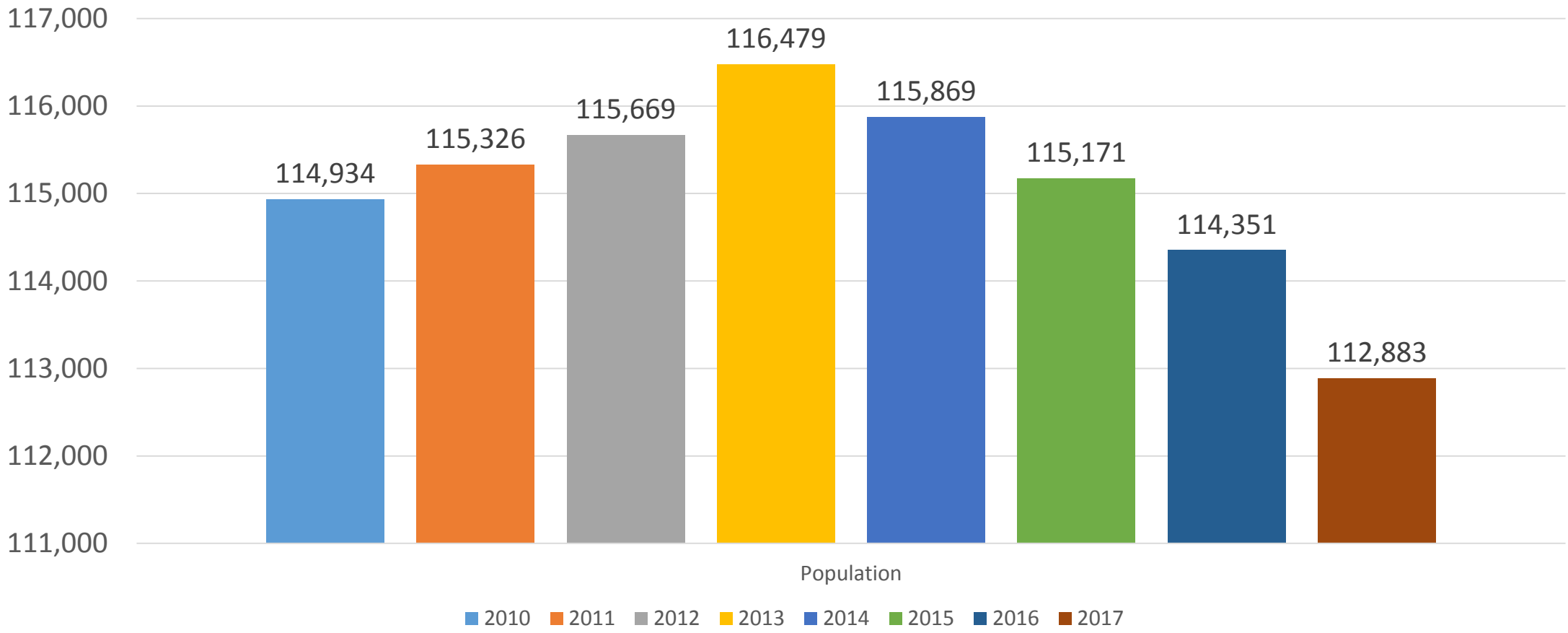
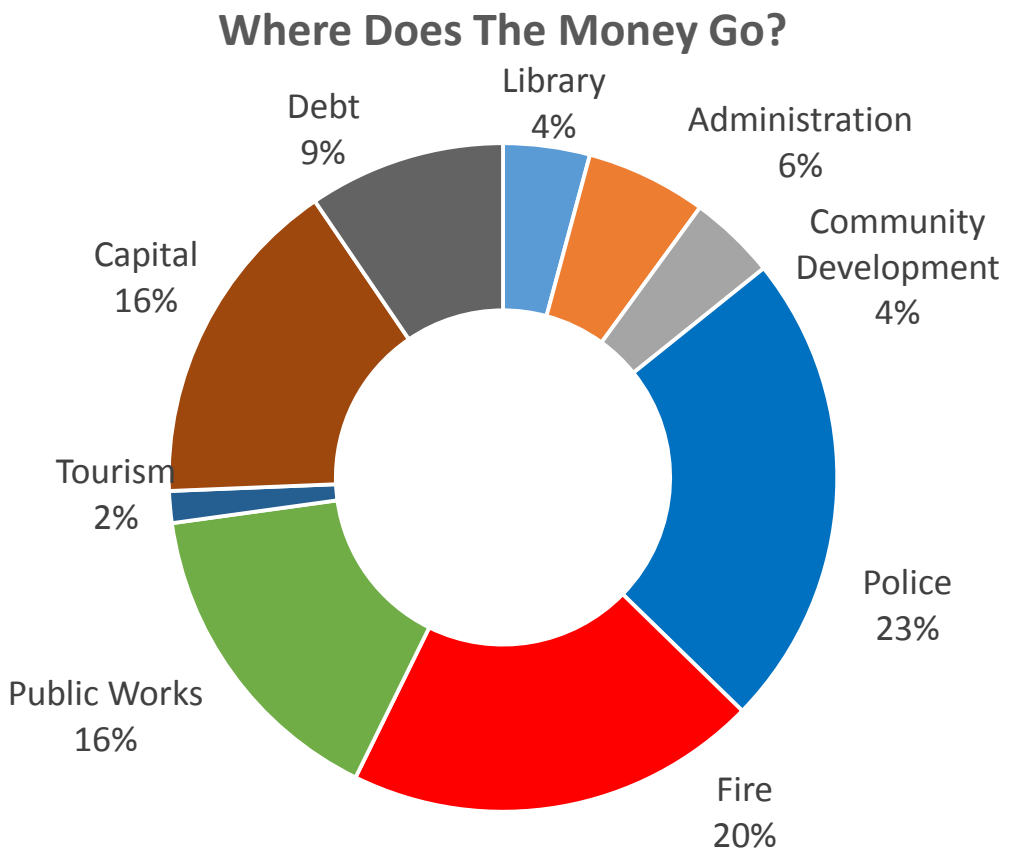
Financial Update

