

**CITY OF NAPERVILLE, ILLINOIS**

**2022**

May Financial Report

**MAY 3, 2022**



# **TONIGHT'S AGENDA**

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## **2022 YTD Budget Review**

- Budget performance through the first quarter (March 31)

## **Revenue and Expenditure Summaries**

- Highlight YTD performance

## **Areas to Watch**

- Revenues and expenses staff is closely monitoring

**2022**

Monthly Financial Reports



# **THIS MONTH'S HIGHLIGHTS**

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- **Year-to-date revenues outperforming 2021 and exceeding expectations in key areas**
- **Spending aligned with expectations in most categories**
- **Inflation continues to raise concerns**
  - Impacts in capital budgets more than operating budgets

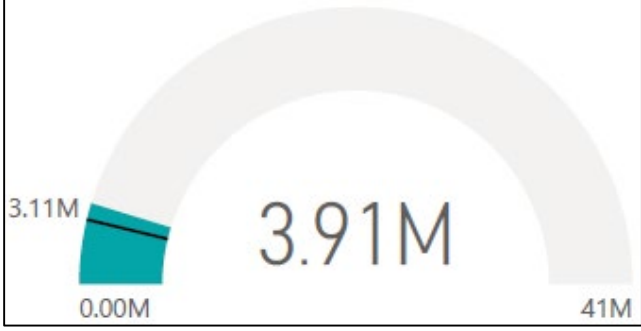
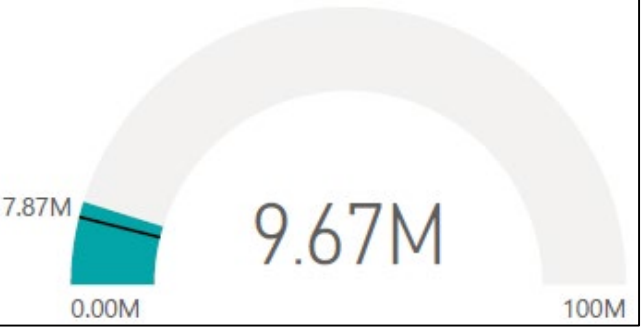
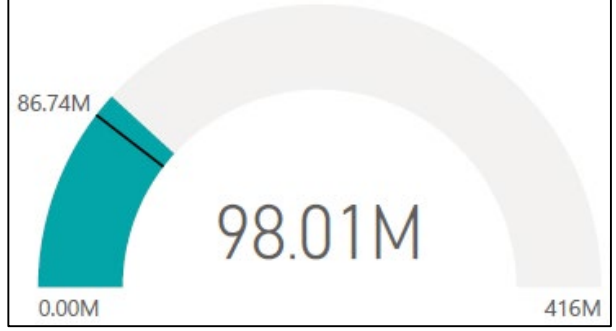
# Q1 BUDGET SUMMARY

## Maintenance & Operating Funds

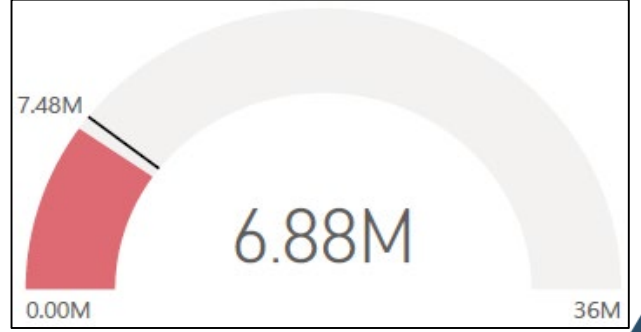
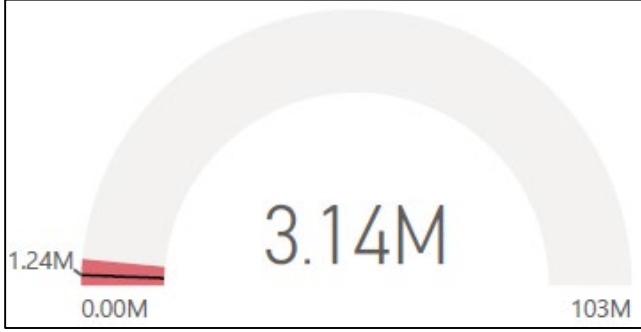
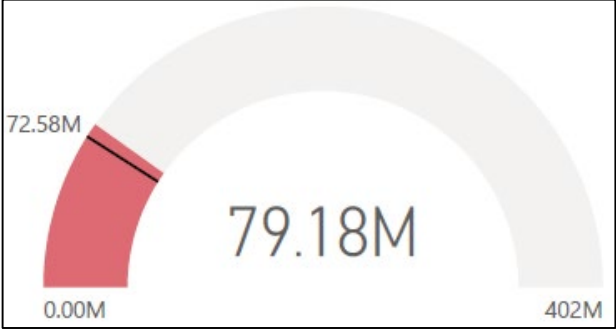
## Capital & Debt Service Funds

## Special Funds

### Revenues



### Expenses



*\$ in millions*

# Q1 REVENUE SUMMARY

Revenue		Change YTD	Analysis
<b>State Shared Revenues</b>	State Sales	↑ 27%	Online & consumer sales and inflation driven
	Home Rule Sales	↑ 39%	Online & consumer sales and inflation driven
	State Income	↑ 30%	Strength in the state economy
	Local Use	↓ 20%	Revenue shift to sales tax, net benefit
<b>Local Taxes</b>	Food & Beverage	↑ 72%	Prior period impacted by mitigations
	Hotel/Motel	↑ 363%	Returning to pre-pandemic levels
	Real Estate Transfer	↑ 24%	Lower volume; higher prices
<b>Service Charges</b>	Electric	↓ 4%	In line with consumption from Dec. to Feb.
	Water & Wastewater	↑ 0.5%	In line with consumption from Dec. to Feb.
	Ambulance Fees	↑ 29%	Based on transports and rates charged

# Q1 EXPENSE SUMMARY

Expense		Change YTD	Analysis
<b>Salary &amp; Benefits</b>	Salaries & Wages	↓ 12%	On target at 24% of the budget Comparison includes an additional payroll in Jan. 2021
	Overtime	↑ 14%	Higher Fire OT due to vacancies Offset by lower regular pay
	Benefits & Related	↓ 9%	Lower IMRF contribution rate Healthcare expenses flat to 2021
<b>Purchased Services &amp; Items</b>	Purchased Electric	↓ 7%	Aligns with lower revenue
	Purchased Water	↑ 2%	Aligns with higher revenue
	Other Items	↑ 25%	Increases in fuel, salt, supplies Anticipated & aligned with budget
	Other Services	↑ 9%	Increases in training & engineering services
<b>Capital Outlay</b>	Capital Outlay	↑ 44%	Less than 5% of budget spent in Q1

# AREAS TO WATCH

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## Revenue

### **Commuter Parking Fees**

- Q1 revenue up less than 1% YTD – *still 50% below pre-pandemic*

### **Motor Fuel Taxes**

- State motor fuel and local gas taxes up year-over-year but still lagging projections

## Expenses

### **Purchased Services and Items**

- Continue to monitor inflationary increases in services and supplies

### **Capital Outlay**

- Monitoring construction bid activity; deferring projects as needed

### **Healthcare**

- Monitoring costs as normal healthcare habits resume

# QUESTIONS?

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