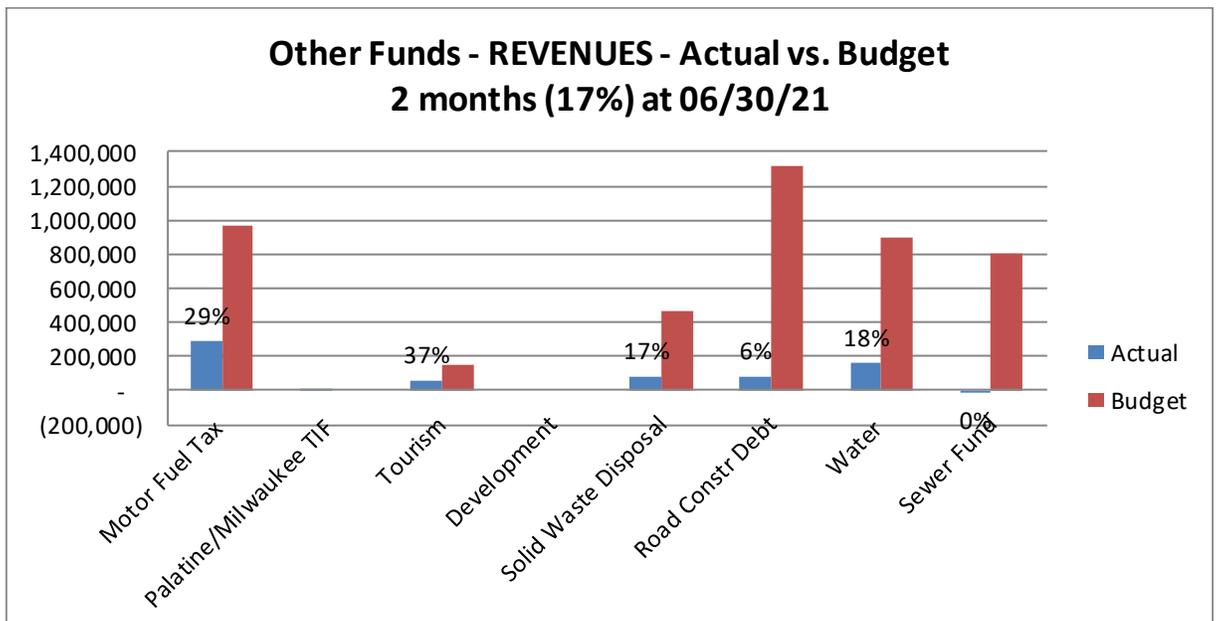
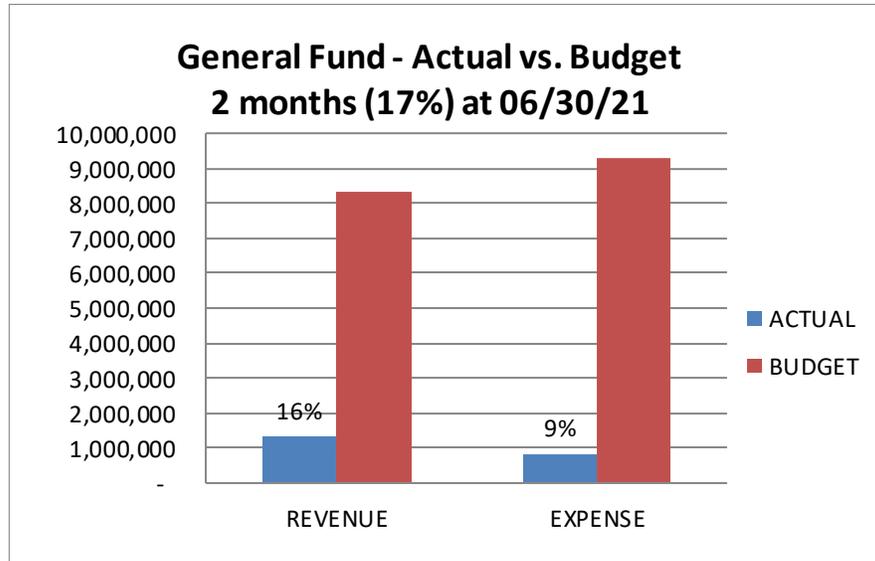