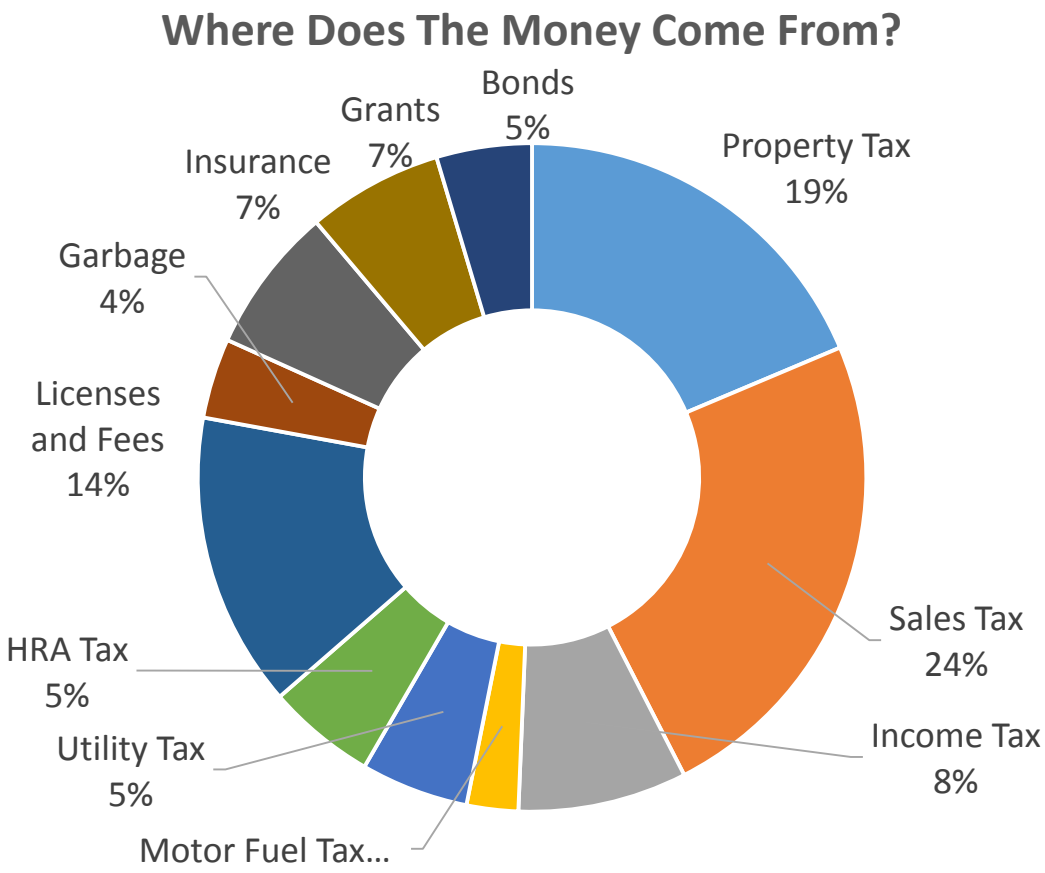
Patrick Urich
Peoria City Manager
June 19, 2018

