

City of St Charles FY 2021-2022 Budget



Budget Highlights and Discussion

*City Council Meeting and Public Hearing
April 5, 2021*

Chris Minick, Finance Director



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ST. CHARLES
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Overview



Status of FY 21-22 Budget

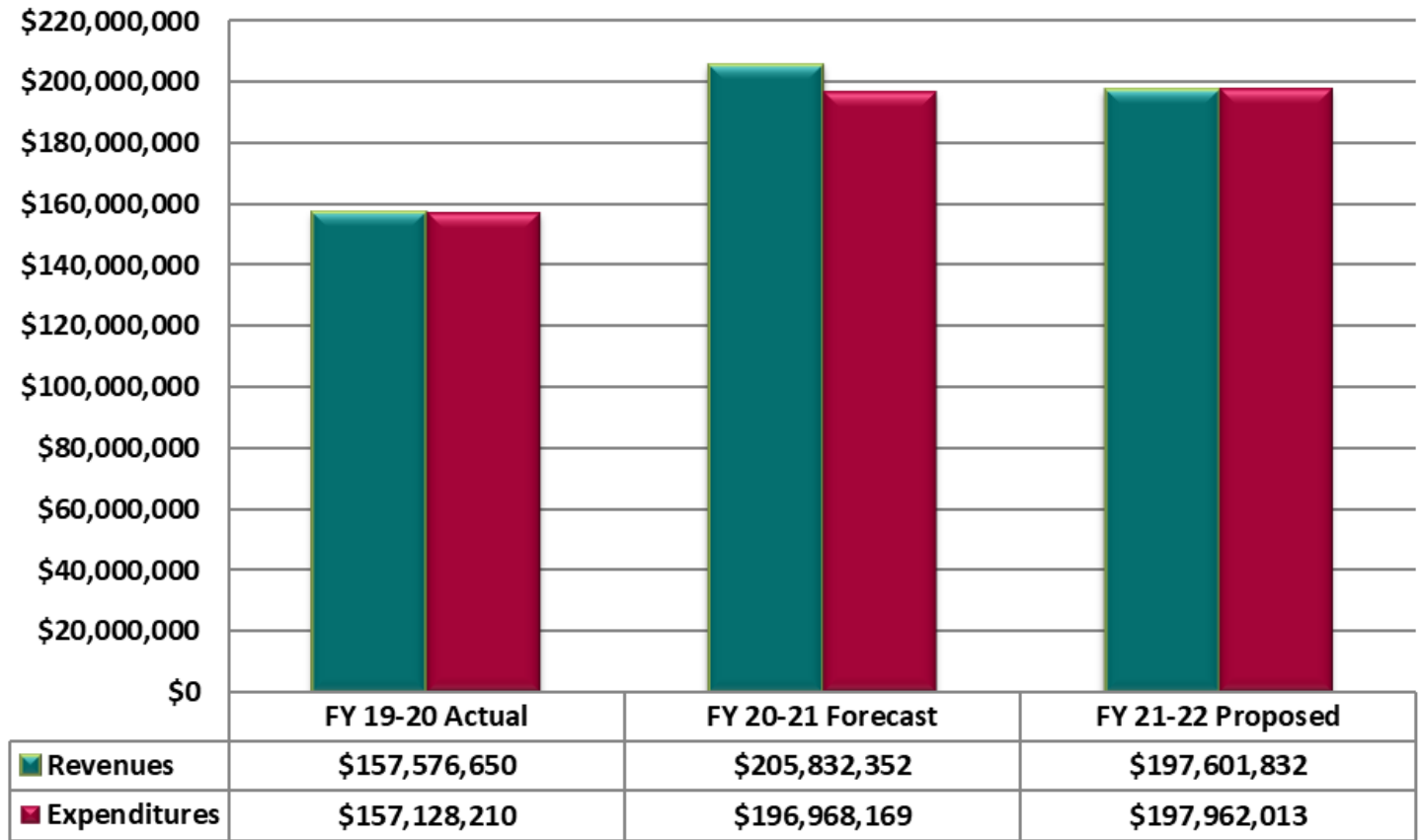
- Third public presentation
 - Budget Retreat February 27
 - Government Operations Committee March 15
 - Tonight's Public Hearing
- Seeking adoption this evening
- No changes since GOC meeting
- No new taxes or tax increases proposed at this time
 - Review of service delivery and financing model during Fiscal Year 2021-2022
 - Future changes?



