

CITY OF NAPERVILLE, ILLINOIS

2022

February Financial Report

FEBRUARY 1, 2022



TONIGHT'S AGENDA

2021 Budget Review

- Preliminary, unaudited results by fund category

Revenue and Expenditure Summaries

- Highlight 2021 performance

Future Topics

- Preview topics to be discussed in early 2022

2022

Monthly Financial Reports



THIS MONTH'S HIGHLIGHTS

- **Rapid economic recovery fueled strong 2021 revenue results**
- **Spending aligned with budget projections in most categories**
- **Overall financial position continues to improve; AAA bond rating re-affirmed last month**
 - **Rating maintained for over 25 years**

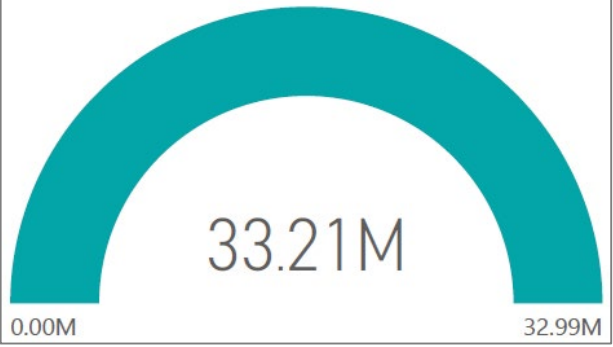
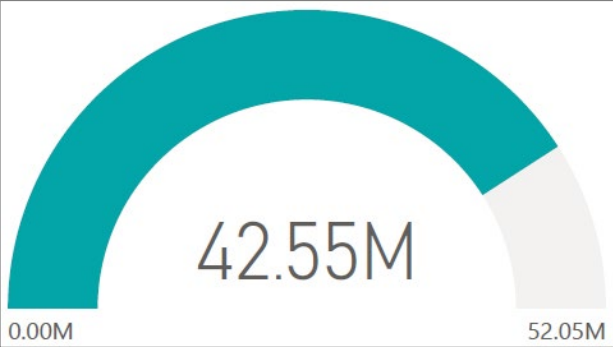
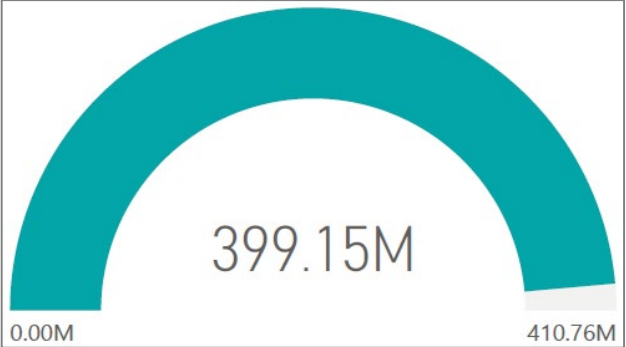
2021 BUDGET SUMMARY