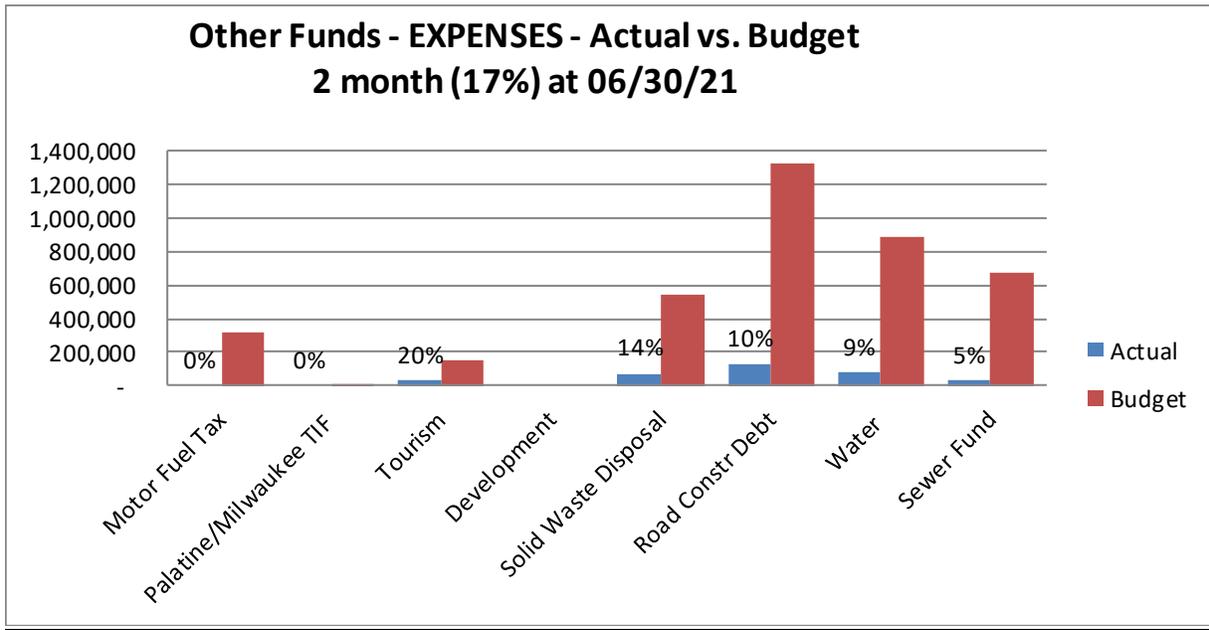


