



ST. CHARLES
SINCE 1834

AGENDA ITEM EXECUTIVE SUMMARY

Title: Presentation Update regarding City's Financial Results for October 2014 – Information Only.

Presenter: Julie Herr

Please check appropriate box:

| | | | |
|-------------------------------------|----------------------------------|--|---------------------|
| <input checked="" type="checkbox"/> | Government Operations (12/15/14) | | Government Services |
| <input type="checkbox"/> | Planning & Development | | City Council |
| <input type="checkbox"/> | Public Hearing | | |

| | | | | | | |
|-----------------|--|-----------|-----|-------------------------------------|----|--|
| Estimated Cost: | | Budgeted: | YES | <input checked="" type="checkbox"/> | NO | |
|-----------------|--|-----------|-----|-------------------------------------|----|--|

If NO, please explain how item will be funded:

Executive Summary:
A brief summary of the financial results for October 2014 for the City's main operating funds will be presented. A comparison of actual amounts to budget amounts and major financial trends will be discussed.

Attachments: *(please list)*
Narrative Explanation
Summary Spreadsheets

Recommendation / Suggested Action *(briefly explain):*
Presentation update regarding City's Financial Results for October 2014 – Information Only.

For office use only: Agenda Item Number: 5a

November 17, 2014

October, 2014 Monthly Financial Results

In an effort to improve communications regarding the City's financial results, we have consolidated and simplified the various financial reports provided to City Council as well as City employees. It is our goal to provide meaningful financial data in a format that is easy to read and understand. This report will be prepared monthly and will be presented to City Council as well as made available to all City employees.

It is important to note that the results are presented on the cash basis of accounting (revenues are booked when cash is received and expenditures are booked when cash is disbursed). The City will convert results to a modified accrual basis of accounting (revenues are recognized when available and expenses are recognized as the liability is incurred) as required by generally accepted accounting principles. This conversion takes place during the fiscal year end audit process.

Timing differences between the receipt and disbursement of funds can skew cash basis results, particularly if the time difference between the receipt and disbursement of funds straddles fiscal year end. Such a scenario can create the appearance of a surplus in a year when the funds for a particular project or expenditure have been received but not yet disbursed. The converse is true in a subsequent year once the disbursement of the funds occurs. Since there is a large expenditure of funds for the project without an offsetting receipt of funds in the current fiscal year, a large cash basis deficit is created, all other items being equal.

Care must be taken to analyze the total financial picture of the City on an ongoing basis rather than relying simply upon one cash basis financial "snapshot" in time.

The report consists of 3 sections:

1. A brief narrative that summarizes the financial highlights for the quarter. The narrative follows the overview of the report format.
2. Charts and graphs that give a view of the financial performance of the City's General Fund, Electric Fund, Water Fund and Wastewater Fund.
3. Summary financial statements that document the status of the City's General Fund, Electric Fund, Water Fund, and Wastewater Fund.

Any questions regarding this report may be submitted to your department director, Chris Minick, or Mark Koenen.

Overview of the Report

Charts

The Charts section consists of information that was previously presented in the quarterly snapshot report. These charts are intended to give a quick, high-level summary of the financial performance of each of the major revenue and expenditure streams and the individual funds.

Chart #1 is a summary of Revenues for each of the 4 major operating funds: General Fund, Electric Fund, Water Fund and Wastewater Fund. Chart #1 compares the current year revised budgeted amount, the current year annual forecast amount, and the previous fiscal year's actual amount of revenue.

Chart #2 is a summary of Expenditures for each of the 4 major operating funds. It also compares the current year annual revised budget, the current year annual forecast amount, and the previous fiscal year's actual expenditures.

Chart #3 highlights the Top 7 Revenue Sources of the General Fund, the City's main operating fund. It includes the current year annual revised budget, the current year forecast amount, and the previous fiscal year's actual.

Charts #4-7 are a comparison of Revenues and Expenditures for each of the 4 major operating funds. It also compares the current year revised budget, the current year forecast, and the previous year's actual.

Reports

The reports reflect the monthly financial results for each of the City's four main operating funds. Each fund is represented on a separate page. These reports present the same information that had been contained in the employee financial report. These reports have been summarized somewhat for ease and convenience of use. Additionally, one-time revenue sources and expenditures are no longer segregated but appear in the proper revenue or expense category for ease of use and to present the information in a more understandable format.