Peoria Population 2010-2017

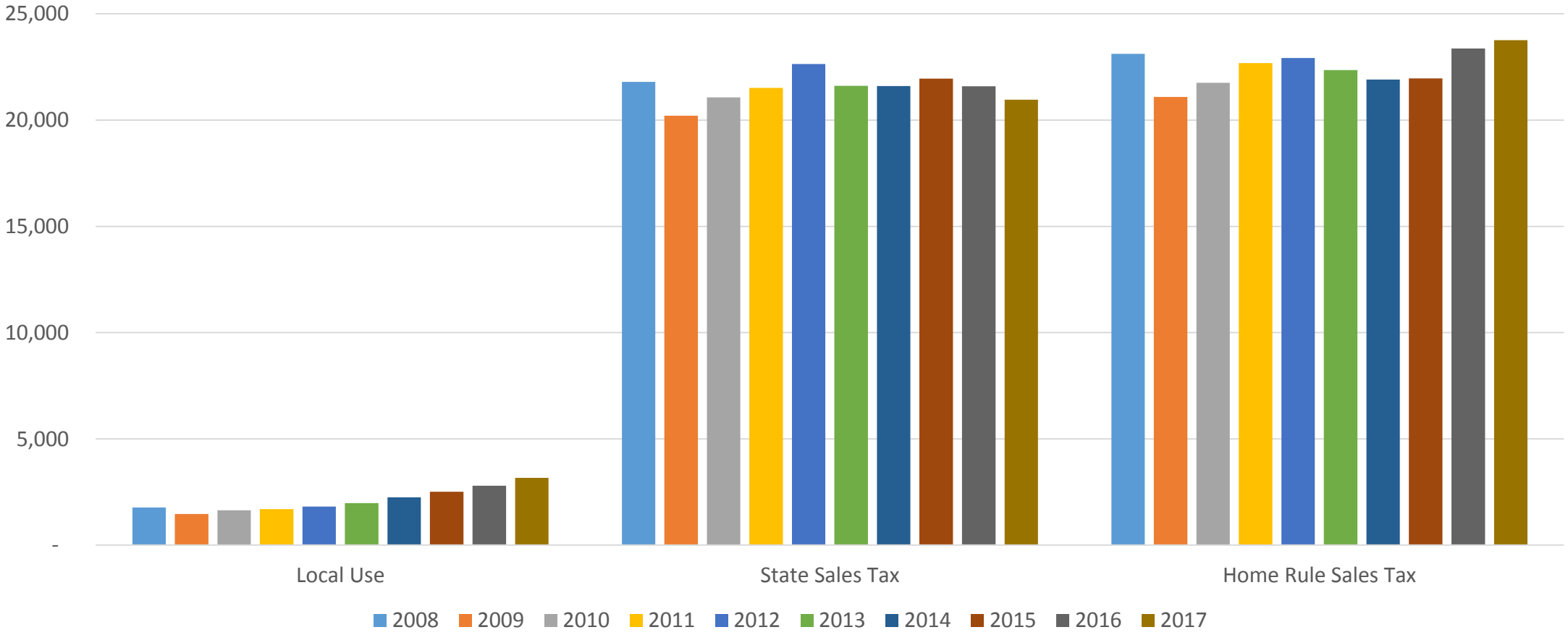


2018 Peoria Budget – Sources and Uses

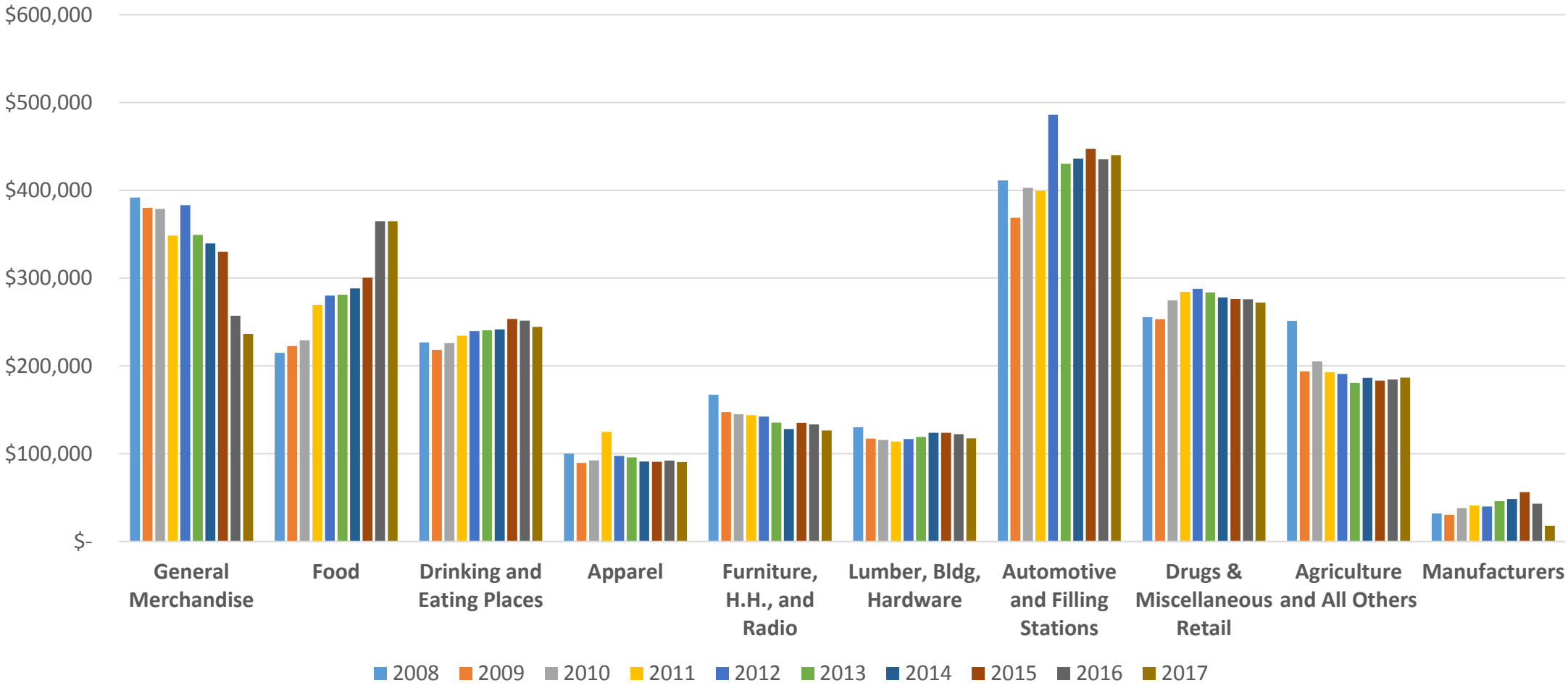




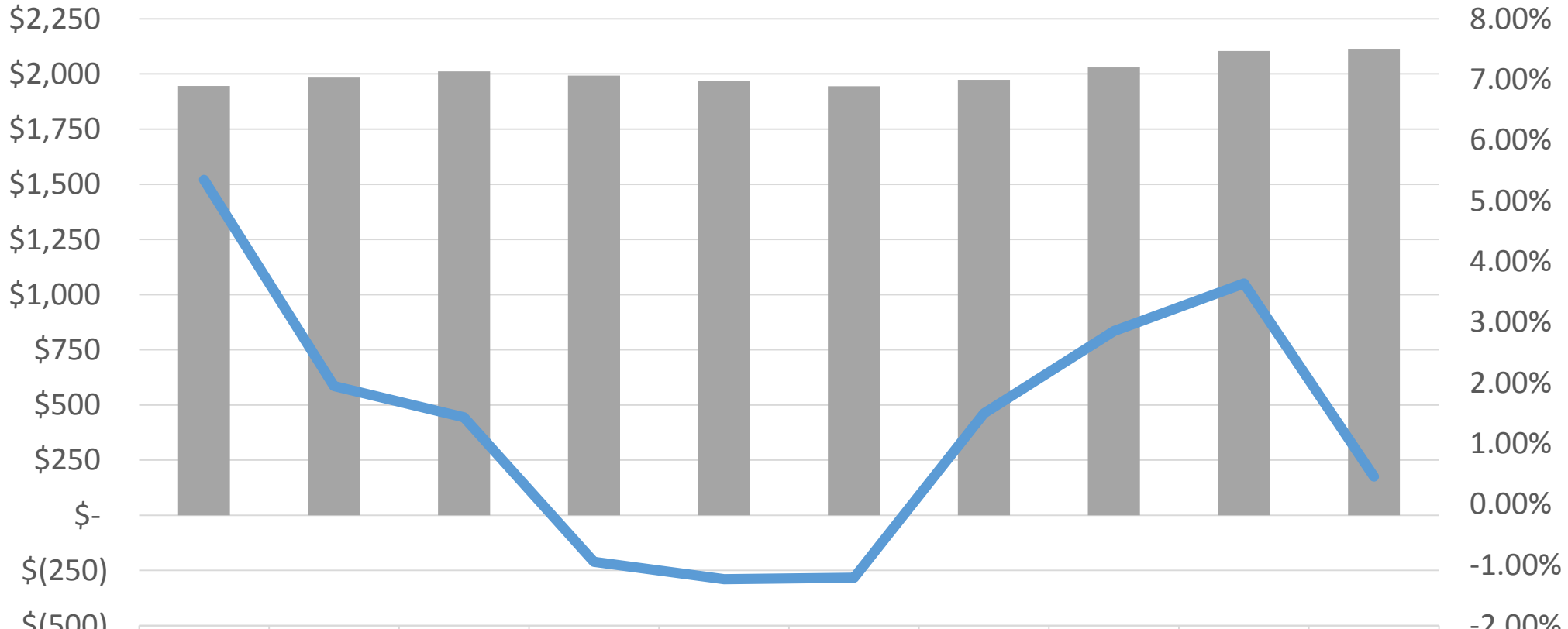
10 Year Sales Tax Trends 2008-2017



Taxable Sales by Category 2008-2017



Assessed Value & Growth Rate 2008-2017



	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
EAV	$1,946	$1,984	$2,012	$1,993	$1,968	$1,945	$1,974	$2,030	$2,104	$2,114
% Change in EAV	5.34%	1.95%	1.43%	-0.95%	-1.23%	-1.21%	1.50%	2.86%	3.64%	0.46%

