



DEPARTMENT OF FINANCE
CITY OF CHICAGO

February 27, 2019

RE: City of Chicago Quarterly Financial Statements

Enclosed please find the Statement of Revenues, Expenditures and Change in Fund Balance for the City of Chicago's General Fund, Service Concession and Reserve Fund, and Bond, Note Redemption and Interest Fund for the nine months ended September 30, 2018. In addition, please find the Balance Sheet at September 30, 2018 for the same funds.

These statements have been prepared on the modified accrual basis of accounting and are unaudited. The figures are derived from the City's general ledger. Neither the City's independent auditors nor any other independent accountants have compiled, examined, or performed any procedures with respect to the information contained in these statements nor have they expressed any opinion or any other form of assurance on such information. The information in the statements is subject to change or revision without notice.

CITY OF CHICAGO, ILLINOIS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
 GENERAL, SERVICE CONCESSION & RESERVE, AND BOND, NOTE REDEMPTION & INTEREST FUNDS
 (Modified Accrual Basis)

For The Nine Months Ended September 30
 (Amounts are in Thousands of Dollars)

	2018				2017		Notes
	General	Service Concession and Reserve	Bond, Note Redemption and Interest	Total	Total	Total	
Revenues:							
Property Tax	\$ -	\$ -	\$ 624,783	\$ 624,783	\$ 519,903		
Utility Tax	360,923	-	2,669	363,592	366,988		
Sales Tax (Local)	127,352	-	-	127,352	260,820	A	
Transportation Tax	278,805	-	5,936	284,741	255,165		
State Income Tax	342,237	-	-	342,237	337,530		
State Sales Tax	98,347	-	-	98,347	270,499	A	
Transaction Tax	393,288	-	-	393,288	354,555		
Recreation Tax	248,530	-	-	248,530	231,739		
Other Taxes	138,584	-	-	138,584	139,850		
Federal/State Grants	2,280	-	-	2,280	2,182		
Internal Service	201,178	-	-	201,178	189,502		
Licenses and Permits	109,372	-	2,674	112,046	104,143		
Fines	253,419	-	-	253,419	259,890		
Investment Income	(49,621)	22,481	6,551	(20,589)	45,752	B	
Charges for Services	137,417	-	-	137,417	133,541		
Miscellaneous	103,257	15,774	6,293	125,324	90,140	C	
Total Revenues	2,745,368	38,255	648,906	3,432,529	3,562,199		
Expenditures:							
Current:							
General Government	696,057	(7)	-	696,050	566,123		
Health	14,518	-	-	14,518	17,985		
Public Safety	1,643,606	-	-	1,643,606	1,652,541		
Streets and Sanitation	145,565	-	-	145,565	141,896		
Transportation	36,840	-	-	36,840	33,381		
Cultural and Recreational	-	-	-	-	(482)		
Debt Service:							
Principal Retirement	-	-	127,848	127,848	208,705	D	
Interest and Other Fiscal Charges	5,202	-	248,288	253,490	253,635		
Total Expenditures	2,541,788	(7)	376,136	2,917,917	2,873,784		
Revenues (Under) Over Expenditures	203,580	38,262	272,770	514,612	688,415		
Other Financing Sources (Uses):							
Issuance of Debt	\$ -	\$ -	\$ -	\$ -	\$ 553,935	E	
Premium/(Discount)	-	-	-	-	(11,953)		
Payment to Refunded Bond Escrow Agent	-	-	(720,131)	(720,131)	(452,576)	F	
Transfers In	302,603	-	-	302,603	735	A	
Transfers Out	-	-	-	-	(15,000)		
Total Other Financing Sources (Uses)	302,603	-	(720,131)	(417,528)	75,141		
Net Change in Fund Balance	506,183	38,262	(447,361)	97,084	763,556		
Fund Balance, Beginning of Period	288,361	(844,907)	(328,993)	(885,539)	(356,583)		
Fund Balance, End of Period	\$ 794,544	\$ (806,645)	\$ (776,354)	\$ (788,455)	\$ 406,973		