The reports include a revenue section, an expenditure section, and a net surplus or (deficit). The revenue section is made up of the major revenue sources for that fund. Expenditures are broken down by Personal Services, Commodities, Contractual Services, Other Operating Expenses, Departmental Allocations, Capital, Debt Service, and Transfers Out.

The surplus or deficit is the net result of revenues over or under expenditures.

The columns are presented uniformly throughout the reports. Below is a description of each column:

Column 1 (Original Budget) represents the current fiscal year's original budget as passed in April.

Column 2 (Revised Budget) reflects the original budget and the impact of any budgetary transfers, additions, or deletions that have occurred since the beginning of the fiscal year. This is the budget as it stands as of the end of the month.

Column 3 (Year to Date (YTD) Actual) reflects the actual revenues received or expenses incurred for the current fiscal year through the end of the month. This column reflects the actual operating results of the fund for the fiscal year to date.

Column 4 (YTD Actual vs Budget %) calculates what percentage of the revised annual budget has been received or spent for the fiscal year to date. It is a percentage determined by Column 3 divided by Column 2.

Column 5 (Prior YTD Actual) reflects the revenues received or expenses incurred as of the same month from the prior fiscal year.

Column 6 (Inc/Dec from Prior Year %) calculates how our current YTD results compare with prior YTD results for the same period. Percentages greater than 100 indicate that we have received/spent more in the current fiscal year to date than in the prior fiscal year; whereas percentages below 100 indicate that we have received/spent less in the current year than in the previous year. It is a percentage determined by taking the difference between Column 3 and Column 5 and then dividing that amount by Column 5).

Column 7 (Fiscal Year Forecast) represents the forecasted financial results based on the year-to-date actual amounts reflected in Column 3 and the anticipated results of the remainder of the fiscal year. In other words, this column reflects our current projection of the financial results for each line item for the fiscal year. The City will place great importance on the numbers in this column to track and evaluate the anticipated results of operations for the fiscal year. The amounts in this column are tracked and analyzed to try to discern any trends that would require the City to take action during the fiscal year.

Column 8 (Forecast vs Revised Budget) is the difference between the forecasted amount and the revised budget. Positive differences indicate that we are projected to receive/spend more than the revised annual budget. Negative differences indicate that we are projected to receive/spend less than the revised annual budget for the fiscal year.

Column 9 (Forecast vs Budget %) reflects the same information as in Column 8, but in percentage format. Percentages greater than 100 indicate that we are projected to receive/spend more than the revised annual budget whereas percentages less than 100 indicate that we are projected to receive/spend less than the revised annual budget. It is a percentage determined by Column 8 divided by Column 2).

Column 10 (FY 13-14 Actual) represents the total amount of revenue received or expense incurred for the previous fiscal year for the line item indicated. It is possible that this number will change between the months of May through October as the results of the City's annual audit are finalized. The City will utilize audited numbers in this column as soon as they become available.

Discussion of October 2014 Results

General Fund

The General Fund is where the vast majority of City operations are accounted for. This includes almost all of the services provided by the City, as well as expenses needed to support most departments and employees.

Through October, General Fund revenues are forecasted to be slightly below the revised budget by 0.1%. The City's largest revenue stream, sales and use tax, is trending 6.3% above prior year to date and is trending 1.7% above budget for the year. Alcohol tax revenue is also coming in ahead of last year's results by 5.0% and as well as budget by 1.2%. Hotel tax revenues and electric franchise fees, while showing increases over prior year to date results, are forecasted to come in under budget by 1.3% and 2.5%, respectively. On the down side, telecommunications tax revenues and income tax disbursements from the State of Illinois are below budget expectations as well as prior year results. Property tax collections are for the most part in line with prior year collections at this point in time.

We will closely monitor the trends in revenue as the Fiscal Year continues. We are encouraged by the rebound in sales tax revenue. The other revenue lines will be monitored for continued negative trends going forward.

Forecast expenditures are currently trending 2.1% below the revised budget. Personal services, contractual services and other operating expenses are all currently projected to be below the revised budget. Commodities are expected to be slightly above budget by 2.3%. However, this is mainly a result of the timing of our bulk road salt purchases and may level out as we get further into the snow season.