City of Prospect Heights Financial Report – FY21-22 For the 2 Months Ending June 30, 2021

The following report highlights the financial position of the City of Prospect Heights for the period beginning May 1, 2021 through June 30, 2021 (*2 months ~ 17% of year*) with an analysis on actual revenues and expenditures compared to fiscal year 2021/2022 budget.

Overall Fund Summary - The following charts highlight each of the City’s major funds and how the YTD revenues and expenditures compare to budget:

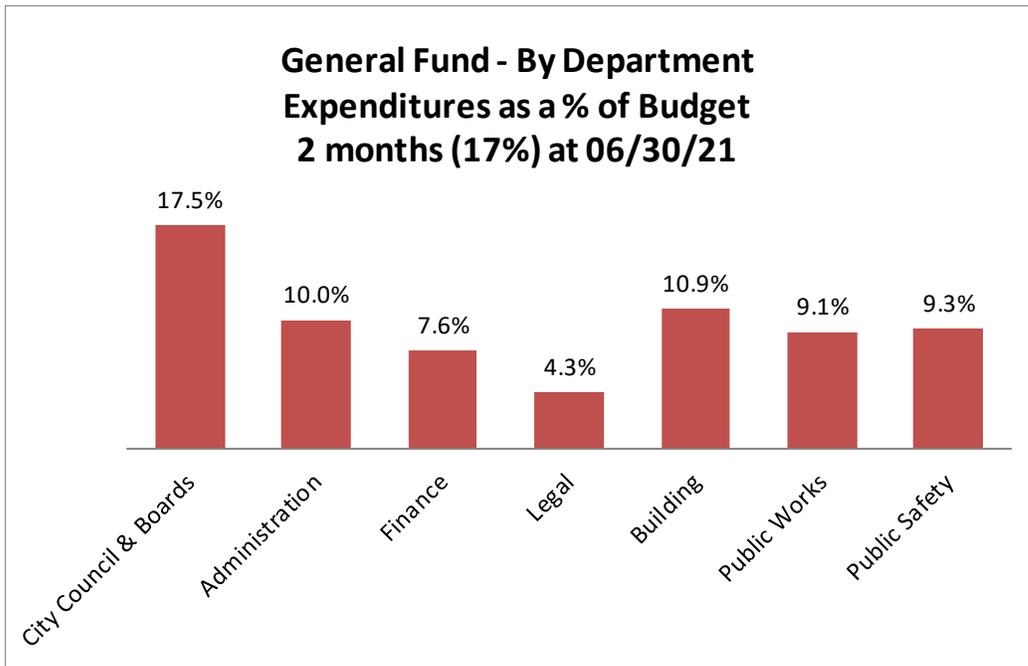




Revenue and Expenditures – By Fund

As detailed in the following table on pg. 6-7, the City’s overall YTD revenue is currently 14.7% of budget and the YTD expenses are coming in favorably at 6.88% of budget (17% of the year has elapsed). The following budget variances are worth noting:

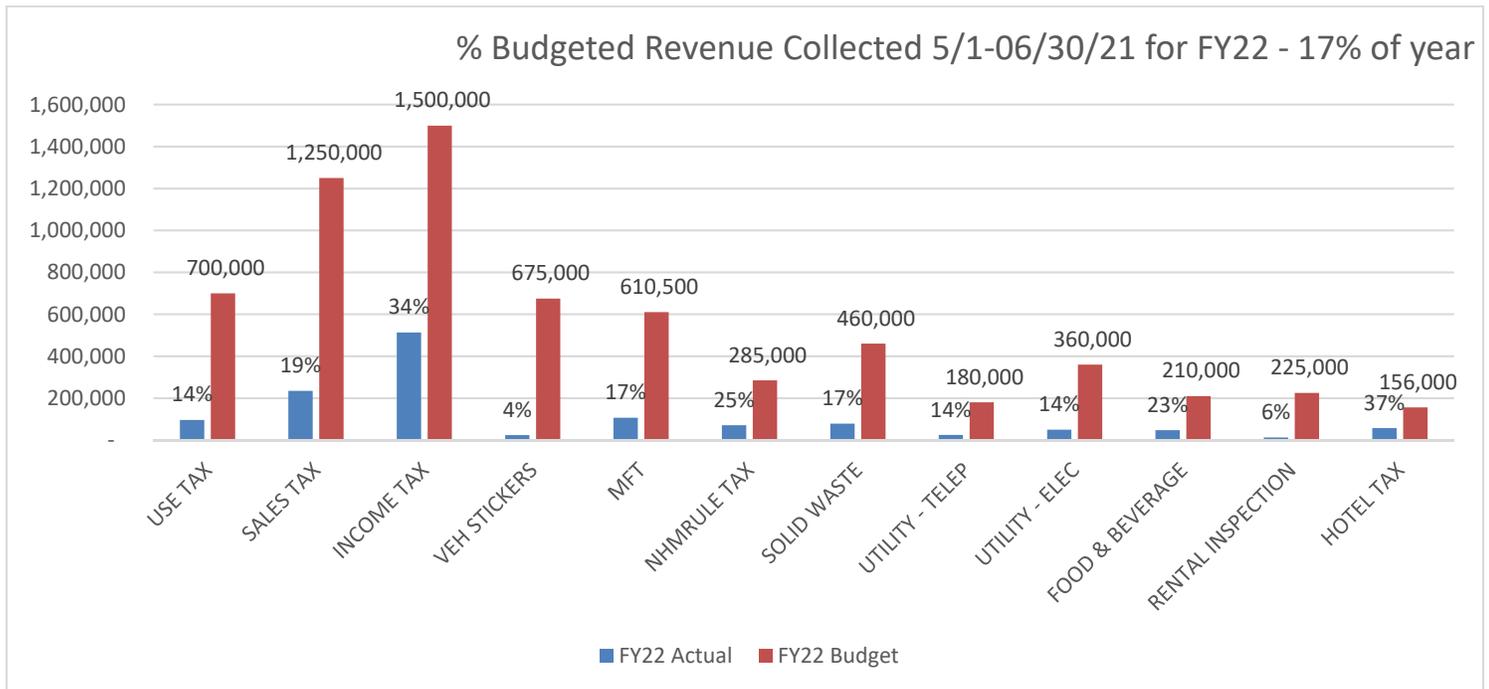
- General Fund Departmental Expenses – Expenses across all departments have been monitored closely to capitalize on lower costs and efficiencies where possible. The chart below shows departmental expenses as a % of current budget.