UNAUDITED

**CITY OF CHICAGO, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
GENERAL, SERVICE CONCESSION & RESERVE, AND BOND, NOTE REDEMPTION & INTEREST FUNDS
(Modified Accrual Basis)**

For The Nine Months Ended September 30, 2018

Note	Income Statement Line Item	VARIANCE EXPLANATIONS
A	Sales Tax (Local), State Income Tax, and Operating Transfers In.	Due to the newly formed Sales Tax Securitization Corporation, certain Sales Tax (Local) and State Income Tax Payments are presented in the "Operating Transfers In" line item in 2018 which, in prior years, were presented in the "Sales Tax (Local)" and State Income Tax line items.
B	Investment Income	Year to Date Investment Income includes a reversal of the FMV Adjustment that was booked at the immediately preceding year end. The FMV Adjustment is only calculated at year end. The FMV adjustment at 12/31/17 was greater than the FMV adjustment at 12/31/16. Therefore, the reversal of the 2017 year-end FMV adjustment through Q3 2018 was greater than the reversal of the 2016 year-end FMV adjustment through Q3 2017, causing the overall Year to Date Investment Income in 2018 to be lower in than 2017. In addition, for 2018, the TIF Rebate Surplus Reclases were posted earlier than in the prior years (See "Miscellaneous" below).
C	Miscellaneous	For 2018, the TIF Rebate Surplus Reclases were posted earlier than in the prior years (See "Investment Income" above).
D	Principal Retirement	In 2018, paydown of the Line of Credit was \$40M less than in 2017. Payments made by the City in 2017 to defease several of the bonds were \$28.7M greater than in 2018. In 2017, \$12.3M was related to Principal Redemption for Supplemental Indenture.
E	Issuance of Debt	GO bonds not issued through the third Quarter of 2018.
F	Payment to Refunded Bond Escrow Agent	More GO Series principal was refunded in 2018 related to the STSC 2018 AB bonds.

CITY OF CHICAGO, ILLINOIS
BALANCE SHEET
GENERAL, SERVICE CONCESSION & RESERVE, AND BOND, NOTE REDEMPTION & INTEREST FUNDS
Balance as of September 30, 2018
(Modified Accrual Basis)
(Amounts are in Thousands of Dollars)

	General	Service Concession and Reserve	Bond, Note Redemption and Interest
ASSETS			
Cash and Investments	\$ 453,545	\$ -	\$ 347,276
Cash and Investments with Escrow Agent	-	-	163,455
Receivables (Net of Allowances):			
Property Tax	-	-	-
Accounts	369,604	-	1,690
Due From Other Funds	215,342	-	412
Due From Other Governments	100,076	-	-
Inventories	25,945	-	-
Restricted Cash and Investments	-	690,774	-
Other Assets	-	-	-
Total Assets	\$ 1,164,512	\$ 690,774	\$ 512,833
Deferred Outflows	-	-	-
Total Assets, Deferred Inflows and Fund Balance	\$ 1,164,512	\$ 690,774	\$ 512,833
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE			
Liabilities:			
Voucher Warrants Payable	\$ 149,888	\$ -	\$ -
Bonds, Notes and Other Obligations Payable - Current	-	-	-
Accrued Interest	-	-	1,372
Due To Other Funds	138,829	-	-
Accrued and Other Liabilities	59,393	-	968
Line of Credit and Commercial Paper Payable	-	-	-
Claims Payable	12,609	-	-
Long-term Concession Obligation	-	-	-
Unearned Revenue	-	-	-
Deferred Revenue	9,249	-	-
Total Liabilities	369,968	-	2,340
Deferred Inflows	-	1,497,419	1,286,847
Fund Balance:			
Total Fund Balance	794,544	(806,645)	(776,354)
Total Liabilities, Deferred Inflows and Fund Balance	\$ 1,164,512	\$ 690,774	\$ 512,833

UNAUDITED