As of October 31, the General Fund is projected to end the year with a deficit of \$776,727 on a cash basis. This compares to a projected deficit of \$918,235 when the budget was approved in April.

The Revised Budget column does reflect the "roll forward" of budgets for projects that were not completed during FY 13-14. These "roll forwards" have a direct impact on the General Fund's projected surplus/deficit. Additionally, some of this year's expenditures are being financed from already existing assets, as discussed during the budget process this spring. The inflows do not appear as revenues, but the expenditures show up in the expenditure line items. Therefore, although the General Fund's total fund balance will

decline as a result of these transactions, the amount that we reflect as reserves is unaffected because staff has already removed these amounts from the “reserves” account.

Prior to this fiscal year, rolled forward expenditures were immediately posted to the budget as part of the fiscal year end process. This process had the effect of distorting actual anticipated budgeted expenditures and skewing the financial results throughout the fiscal year. This fiscal year, the roll forwards are being tracked and will be posted as necessary rather than automatically being rolled forward in May. It is anticipated that this new process will provide a more accurate level of anticipated expenditures and fiscal results during the entire year.

It is extremely important to bear in mind that continued vigilance in monitoring revenues and expenditures will be crucial to maintain the City’s fiscal health.

Electric Fund

Through October, electric sales are higher than the prior year-to-date sales by approximately 2.5% but are trending approximately 2.6% below budget for the fiscal year. The increase from the prior year is primarily due to rate increases that went into effect last year as well the Power Cost Adjustment Factor (PCAF) that was implemented in October 2013. The decrease in comparison to budget is due to the below normal temperatures we experienced this summer. As of October 31, Operating Expenses are projected to be slightly below budgeted amounts by \$1,071,205 for the year. Commodities, Contractual Services and Other Operating Expenses are projected to be under budget at this point in time while Personal Services are projected to be slightly above budget mainly due to additional overtime incurred for system enhancements related to improved reliability during the summer. We are anticipating that the overtime will decline as the fiscal year proceeds.

These preliminary results indicate a projected cash basis deficit of \$1,067,987 for the fiscal year. This compares to a projected deficit of \$247,506 at the time the budget was approved. However, it should be noted that October results only reflect a portion of the “roll forward” of budgets for uncompleted projects from FY 13-14. These “roll forwards” will have a direct impact on the Electric Fund’s operating results. Some of these project roll forwards will be funded with prior bond proceeds as well as an internal borrowing that took place in a prior year.

The rate structure for all City utilities was analyzed as part of the budget process for fiscal year 2011-2012. Staff recommended changes to the rate structure for that fiscal year which were essentially consistent with the rate study that was completed in April of 2011. As time has gone on, and the City’s electric consumption patterns have changed, costs for wholesale power have increased. The rate structure had not kept pace with both the rates that the City is charged for wholesale power as well as the cost increases that have occurred because of the manner in which customer consumption trends have changed.

The City Council has directed staff to take a long term approach to rectify that situation and assure that the City's rate structure is adequate to provide for operating and capital needs of the utility system. This process was continued during fiscal year 2014-2015 when additional rate structure changes were incorporated into each of the utilities including the Electric Fund.

The 2011 rate study suggested changes to the City's rate structure such as increasing fixed monthly service charges for all classes of customer as well as changes to the non-summer rates. These concepts were again incorporated into the rate structure adjustments approved in April of 2014 and were effective beginning with June 2014 billings. We will continue to monitor and evaluate the impact of these adjustments and consumption patterns on the operating results for the Electric Fund.

Water Fund

Water User Charges through the end of October are 2.1% higher than the same time frame last year. Operating expenses are slightly below budgeted amounts. It is currently projected that the Water Fund will end the year with a deficit of \$1,493,015 on a cash basis, as compared to the original budgeted deficit of \$960,813. The results reflect the "roll forward" of encumbrances for several projects, including the remainder of the Radium Removal project, South 19th Street waterline improvements and the Red Gate Water Tower Engineering. All of these projects were funded with an IEPA loan, a bond issue or an internal borrowing from a prior year. There may be additional projects that are "rolled" as we get further into the fiscal year. These "roll forwards" will have a direct impact on the Water Fund's operating results

The water rate structure has also been adjusted as part of the rate study process that was completed during FY 11-12. Significant capital projects, like the Radium Removal project, have recently been completed in the Water Fund. The City wants to assure a rate structure adequate to allow for operating and capital cost recapture. Based on current costs, the unadjusted rate structure was not adequate to provide for operations and anticipated future capital projects. The rate adjustments approved in April of 2014 (effective with June billings) are continuing the multi-year process of rate structure adjustments to bring the revenues in line with the costs of operating the system.