Property Tax Distribution by Government Type

Schools 58%

Parks 9%

County 9%

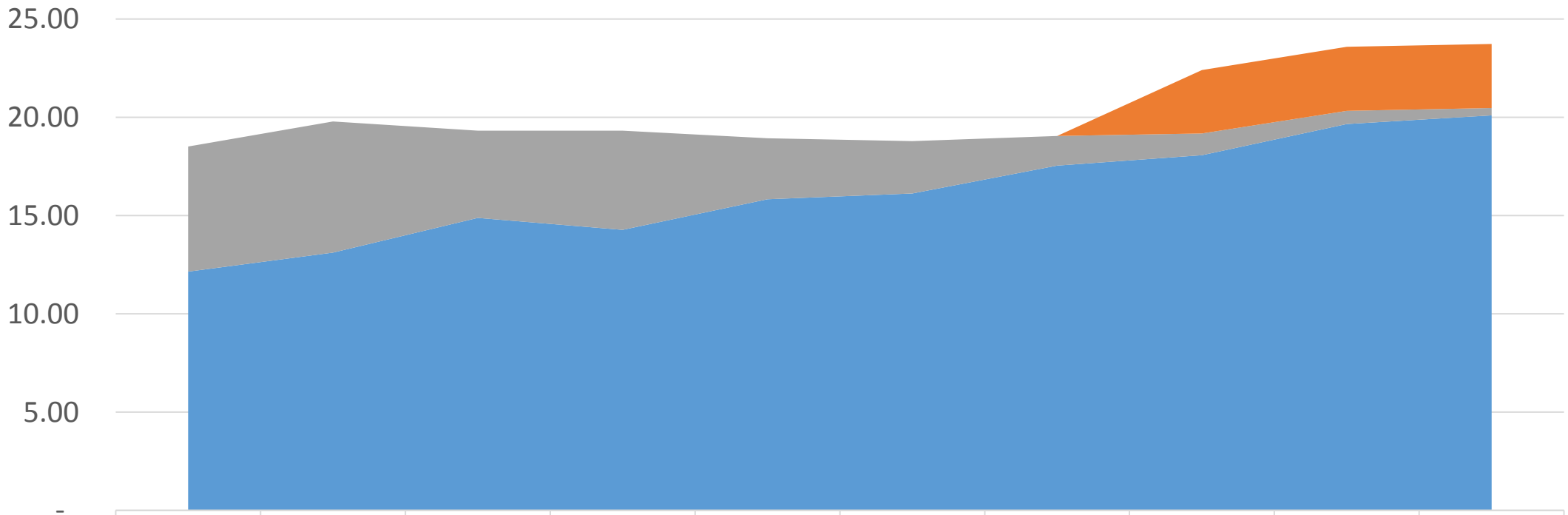
Other 8%

Library 5%

City 12%

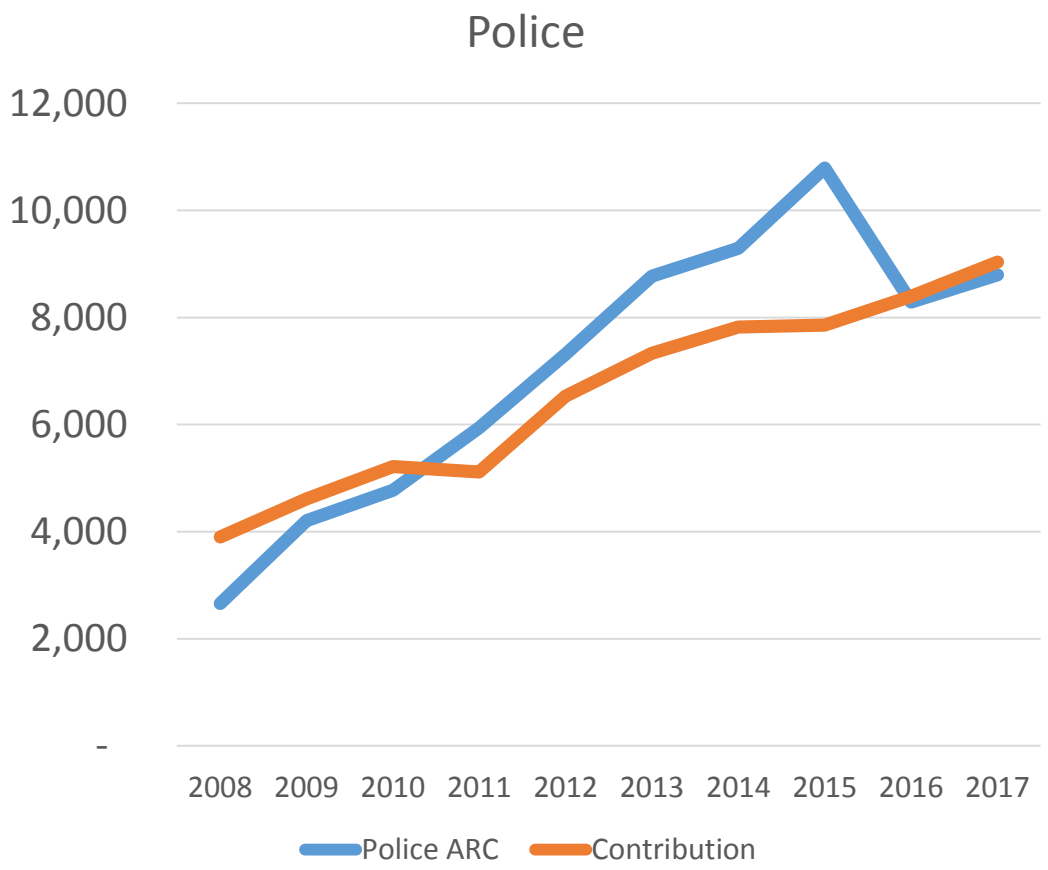
Source: 2017 Extended Property Tax Rates, Peoria County GIS