All City Funds



Summary of All Funds (Excludes Transfers)



City is essentially a \$200 million corporation

General Fund and 3 main operating utilities account for 80% of City fiscal activity



General Fund

Deficit: \$3.195 million

- Continuing COVID and structural impacts
- Wild Cards:
 - Extent and timing of recovery
 - Future Federal stimulus

Deferrals of:

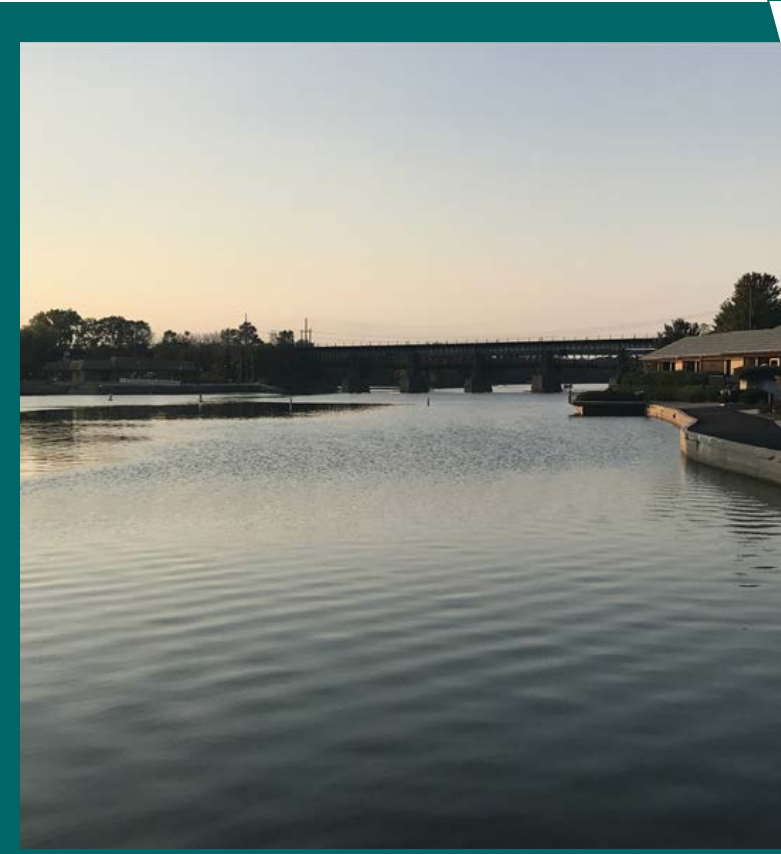
- Staffing replacements,
- Service enhancement initiatives
- Capital and maintenance projects

One-Time Use of Reserves

Future economic development opportunities



General Fund



<u>Description</u>	<u>Forecast 2020-2021</u>	<u>Proposed 2021-2022</u>
Revenue	\$ 46,066,289	\$47,136,600
Operating Expenditures	<u>46,433,885</u>	<u>50,515,825</u>
Surplus/(Deficit)	\$ (367,596)	\$ (3,379,225)
Federal CARES Act Funds	1,933,000	
Debt Reserve - First Street	<u>-</u>	<u>184,800</u>
Total Financing Sources	<u>1,933,000</u>	<u>184,800</u>
Operating Surplus	\$ 1,565,404	\$ (3,194,425)
Change in Reserve Level	<u>\$ 1,565,404</u>	<u>\$ (3,194,425)</u>
End of Year Reserves	<u>\$ 19,419,323</u>	<u>\$16,224,898</u>
Reserve Percentage	42%	32%



Utilities

- No change to electric rate structure
 - Rates remain same for 3rd consecutive year (same as FY 19-20)

Prudent water and wastewater rate adjustments proposed

- Direction from 2020 Budget Retreat
- Capital projects for economic development and system expansion
 - Development of new water wells
 - Westside Treatment Plant Expansion
 - Riverside Lift Station Replacement
- Impact estimated at \$6 month
- Rates remain comparable to other area communities



Summary

➤ **FY 21-22 Budget**

- **Continues City priorities while respecting economic conditions**
- **Services not materially diminished**
- **Economic development prioritized**
- **Deferrals of staffing and non-critical projects**
- **Prudent use of reserves and one-time funding sources**
- **Critical utility projects move forward**
- **Conduct analysis of future service delivery model and revenue structure**



Questions and Public Comment



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