Wastewater Fund

User charges in the Wastewater Fund are higher than prior year to date by 6.6%. Total Wastewater expenses are projected to be slightly below budget by 0.7%. Currently, the Wastewater Fund is projected to end the year with a deficit of \$1,886,219. This compares to a budgeted deficit of \$599,651 at the time the budget was approved. The additional deficit is due to the "roll forward" of encumbrances for projects that were not completed in FY 13-14, including the Biosolids building and the Royal Fox Lift Station.

A majority of these project roll forwards will be funded with prior bond proceeds or an internal borrowing that took place in a prior year.

As with the Water Fund, the rate structure is being changed over a multi-year period to assure that operating and anticipated future capital expenses can be recovered through the rates charged for services. Current results indicate that the rate structure is insufficient to meet these costs. Additionally, the City has budgeted for a major renovation and reconstruction of the existing bio-solids building. The Wastewater Fund's rate structure was again adjusted during April of 2014 (effective with June 2014 billings). The rate structure will again be evaluated in conjunction with the preparation of the FY 15-16 budget.

City of St. Charles
Monthly Financial Report
October 31, 2014
General Fund

| | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) |
|---------------------------|--------------------------------|-------------------------------|----------------------|-----------------------------------|----------------------|----------------------------|----------------------|----------------------------------|------------------------------|----------------------|
| | FY 14-15 Original Budget | FY 14-15 Revised Budget | YTD Actual | YTD Actual vs Budget (%) | Prior YTD Actual | Incl/Dec from PY (%) | FY 14-15 Forecast | Forecast vs Revised Budget | Forecast vs Budget (%) | FY 13-14 Actual |
| Revenues | | | | | | | | | | |
| Property Taxes | \$ 12,536,731 | \$ 12,536,731 | \$ 12,140,779 | 96.8% | \$ 12,170,475 | -0.2% | \$ 12,536,731 | \$ - | 0.0% | \$ 12,463,916 |
| Sales and Use Taxes | 15,283,515 | 15,283,515 | 7,733,634 | 50.6% | 7,277,682 | 6.3% | 15,542,790 | 259,275 | 1.7% | 14,877,695 |
| State Income Tax | 3,229,620 | 3,229,620 | 1,658,449 | 51.4% | 1,715,386 | -3.3% | 3,163,912 | (65,706) | -2.0% | 3,213,190 |
| Electric Franchise Fee | 2,966,472 | 2,966,472 | 1,454,030 | 49.0% | 1,420,148 | 2.4% | 2,891,122 | (75,350) | -2.5% | 2,754,600 |
| Hotel Tax | 1,795,056 | 1,795,056 | 997,060 | 55.5% | 987,895 | 0.9% | 1,772,196 | (22,860) | -1.3% | 1,692,335 |
| Telecommunication Tax | 1,212,591 | 1,212,591 | 543,226 | 44.8% | 584,421 | -7.0% | 1,141,778 | (70,813) | -5.8% | 1,154,103 |
| Alcohol Tax | 1,031,770 | 1,031,770 | 529,378 | 51.3% | 504,270 | 5.0% | 1,044,624 | 12,854 | 1.2% | 1,007,291 |
| Other | 2,798,341 | 2,821,484 | 1,290,561 | 45.7% | 1,269,839 | 1.6% | 2,752,684 | (68,800) | -2.4% | 2,662,723 |
| Transfers In | - | - | - | 0.0% | - | 0.0% | - | - | 0.0% | 90,000 |
| Total Revenues | \$ 40,854,096 | \$ 40,877,239 | \$ 26,347,117 | 64.5% | \$ 25,930,116 | 1.6% | \$ 40,845,837 | \$ (31,402) | -0.1% | \$ 39,915,853 |
| Expenditures | | | | | | | | | | |
| Personal Services | \$ 27,195,586 | \$ 27,224,095 | \$ 15,611,532 | 57.3% | \$ 14,591,982 | 7.0% | \$ 26,684,081 | \$ (540,014) | -2.0% | \$ 26,004,572 |
| Commodities | 1,578,921 | 1,937,595 | 1,034,754 | 53.4% | 510,544 | 102.7% | 1,981,804 | 44,209 | 2.3% | 1,305,230 |
| Contractual | 9,957,713 | 10,156,619 | 4,274,319 | 42.1% | 4,248,156 | 0.6% | 9,772,258 | (384,361) | -3.8% | 8,522,875 |
| Other Operating Expenses | 1,296,966 | 1,383,755 | 1,270,419 | 91.8% | 1,158,733 | 9.6% | 1,366,430 | (17,325) | -1.3% | 1,255,009 |
| Departmental Allocations | (4,742,843) | (4,742,843) | (2,371,428) | 50.0% | (2,406,918) | -1.5% | (4,742,843) | - | 0.0% | (4,813,836) |
| Capital | 153,525 | 198,371 | 98,343 | 49.6% | 97,372 | 1.0% | 198,371 | - | 0.0% | 279,207 |
| Debt Service | 4,585 | 4,585 | 2,293 | 50.0% | 2,675 | -14.3% | 4,585 | - | 0.0% | 4,586 |
| Transfers Out | 6,327,878 | 6,357,878 | 1,298,540 | 20.4% | 884,870 | 46.7% | 6,357,878 | - | 0.0% | 6,333,648 |
| Total Expenditures | \$ 41,772,331 | \$ 42,520,055 | \$ 21,218,772 | 49.9% | \$ 19,087,414 | 11.2% | \$ 41,622,564 | \$ (897,491) | -2.1% | \$ 38,891,291 |
| Surplus (Deficit) | \$ (918,235) | \$ (1,642,816) | \$ 5,128,345 | | \$ 6,842,702 | | \$ (776,727) | \$ 866,089 | | \$ 1,024,562 |