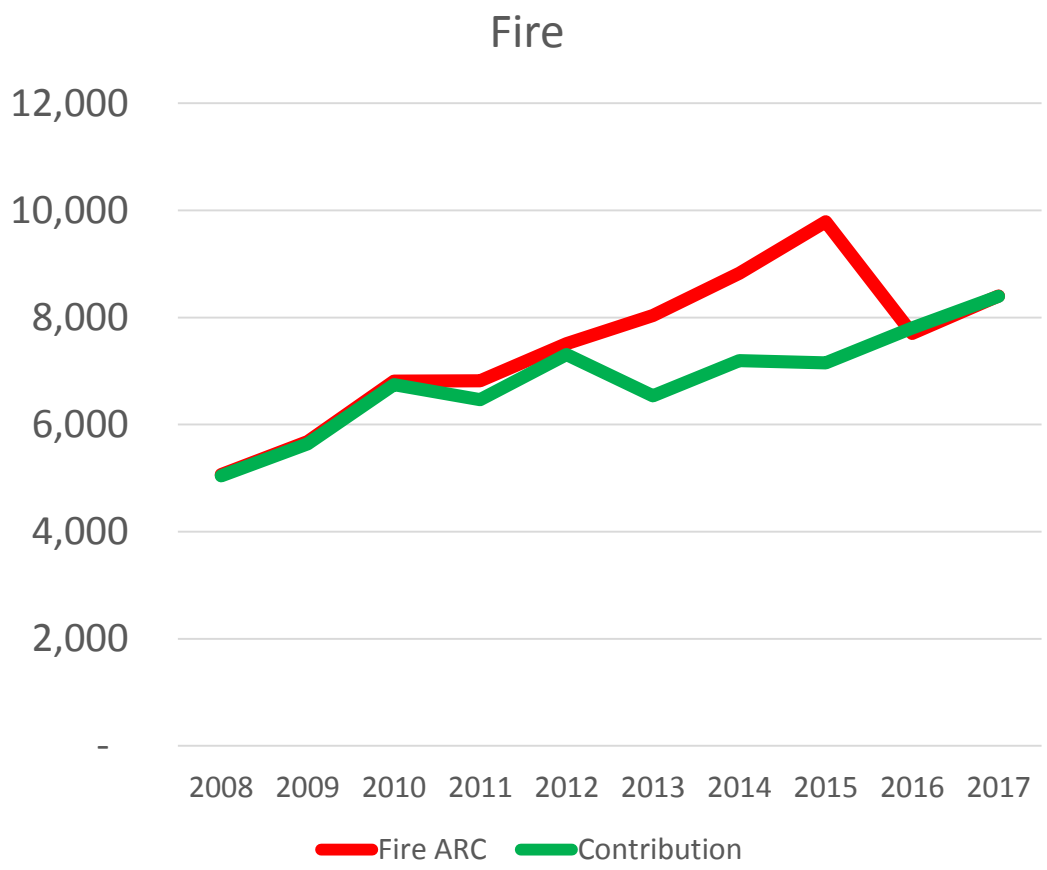
City of Peoria Property Tax Levy 2008-2017



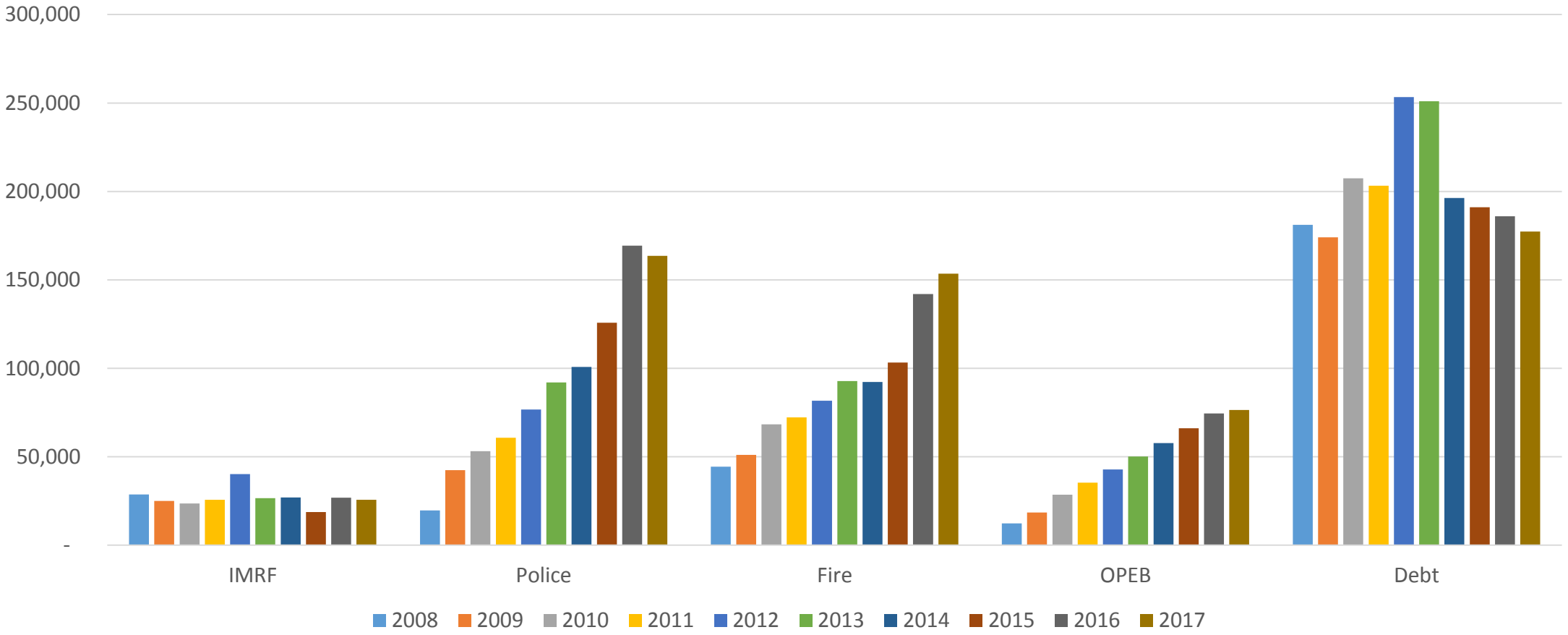
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Roads	-	-	-	-	-	-	-	3.23	3.26	3.26
Corporate	6.36	6.67	4.44	5.05	3.10	2.66	1.51	1.10	0.67	0.38
Pensions	12.15	13.12	14.88	14.27	15.83	16.13	17.54	18.07	19.66	20.10