General Fund Revenue – Below is a comparison graph showing revenue collected for the 2 months of fiscal year 2022 compared to budget.

Of special note:

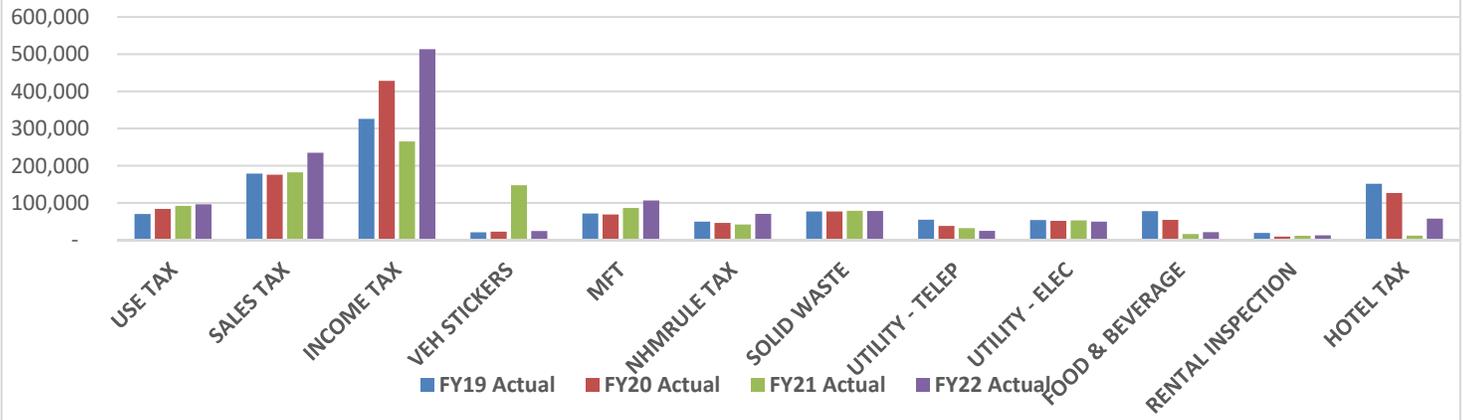
- Income, Sales and Use tax receipts are strong thru the end of June.
- Video Gaming Tax two months behind.
- Utility tax receipts are in line with expectations and consistent with prior year.
- Food & Beverage tax and hotel tax collections are still significantly below expectations.
- Hotel tax revenue continues significantly underbudget though we are starting to receive payments against past due amounts.



The graph below represents historical comparison of the City’s major revenue sources. Of special note:

- Income, Sales and Use tax receipts are up for FY22 compared to previous years.
- MFT revenue is in line with budget due to the additional allocation from the State which began in Sept 2019 and Rebuild Illinois Grant
- Solid Waste revenue is consistent with prior years and represents a predetermined monthly franchise fee received from our current vendor
- Food & Beverage and Hotel tax collections, as mentioned earlier, have decreased significantly as expected due to the impacts of COVID-19 restrictions on occupancy levels. It is estimated that recovery for the industry could take several years before we reach pre-pandemic levels.

2 month Comparison of Revenues Collected 5/1/- 06/30



	FY19 Actual	FY20 Actual	FY21 Actual	FY22 Actual	FY22 Budget
USE TAX	70,301	83,891	91,812	96,325	700,000
SALES TAX	178,939	175,798	182,412	235,021	1,250,000
INCOME TAX	325,948	428,390	265,411	513,545	1,500,000
VEH STICKERS	20,955	22,472	147,580	24,277	675,000
MFT	71,475	68,957	86,387	106,669	610,500
NHMRULE TAX	49,486	46,184	41,757	70,679	285,000
SOLID WASTE	77,101	76,837	78,775	78,410	460,000
UTILITY - TELEP	54,777	37,866	32,038	24,577	180,000
UTILITY - ELEC	53,692	51,813	53,083	49,620	360,000
FOOD & BEVERAGE	77,759	54,171	16,249	21,191	210,000
RENTAL INSPECTION	19,375	9,525	11,625	12,875	225,000
HOTEL TAX	151,336	126,477	12,050	57,592	156,000

