

November 27, 2023

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 six months ended June 30, 2023. In addition, please find the Balance Sheet at June 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 Six Months Ended June 30
(Amounts are in Thousands of Dollars)

	2023			Total	2022		Note
	General	Service Concession and Reserve	Bond, Note Redemption and Interest		Total	Total	
Revenues:							
Property Tax	\$ -	\$ -	\$ 246,015	\$ 246,015	\$ 87,877		A
Utility Tax	197,508	-	-	197,508	217,516		
Sales Tax (Local)	62,985	-	-	62,985	58,167		
Transportation Tax	187,530	-	-	187,530	152,353		B
State Income Tax	503,896	-	-	503,896	528,857		
Transaction Tax	385,576	-	-	385,576	394,867		
Recreation Tax	172,498	-	-	172,498	158,317		
Other Taxes	84,964	-	-	84,964	70,861		
Federal/State Grants	131	-	-	131	1,221		
Internal Service	194,304	-	-	194,304	133,263		C
Licenses and Permits	54,931	-	-	54,931	48,082		
Fines	105,961	-	-	105,961	105,259		
Investment Income	29,765	6,944	824	37,533	15,610		
Charges for Services	205,618	-	-	205,618	150,132		D
Miscellaneous	89,514	10,511	1,986	102,011	153,768		E
Total Revenues	\$ 2,275,181	\$ 17,455	\$ 248,825	\$ 2,541,461	\$ 2,276,150		
Expenditures:							
Current:							
General Government	563,187	-	-	563,187	548,483		
Health	24,703	-	-	24,703	21,697		
Public Safety	1,265,084	-	-	1,265,084	1,184,526		F
Streets and Sanitation	116,795	-	-	116,795	114,359		
Transportation	9,354	-	-	9,354	9,672		
Cultural and Recreational	4,290	-	-	4,290	269		
Other	-	-	-	-	52		
Debt Service:							
Principal Retirement	65,929	-	61,878	127,807	-		G
Interest and Other Fiscal Charges	6,162	-	228,316	234,478	33,914		H
Total Expenditures	\$ 2,055,504	\$ -	\$ 290,194	\$ 2,345,698	\$ 1,912,972		
Revenues (Under) Over Expenditures	\$ 219,677	\$ 17,455	\$ (41,369)	\$ 195,763	\$ 363,178		
Other Financing Sources (Uses):							
Issuance of Debt	\$ -	\$ -	\$ 6,541	\$ 6,541	\$ -		
Issuance of Line of Credit	-	-	44,766	44,766	-		I
Payment to Refunded Bond Escrow Agent	-	-	(598,005)	(598,005)	-		J
Transfers In	123,827	-	-	123,827	117,961		
Total Other Financing Sources (Uses)	\$ 123,827	\$ -	\$ (546,698)	\$ (422,871)	\$ 117,961		
Net Change in Fund Balance	343,504	17,455	(588,067)	(227,108)	481,139		
Fund Balance, Beginning of Period	1,312,310	(815,048)	(3,772,544)	(3,275,282)	(3,949,419)		
Fund Balance, End of Period	\$ 1,655,814	\$ (797,593)	\$ (4,360,611)	\$ (3,502,390)	\$ (3,468,280)		

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 Six Months Ended June 30, 2023 and 2022

Note	Income Statement Line Item	Variance Explanations
A	Property Tax	YTD Quarter 2 2023 Property Tax Collections were higher than in YTD Quarter 2 2022 due to timing of tax bills and deferrals.
B	Transportation Tax	YTD Quarter 2 2023 Transportation Tax revenues increased compared to YTD Quarter 2 2022 due to increased demand for ground transportation services as the economy continues to recover from the impacts of the COVID-19 pandemic.
C	Internal Service	YTD Quarter 2 2023 Internal Service revenues increased compared to YTD Quarter 2 2022 due to higher budgeted interfund transfers and timing of reimbursements.
D	Charges for Services	YTD Quarter 2 2023 Charges for Services revenues increased compared to YTD Quarter 2 2022 due to increased activity as the economy continues to recover from the impacts of the COVID-19 pandemic.
E	Miscellaneous	YTD Quarter 2 2023 Miscellaneous revenues decreased compared to YTD Quarter 2 2022 due to timing of prior year accruals. Also, in June 2022, the City received \$40.0 million from Bally's as an upfront payment required under a host community agreement to operate a casino within the city.
F	Public Safety	YTD Quarter 2 2023 Public Safety expenditures increased in overtime and professional and technical services compared to YTD Quarter 2 2022 mainly due to police officer shortage and costs needed to fill in vacancies.
G	Principal Retirement	YTD Quarter 2 2023 Principal Retirement was higher compared to YTD Quarter 2 2022 due to refunding of bonds.
H	Interest and Other Fiscal Charges	YTD Quarter 2 2023 Interest on Bonds was higher compared to YTD Quarter 2 2022 due to refunding of bonds and timing of debt service payments.
I	Issuance of Line of Credit	In February 2023, the City drew \$44.8 million from its Wells Fargo Line of Credit.
J	Payment to Refunded Bond Escrow Agent	In February 2023, the City issued a series of STSC 2023 refunding bonds.

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

Balance as of June 30, 2023
(Amounts are in Thousands of Dollars)

	General	Service Concession and Reserve	Bond, Note Redemption and Interest	Total
ASSETS				
Cash and Investments	\$ 1,411,729	\$ 596,398	\$ 376,672	\$ 2,384,799
Receivables (Net of Allowances):				
Accounts	81,265	-	4,371	85,636
Due From Other Funds	521,417	-	171	521,588
Due From Other Governments	253,252	-	-	253,252
Inventories	227,978	-	-	227,978
Restricted Cash and Investments with Escrow Agent	126	-	163,369	163,495
Other Assets	4,624	3,526	-	8,150
Total Assets	\$ 2,500,391	\$ 599,924	\$ 544,583	\$ 3,644,898
Deferred Outflows	\$ -	\$ 10,517	\$ -	\$ 10,517
Total Assets and Deferred Outflows	\$ 2,500,391	\$ 610,441	\$ 544,583	\$ 3,655,415
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE				
Liabilities:				
Voucher Warrants Payable	\$ 345,881	\$ 7	\$ 719	\$ 346,607
Accrued Interest	-	-	141,773	141,773
Due To Other Funds	275,916	-	93,012	368,928
Accrued and Other Liabilities	145,046	-	-	145,046
Claims Payable	12,609	-	-	12,609
Deferred Revenue	4,903	-	-	4,903
Total Liabilities	\$ 784,355	\$ 7	\$ 235,504	\$ 1,019,866
Deferred Inflows	\$ 60,222	\$ 1,408,027	\$ 4,669,690	\$ 6,137,939
Fund Balance:				
Total Fund Balance	1,655,814	(797,593)	(4,360,611)	(3,502,390)
Total Liabilities, Deferred Inflows and Fund Balance	\$ 2,500,391	\$ 610,441	\$ 544,583	\$ 3,655,415