City of St. Charles
Monthly Financial Report
October 31, 2014
Electric Fund

| | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) |
|----------------------------|--------------------------|-------------------------|----------------------|--------------------------|----------------------|------------------------|-----------------------|----------------------------|------------------------|-----------------------|
| | FY 14-15 Original Budget | FY 14-15 Revised Budget | YTD Actual | YTD Actual vs Budget (%) | Prior YTD Actual | Inc/(Dec) from P/Y (%) | FY 14-15 Forecast | Forecast vs Revised Budget | Forecast vs Budget (%) | FY 13-14 Actual |
| Revenues | | | | | | | | | | |
| User Charges | \$ 57,274,970 | \$ 57,274,970 | \$ 30,460,364 | 53.2% | \$ 29,718,510 | 2.5% | \$ 55,781,895 | \$ (1,493,075) | -2.6% | \$ 56,814,009 |
| Connection Charges | 58,000 | 58,000 | 46,179 | 79.6% | 58,414 | -20.9% | 72,356 | 14,356 | 24.8% | 103,993 |
| MV/Equip/WC Reserve | 409,112 | 409,112 | 409,113 | 100.0% | 356,607 | 14.7% | 409,113 | 1 | 0.0% | 356,607 |
| Reimbursement for Projects | - | 205,264 | 180,275 | 87.8% | 24,686 | 630.3% | 180,275 | (24,989) | -12.2% | 232,939 |
| Other | 327,376 | 327,376 | 210,023 | 64.2% | 175,922 | 19.4% | 374,255 | 46,879 | 14.3% | 402,069 |
| Bond Proceeds | 1,120,000 | 1,120,000 | - | 0.0% | - | 0.0% | 1,120,000 | - | 0.0% | 638,270 |
| Transfers In | 279,664 | 279,664 | 61,664 | 22.0% | 61,664 | 0.0% | 279,664 | - | 0.0% | 336,607 |
| Total Revenues | \$ 59,469,122 | \$ 59,674,386 | \$ 31,367,618 | 52.6% | \$ 30,395,803 | 3.2% | \$ 58,217,558 | \$ (1,456,828) | -2.4% | \$ 58,884,494 |
| Expenses | | | | | | | | | | |
| Personal Services | \$ 3,484,923 | \$ 3,484,573 | \$ 1,983,642 | 56.9% | \$ 1,612,644 | 23.0% | \$ 3,519,273 | \$ 34,700 | 1.0% | \$ 3,493,629 |
| Commodities | 319,438 | 321,894 | 89,075 | 27.7% | 201,985 | -55.9% | 297,389 | (24,505) | -7.6% | 314,235 |
| Contractual | 43,140,094 | 43,230,359 | 22,626,924 | 52.3% | 22,879,712 | -1.1% | 42,524,018 | (706,341) | -1.6% | 43,246,852 |
| Other Operating Expenses | 6,107,947 | 6,111,659 | 2,799,723 | 45.8% | 2,741,417 | 2.1% | 5,736,600 | (375,059) | -6.1% | 6,065,133 |
| Departmental Allocations | 1,868,272 | 1,868,272 | 934,134 | 50.0% | 939,906 | -0.6% | 1,868,272 | - | 0.0% | 1,868,272 |
| Capital | 3,193,000 | 3,737,039 | 931,426 | 24.9% | 1,768,707 | -47.3% | 3,737,039 | - | 0.0% | 3,307,239 |
| Debt Service | 1,078,009 | 1,078,009 | 158,069 | 14.7% | 163,759 | -3.5% | 1,078,009 | - | 0.0% | 1,078,009 |
| Transfers Out | 524,945 | 524,945 | 49,949 | 9.5% | 62,739 | -20.4% | 524,945 | - | 0.0% | 524,945 |
| Total Expenses | \$ 59,716,628 | \$ 60,356,750 | \$ 29,572,942 | 49.0% | \$ 30,370,869 | -2.6% | \$ 59,285,545 | \$ (1,071,205) | -1.8% | \$ 59,898,314 |
| Surplus (Deficit) | \$ (247,506) | \$ (682,364) | \$ 1,794,676 | | \$ 24,934 | | \$ (1,067,987) | \$ (385,623) | | \$ (1,013,820) |