- Motor Fuel Tax Fund – Revenue is currently at 17.5% of total revenue budgeted. This includes the 4th installment of the Rebuild Illinois Grant that was not budgeted. No MFT approved expenses have been incurred to date.
- Tourism Fund – Past due amounts of approx \$45.6k are planned to be received over the next 4 months, with current month amounts paid timely. At this time, only third party vendor beautification costs and professional services have been paid from cash balances on hand while amounts due to General Fund for Police Services continue to accrue.
- DEA Seizure – The City has not received equitable sharing distributions from the Federal Govt. since last year. Staff has followed up with our representative noting that the Federal Govt. is significantly behind in the process though we can expect some revenue in the coming months.
- Solid Waste – Outstanding franchise fee revenue is currently 2 months behind and collection efforts continue.
- SSA2, SSA3 and SSA4 – The City plans to utilize remaining fund balance to support capital improvements within the boundaries of these districts.
- Water Fund – Revenues are due in-line with budget at 17.52%, while expenses are only 8.86% of budget.

- Parking Fund – Currently, due to the impact of COVID-19, commuter volume has decreased significantly and there has been minimal revenue earned to date as many residents are working from home. The majority of expenses incurred during this time are fixed costs.
- Sewer Fund – Sewer bills run quarterly . Expenses have been monitored closely and are at 4.51% of budget. Next round of Sewer Bills are in July 2021. Collection efforts by Staff are in progress for past due amounts.

REVENUE & EXPENDITURES - BY FUND

PERIOD ENDING June 30, 2021

PERCENTAGE OF YEAR COMPLETED: 17%

	ACTUAL	FY 2022	% OF	ACTUAL	BUDGET
	YTD	BUDGET	BUDGET	INCR (DECR)	INCR (DECR)
TOTALS - ALL FUNDS					
Revenues	1,997,093	13,592,641	14.69%		
Expenses	(1,213,595)	(17,643,034)	6.88%		
	783,498	(4,050,393)		783,498	(4,050,393)
General Fund					
Revenues	1,310,778	8,321,400	15.75%	481,726	(978,073)
Expenses	(829,052)	(9,299,473)	8.92%		
Motor Fuel Tax Fund					
Revenues	285,397	972,611	29.34%	285,397	652,611
Expenses	-	(320,000)	0.00%		
Palatine/Milwaukee TIF Fund					
Revenues	218	-	#DIV/0!	218	(13,570)
Expenses	-	(13,570)	0.00%		
Tourism Fund					
Revenues	57,594	156,000	36.92%	25,829	-
Expenses	(31,765)	(156,000)	20.36%		
DEA Seizure Fund					
Revenues	15	100	NA	(11,387)	(252,900)
Expenses	(11,402)	(253,000)	4.51%		
Development Fund					
Revenues	-	-	#DIV/0!	-	-
Expenses	-	-	#DIV/0!		
Solid Waste Disposal Fund					
Revenues	78,410	460,000	17.05%	4,334	(85,000)
Expenses	(74,076)	(545,000)	13.59%		
Palatine Road TIF Fund					
Revenues	36	80,000	0.05%	(536)	67,430
Expenses	(572)	(12,570)	4.55%		
SSA 1 Fund					
Revenues	0	-	#DIV/0!	0	-
Expenses	-	-	#DIV/0!		
SSA 2 Fund					
Revenues	2	-	#DIV/0!	2	(29,000)
Expenses	-	(29,000)	0.00%		
SSA 3 Fund					
Revenues	11	-	#DIV/0!	11	(320,000)
Expenses	-	(320,000)	0.00%		
SSA 4 Fund					
Revenues	1	-	#DIV/0!	1	(29,000)
Expenses	-	(29,000)	0.00%		
SSA 5 Fund					
Revenues	2,414	27,300	8.84%	2,287	14,600
Expenses	(127)	(12,700)	1.00%		
SSA 6 Debt Fund					
Revenues	10,809	219,570	4.92%	(13,476)	270
Expenses	(24,285)	(219,300)	11.07%		