Police and Fire Actuarial and Actual Contributions 2008-2017

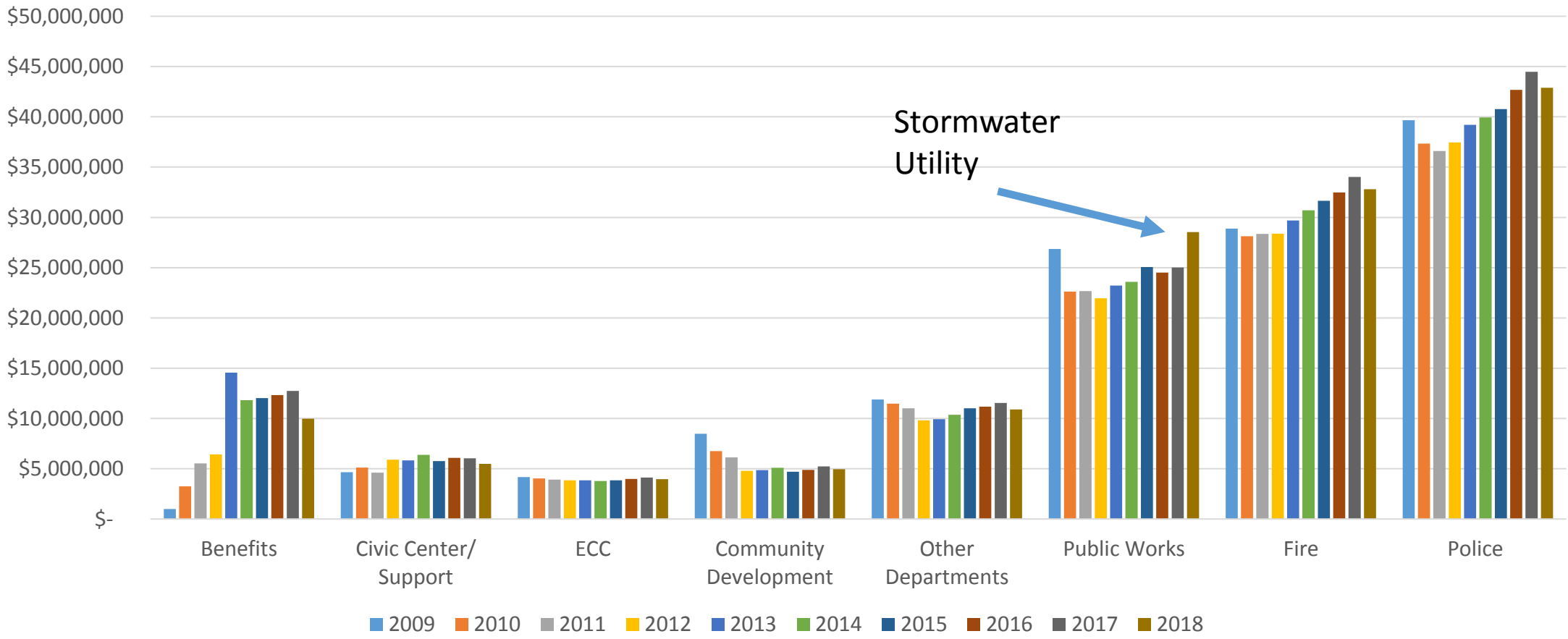




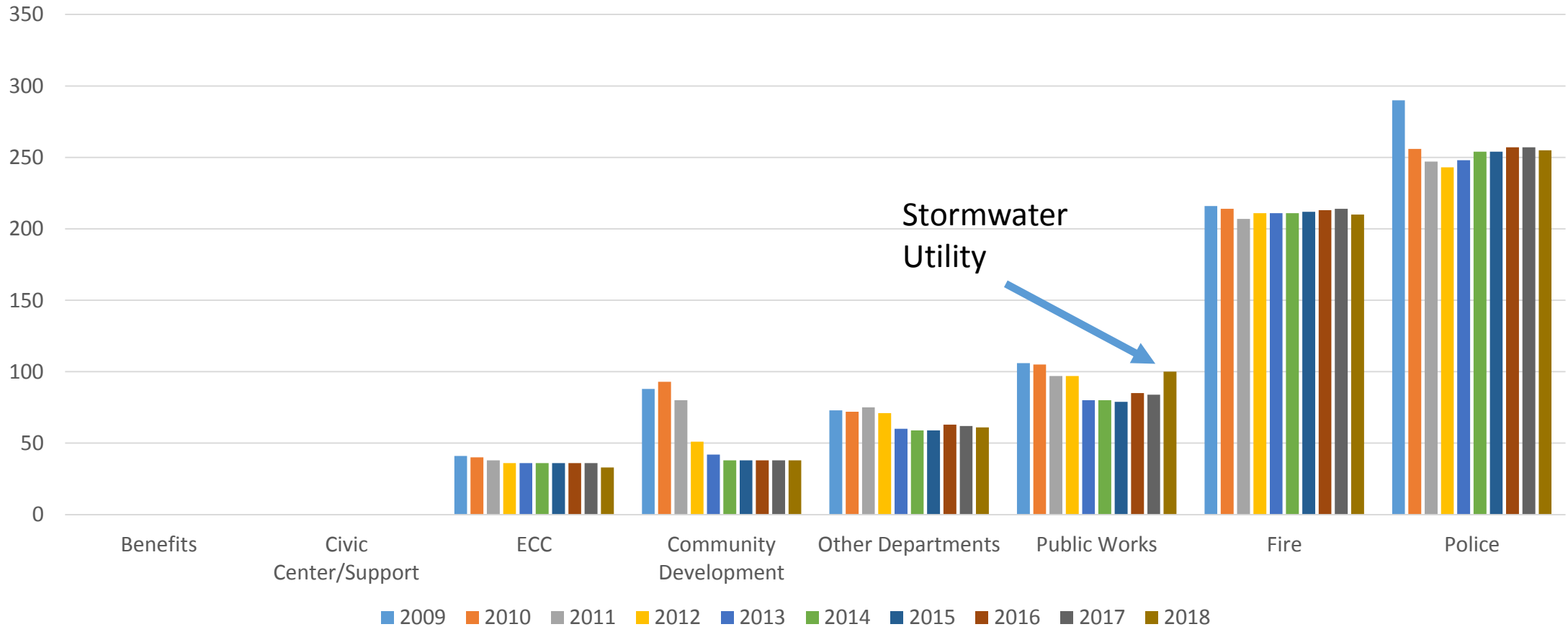
Unfunded Liabilities and Debt 2008-2017



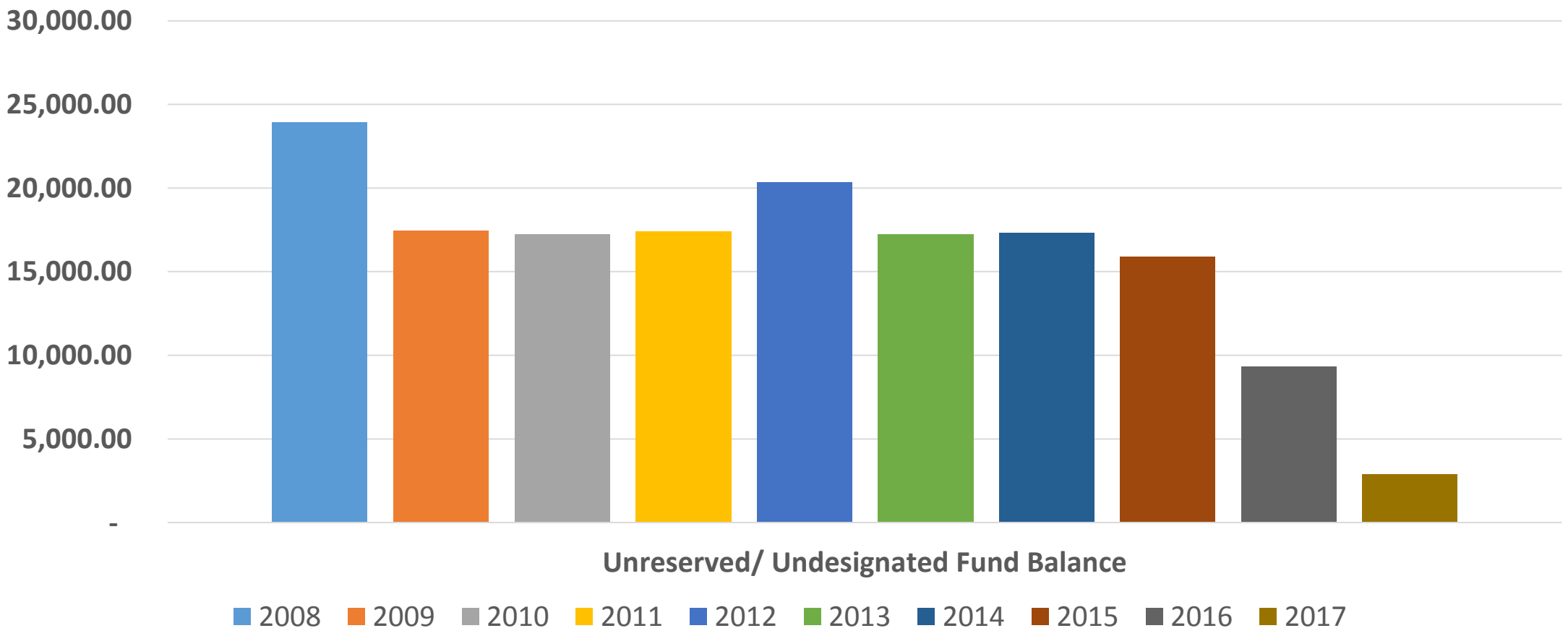
10 Year Operating Expense History 2009-2018



10 Year Headcount 2008-2017



General Fund Liquidity 2008-2017



Rating Agency Comments on Peoria

Standard and Poor's 2018

"We expect budgetary performance will likely be adequate or weak over the next few fiscal years after factoring in pension-payment gaps into total-governmental-funds expenditures. Over the long run, we believe rising pension costs and flat sales tax revenue growth will likely pressure the budgetary performance, forcing management to make budget adjustments to avoid deficits."

Moody's

- **2016: Downgraded from Aa3 to A1 :**
- "Considerable growth in Peoria's unfunded pension liabilities, as well as continued economic pressure associated with downsizing at Caterpillar, Inc. the region's primary employer….The negative outlook reflects our expectations that the city's economy will continue to be challenged by Caterpillar's workforce reductions, which will occur through 2018. Exacerbating these credit challenges are high fixed costs associated with the city's elevated debt burden and growing unfunded pension liabilities."
- **2018: Downgraded from A1 to A2**
- "The downgrade to the A2 reflects the expectation that the city's high pension burden could grow further under current contribution practices and recent erosion of the city's reserves."