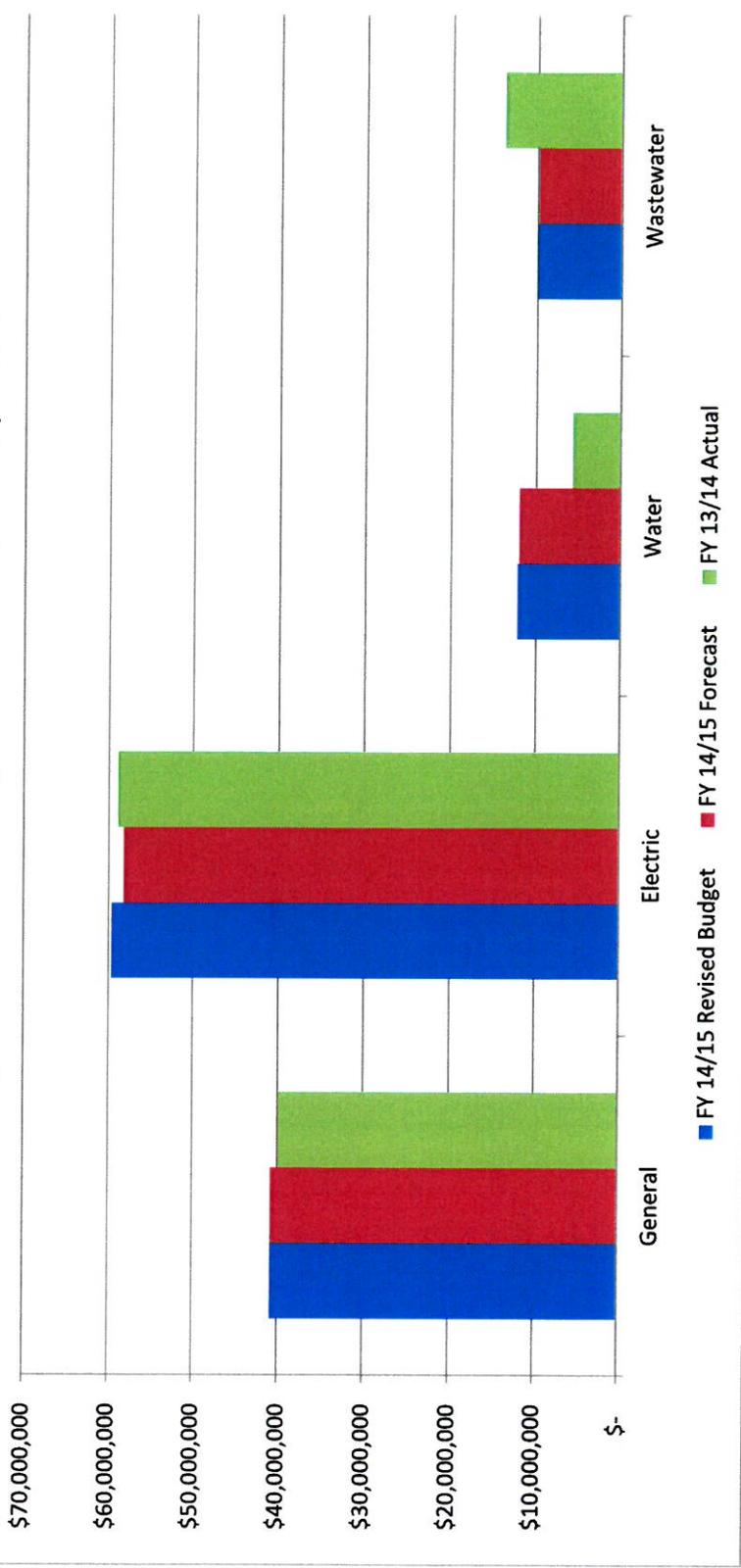
City of St. Charles
Monthly Financial Report
October 31, 2014
Water Fund

| | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) |
|--------------------------|--------------------------------|-------------------------------|---------------------|-----------------------------------|---------------------|------------------------------|-----------------------|----------------------------------|------------------------------|---------------------|
| | FY 14-15 Original Budget | FY 14-15 Revised Budget | YTD Actual | YTD Actual vs Budget (%) | Prior YTD Actual | Incl/(Dec) from PY (%) | FY 14-15 Forecast | Forecast vs Revised Budget | Forecast vs Budget (%) | FY 13-14 Actual |
| Revenues | | | | | | | | | | |
| User Charges | \$ 4,985,201 | \$ 4,985,201 | \$ 2,636,146 | 52.9% | \$ 2,581,450 | 2.1% | \$ 4,795,401 | \$ (189,800) | -3.8% | \$ 4,556,305 |
| Connection Charges | 35,000 | 35,000 | 16,400 | 46.9% | 37,770 | -56.6% | 26,277 | (8,723) | -24.9% | 52,620 |
| MV/Equip/WC Reserve | 138,959 | 138,959 | 138,958 | 100.0% | 162,081 | -14.3% | 138,958 | (1) | 0.0% | 162,081 |
| Donations/Contributions | 1,000 | 1,000 | - | 0.0% | 600,928 | -100.0% | - | (1,000) | -100.0% | 600,928 |
| Bond Proceeds | 5,997,000 | 6,802,000 | - | 0.0% | - | 0.0% | 6,802,000 | - | 0.0% | 109,432 |
| Other | 171,556 | 171,556 | 111,001 | 64.7% | 122,971 | -9.7% | 191,037 | 19,481 | 11.4% | 192,970 |
| Transfers In | - | - | - | 0.0% | - | 0.0% | - | - | 0.0% | - |
| Total Revenues | \$ 11,328,716 | \$ 12,133,716 | \$ 2,902,505 | 23.9% | \$ 3,505,200 | -17.2% | \$ 11,953,673 | \$ (180,043) | -1.5% | \$ 5,674,336 |
| Expenses | | | | | | | | | | |
| Personal Services | \$ 1,493,373 | \$ 1,493,810 | \$ 770,026 | 51.5% | \$ 784,639 | -1.9% | \$ 1,431,264 | \$ (62,546) | -4.2% | \$ 1,516,513 |
| Commodities | 507,285 | 486,759 | 218,083 | 44.8% | 226,485 | -3.7% | 457,663 | (29,096) | -6.0% | 423,849 |
| Contractual | 820,792 | 880,787 | 371,350 | 42.2% | 428,192 | -13.3% | 870,662 | (10,125) | -1.1% | 918,730 |
| Other Operating Expenses | 128,426 | 143,266 | 130,246 | 90.9% | 121,542 | 7.2% | 163,390 | 20,124 | 14.0% | 169,310 |
| Departmental Allocations | 838,207 | 838,207 | 419,106 | 50.0% | 427,740 | -2.0% | 838,207 | - | 0.0% | 855,480 |
| Capital | 7,487,183 | 8,671,239 | 532,976 | 6.1% | 104,169 | 411.6% | 8,671,239 | - | 0.0% | 524,642 |
| Debt Service | 842,623 | 842,623 | 376,090 | 44.6% | 380,138 | -1.1% | 842,623 | - | 0.0% | 829,400 |
| Transfers Out | 171,640 | 171,640 | 16,855 | 9.8% | 21,171 | -20.4% | 171,640 | - | 0.0% | 161,591 |
| Total Expenses | \$ 12,289,529 | \$ 13,528,331 | \$ 2,834,732 | 21.0% | \$ 2,494,076 | 13.7% | \$ 13,446,688 | \$ (81,643) | -0.6% | \$ 5,399,515 |
| Surplus (Deficit) | \$ (960,813) | \$ (1,394,615) | \$ 67,773 | | \$ 1,011,124 | | \$ (1,493,015) | \$ (98,400) | | \$ 274,821 |