REVENUE & EXPENDITURES - BY FUND						
PERIOD ENDING June 30, 2021						
PERCENTAGE OF YEAR COMPLETED: 17%						
		ACTUAL	FY 2022	% OF	ACTUAL	BUDGET
		YTD	BUDGET	BUDGET	INCR (DECR)	INCR (DECR)
SSA 8 Fund						
	Revenues	16,743	140,000	11.96%	16,646	118,300
	Expenses	(97)	(21,700)	0.45%		
Capital Improvement						
	Revenues	-	85,000	0.00%	(3,290)	(3,340,640)
	Expenses	(3,290)	(3,425,640)	0.10%		
Road Construction Debt Fund						
	Revenues	77,692	1,314,660	5.91%	(52,284)	(2,200)
	Expenses	(129,976)	(1,316,860)	9.87%		
Water Fund						
	Revenues	156,808	895,000	17.52%	78,440	10,563
	Expenses	(78,368)	(884,437)	8.86%		
Parking Fund						
	Revenues	367	115,000	0.32%	4	250
	Expenses	(363)	(114,750)	0.32%		
Sewer Fund						
	Revenues	(203)	806,000	-0.03%	(30,425)	135,966
	Expenses	(30,222)	(670,034)	4.51%		
TOTALS - ALL FUNDS					783,498	(4,050,393)
	Revenues	1,997,093	13,592,641			
	Expenses	(1,213,595)	(17,643,034)			
		783,498	(4,050,393)			

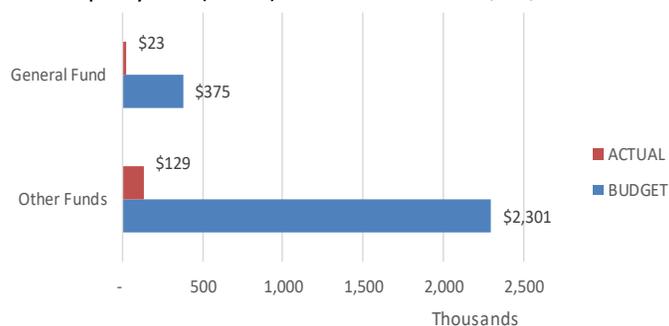
General Fund Summary

At June 30, 2021, the City's General Fund actual revenue of \$1.3m is 481k higher than actual expenses compared to the prior fiscal year where revenue was 116k in excess of expenses. Expenses for June 30, 2021 totaled \$829k are \$45k lower compared to prior year. Net revenue in the General Fund is approximately \$481k compared to \$116k in the prior year.

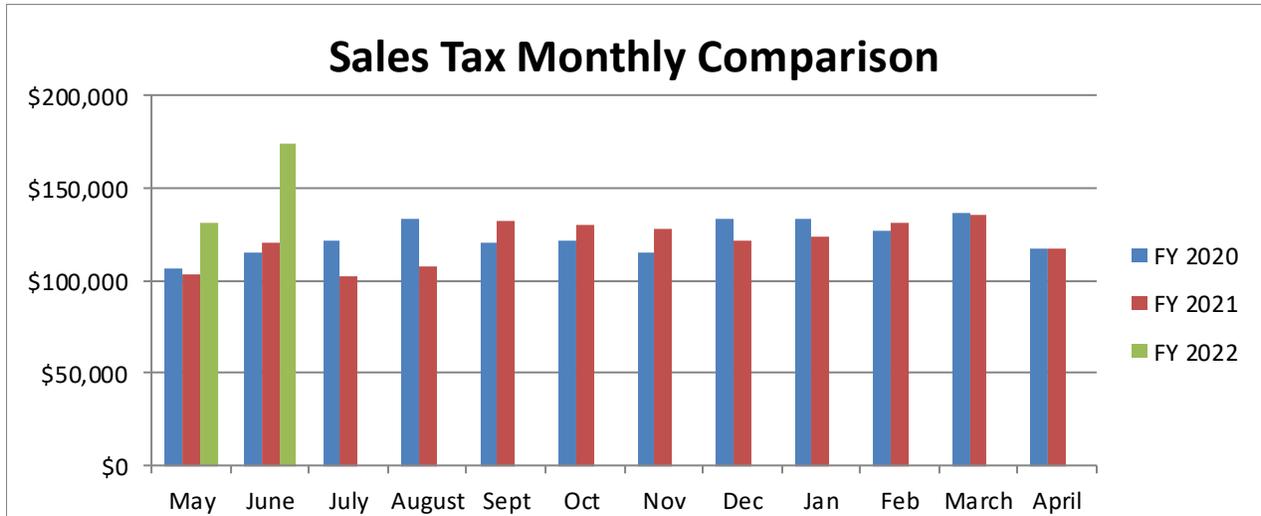
Major Revenues

Property Taxes – For all funds, the City has collected a total of \$151k or 6% of budgeted property taxes.

