

February 28, 2024

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, 2023. In addition, please find the Balance Sheet at September 30, 2023, 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 AND RESERVE, AND BOND, NOTE REDEMPTION AND INTEREST FUNDS
(Modified Accrual Basis)

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

	2023			2022		Note
	General	Service Concession and Reserve	Bond, Note Redemption and Interest	Total	Total	
Revenues:						
Property Tax	\$ -	\$ -	\$ 254,897	\$ 254,897	\$ 93,511	A
Utility Tax	288,121	-	-	288,121	320,606	B
Sales Tax (Local)	82,584	-	-	82,584	77,226	
Transportation Tax	291,157	-	-	291,157	245,805	C
State Income Tax	696,882	-	-	696,882	772,050	D
Transaction Tax	586,012	-	-	586,012	589,369	
Recreation Tax	261,362	-	-	261,362	231,986	E
Other Taxes	132,744	-	-	132,744	118,811	
Federal/State Grants	2,092	-	-	2,092	1,989	
Internal Service	227,059	-	-	227,059	208,544	
Licenses and Permits	84,623	-	-	84,623	77,939	
Fines	182,002	-	-	182,002	187,431	
Investment Income	37,762	9,819	1,188	48,769	21,938	F
Charges for Services	317,247	-	-	317,247	290,051	G
Miscellaneous	124,034	15,769	5,595	145,398	146,657	
Total Revenues	\$ 3,313,681	\$ 25,588	\$ 261,680	\$ 3,600,949	\$ 3,383,913	
Expenditures:						
Current:						
General Government	625,209	-	-	625,209	927,163	H
Health	35,723	-	-	35,723	29,395	
Public Safety	1,902,291	-	-	1,902,291	1,842,136	
Streets and Sanitation	181,064	-	-	181,064	174,579	
Transportation	20,638	-	-	20,638	19,809	
Cultural and Recreational	940	-	-	940	754	
Employee Pensions	425,661	-	-	425,661	120,000	H
Other	-	-	-	-	82	
Debt Service:						
Principal Retirement	65,929	-	61,878	127,807	-	I
Interest and Other Fiscal Charges	6,652	-	243,070	249,722	166,566	J
Total Expenditures	\$ 3,264,107	\$ -	\$ 304,948	\$ 3,569,055	\$ 3,280,484	
Revenues (Under) Over Expenditures	\$ 49,574	\$ 25,588	\$ (43,268)	\$ 31,894	\$ 103,429	
Other Financing Sources (Uses):						
Issuance of Debt	\$ -	\$ -	\$ 6,541	\$ 6,541	\$ -	
Issuance of Line of Credit	-	-	44,766	44,766	-	K
Payment to Refunded Bond Escrow Agent	-	-	(598,005)	(598,005)	-	L
Transfers In	222,166	-	-	222,166	243,315	
Transfers Out	(203,103)	-	-	(203,103)	-	M
Total Other Financing Sources (Uses)	\$ 19,063	\$ -	\$ (546,698)	\$ (527,635)	\$ 243,315	
Net Change in Fund Balance	68,637	25,588	(589,966)	(495,741)	346,744	
Fund Balance, Beginning of Period	1,312,310	(815,048)	(3,772,544)	(3,275,282)	(3,949,419)	
Fund Balance, End of Period	\$ 1,380,947	\$ (789,460)	\$ (4,362,510)	\$ (3,771,023)	\$ (3,602,675)	