Maintenance & Operating Funds

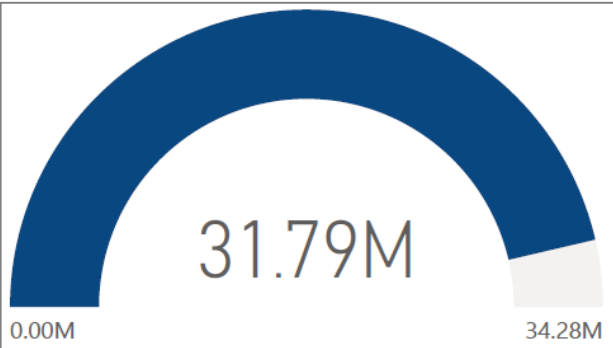
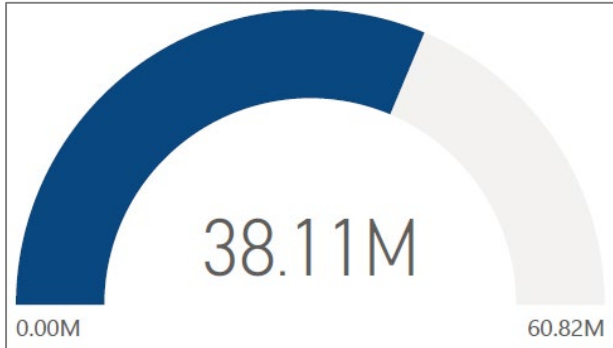
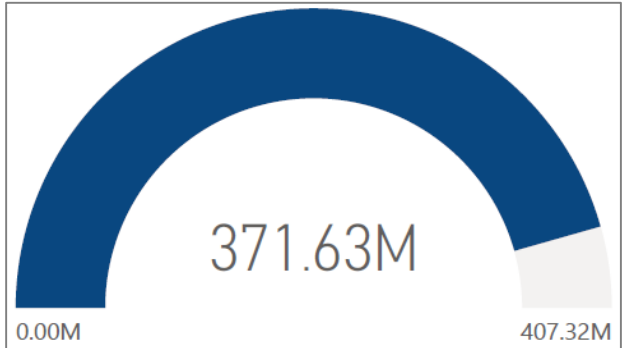
Capital & Debt Service Funds

Special Funds

Revenues



Expenses



\$ in millions

MAJOR OPERATING FUNDS

	Revenues	Expenses	Margin
General Fund	141.41	128.45	12.97
Electric Fund	154.23	149.37	4.86
Water Fund	70.06	66.82	3.24

\$ in millions

General Fund aided by strong revenue recovery – adds \$13M to cash balance

- Revenues 8.5%, or \$11.2M over budget; Expenses 1.4%, or \$1.8M under budget

Electric Utility performed close to expectations – adds \$4.8M to cash balance

- Revenues slightly lower than projected; results in lower purchased electricity costs

Water Utilities expenses projected flat to revenues after final payments

- 2022 bond issuance will replenish cash spent on Water AMI in 2021

REVENUE SUMMARY

Category	Source	Total (\$)	Comparison*
State Shared	Sales tax	\$40.5M	21% increase
	Income tax	\$19.5M	22% increase
Service Charges	Electric	\$150M	3% below '21 projections
	Water/Wastewater	\$70.3M	7% above '21 projections
	Ambulance fees	\$6.9M	16% above '21 projections
Local Taxes	HRST	\$15.8M	24% increase
	Food & beverage	\$5.3M	39% increase
	Hotel/motel	\$1.2M	50% below 2019
	Real estate	\$7.4M	74% increase
Other Revenues	Building permits	\$1.4M	29% increase
	Commuter parking	\$943K	76% of '21 budget

*comparison is to 2020 totals unless otherwise noted

EXPENSE SUMMARY

Salaries and Benefits

- Total salaries and wages, including overtime, total \$101.7M – 98% of budget
- General Fund salaries slightly over budget – historical vacancy not met

Healthcare

- Medical claims/administrative fees under budget by over \$2M
- Dental claims under budget by \$193K; prescription drugs over by \$212K

Purchased Services and Items

- Purchased electricity under budget by 6%; purchased water over by 4%
- Purchased services at \$33.3M under budget by 20%
- Purchased items over budget by 5% at \$22.6M

Capital Outlay

- Capital expenses total \$50M, or 60% of budget
- Under budget due to project deferrals and favorable bids in 2021
- Most deferred projects budgeted in 2022

FUTURE TOPICS

Trend reporting

- Continue monitoring & reporting on economic trends impacting the budget

Utility assistance

- Council request for additional information on utility rate assistance

Naper Settlement transfer

- Amend 2021 budget to correct negative fund balance through a General Fund transfer

Capital projects balancing

- Amend 2021 budget to align spending between Bond Fund and Capital Projects Fund

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QUESTIONS?