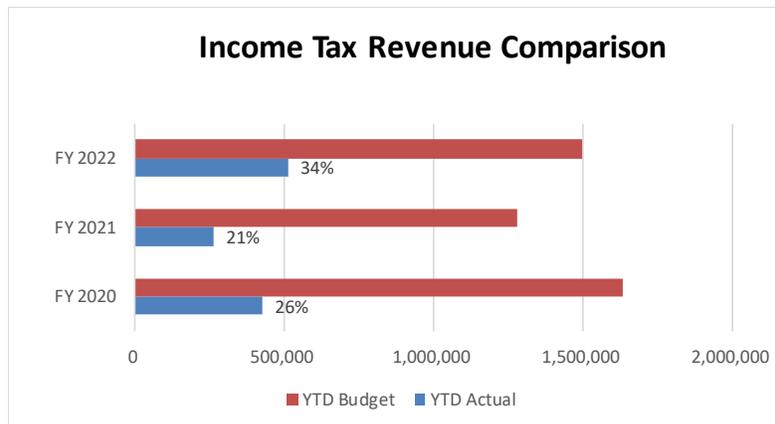
Property Tax ('000s) - 2 Months thru 06/30/21



Sales Taxes – June 2021 State sales tax revenue of \$174k is approximately 36% more than the same months last year. We are 18.8% over budget at this point in the year.



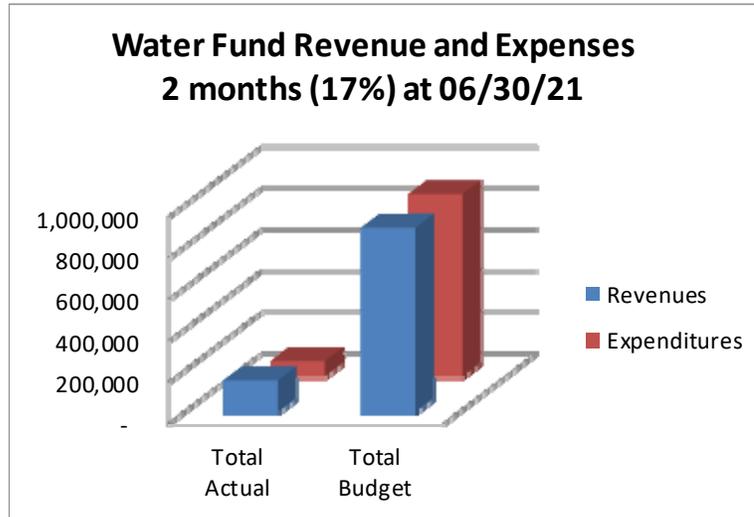
Income Taxes – As of June 30, 2021, income tax revenue of \$513k represents 34% of budget. At the same time last year, income tax revenue was \$265k or 21% of budget. This year’s performance against budget appears better due to income tax filings were only delayed a month and last year’s deferred tax filings numbers have come in. On a dollar comparison, receipts have increased by \$248k over the prior year.



Enterprise Funds

Water Fund

Water fund revenue is budgeted at \$895k for the entire fiscal year. Through June 2021, actual revenues are \$156k or 18% of budget compared to \$150k or 16% of budget for the same period last year. Water fund actual expenditures through June 2021 total \$78k or 8.84% of budget compared to \$72k or 8.45% of the budget for the same period last year.



Sewer Fund

Sewer fund revenue is budgeted at \$806k for the entire fiscal year. Through June 2021, the actual revenues are \$0k or 0% of budget compared to \$0k or 0% of budget for the same period last year. Sewer fund actual expenditures through June total \$30k or 4.5% of budget compared to \$21k or 2.8% of the budget for the same period last year. System improvement costs are budgeted at \$3300k, of which \$13k have been incurred.