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

For The Nine Months Ended September 30, 2023 and 2022

Note	Income Statement Line Item	Variance Explanations
A	Property Tax	YTD Quarter 3 2023 Property Tax Collections were higher than in YTD Quarter 3 2022 due to timing of tax bills and deferrals.
B	Utility Tax	YTD Quarter 3 2023 Utility Tax revenues decreased compared to YTD Quarter 3 2022 due to lower natural gas prices and the milder climate, thus reducing energy usage.
C	Transportation Tax	YTD Quarter 3 2023 Transportation Tax revenues increased compared to YTD Quarter 3 2022 due to increased demand for ground transportation services as the economy continues to recover from the impacts of the COVID-19 pandemic.
D	State Income Tax	YTD Quarter 3 2023 State Income Tax revenues decreased compared to YTD Quarter 3 2022 due to lower Personal Property Replacement Taxes allocation to local taxing districts per State of Illinois calculation in Fiscal Year 2024, as compared to Fiscal Year 2023.
E	Recreation Tax	YTD Quarter 3 2023 Amusement Tax revenues increased compared to YTD Quarter 3 2022 due to rising ticket prices of and more entertainment events and increased demand for streaming services as the economy recovered from the impacts of the COVID-19 pandemic.
F	Investment Income	YTD Quarter 3 2023 Investment Income revenues increased compared to YTD Quarter 3 2022 due to better market conditions as inflation declined and the value of the dollar decreased.
G	Charges for Services	YTD Quarter 3 2023 Charges for Services revenues increased compared to YTD Quarter 3 2022 due to increased activity as the economy continues to recover from the impacts of the COVID-19 pandemic.
H	General Government and Employee Pensions	YTD Quarter 3 2023 General Government expenditures decreased compared to YTD Quarter 3 2022 due to higher spending on employee benefit (medical care) premiums, court settlements, and advances for pension contributions due to the delay in Cook County property tax bills. The pension contribution advances are accounted for as both a General Fund pension expenditure and a reduction to General Government expenditures).
I	Principal Retirement	YTD Quarter 3 2023 Principal Retirement was higher compared to YTD Quarter 3 2022 due to refunding of bonds.
J	Interest and Other Fiscal Charges	YTD Quarter 3 2023 Interest on Bonds was higher compared to YTD Quarter 3 2022 due to refunding of bonds and timing of debt service payments.
K	Issuance of Line of Credit	In February 2023, the City drew \$44.8 million from its Wells Fargo Line of Credit.
L	Payment to Refunded Bond Escrow Agent	In February 2023, the City issued a series of STSC 2023 refunding bonds.
M	Transfers Out	In 2023, the City implemented its Advance Pension Payment Policy and started to make supplemental pension contributions to help manage future net pension liability and associated costs.

UNAUDITED

CITY OF CHICAGO, ILLINOIS
BALANCE SHEET
GENERAL, SERVICE CONCESSION NAD RESERVE, AND BOND, NOTE REDEMPTION AND INTEREST FUNDS
 (Modified Accrual Basis)

Balances as of September 30, 2023
 (Amounts are in Thousands of Dollars)

	General	Service Concession and Reserve	Bond, Note Redemption and and Interest	Total
ASSETS				
Cash and Investments	\$ 1,014,435	\$ 599,272	\$ 384,088	\$ 1,997,795
Receivables (Net of Allowances):				
Accounts	507,739	-	4,594	512,333
Due From Other Funds	521,955	-	-	521,955
Due From Other Governments	192,765	-	-	192,765
Inventories	242,682	-	-	242,682
Restricted Cash and Investments with Escrow Agent	126	-	8,963	9,089
Other Assets	4,624	3,526	-	8,150
Total Assets	\$ 2,484,326	\$ 602,798	\$ 397,645	\$ 3,484,769
Deferred Outflows	\$ -	\$ 15,775	\$ -	\$ 15,775
Total Assets and Deferred Outflows	\$ 2,484,326	\$ 618,573	\$ 397,645	\$ 3,500,544
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE				
Liabilities:				
Voucher Warrants Payable	\$ 530,826	\$ 6	\$ 385	\$ 531,217
Accrued Interest	-	-	1,509	1,509
Due To Other Funds	270,344	-	93,012	363,356
Accrued and Other Liabilities	227,206	-	-	227,206
Claims Payable	12,609	-	-	12,609
Deferred Revenue	2,172	-	-	2,172
Total Liabilities	\$ 1,043,157	\$ 6	\$ 94,906	\$ 1,138,069
Deferred Inflows	\$ 60,222	\$ 1,408,027	\$ 4,665,249	\$ 6,133,498
Fund Balance:				
Total Fund Balance	1,380,947	(789,460)	(4,362,510)	(3,771,023)
Total Liabilities, Deferred Inflows and Fund Balance	\$ 2,484,326	\$ 618,573	\$ 397,645	\$ 3,500,544