City of St. Charles
Monthly Financial Report
October 31, 2014
Wastewater Fund

| | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) |
|--------------------------|--------------------------------|-------------------------------|---------------------|-----------------------------------|---------------------|------------------------------|-----------------------|----------------------------------|---------------------------|----------------------|
| | FY 14-15 Original Budget | FY 14-15 Revised Budget | YTD Actual | YTD Actual vs Budget (%) | Prior YTD Actual | Inc/(Dec) from P/Y (%) | FY 14-15 Forecast | Forecast vs Revised Budget | Forecast vs Budget (%) | FY 13-14 Actual |
| Revenues | | | | | | | | | | |
| User Charges | \$ 7,801,654 | \$ 7,801,654 | \$ 3,894,048 | 49.9% | \$ 3,651,695 | 6.6% | \$ 7,669,412 | \$ (132,242) | -1.7% | \$ 7,087,557 |
| Connection Charges | 55,000 | 55,000 | 18,186 | 33.1% | 71,325 | -74.5% | 28,090 | (26,910) | -48.9% | 89,511 |
| MV/Equip/WC Reserve | 297,370 | 297,370 | 297,370 | 100.0% | 287,206 | 3.5% | 297,370 | - | 0.0% | 287,206 |
| Bond/IEPA Loan Proceeds | - | 1,759,020 | 1,028,229 | 58.5% | 2,476,966 | 0.0% | 1,759,020 | - | 0.0% | 6,173,900 |
| Other | 64,800 | 64,800 | 16,684 | 25.7% | 24,700 | -32.5% | 56,898 | (7,902) | -12.2% | 185,614 |
| Transfers In | - | - | - | 0.0% | - | 0.0% | - | - | 0.0% | - |
| Total Revenues | \$ 8,218,824 | \$ 9,977,844 | \$ 5,254,517 | 52.7% | \$ 6,511,892 | -19.3% | \$ 9,810,790 | \$ (167,054) | -1.7% | \$ 13,823,788 |
| Expenses | | | | | | | | | | |
| Personal Services | \$ 2,001,699 | \$ 2,001,946 | \$ 1,067,344 | 53.3% | \$ 1,037,920 | 2.8% | \$ 1,935,638 | \$ (66,308) | -3.3% | \$ 1,922,643 |
| Commodities | 295,478 | 295,940 | 143,276 | 48.4% | 132,890 | 7.8% | 279,040 | (16,900) | -5.7% | 275,284 |
| Contractual | 1,816,351 | 2,195,197 | 946,920 | 43.1% | 745,462 | 27.0% | 2,205,235 | 10,038 | 0.5% | 1,697,951 |
| Other Operating Expenses | 236,145 | 237,600 | 211,930 | 89.2% | 248,004 | -14.5% | 229,824 | (7,776) | -3.3% | 270,150 |
| Departmental Allocations | 1,257,275 | 1,257,275 | 628,638 | 50.0% | 630,930 | -0.4% | 1,257,275 | - | 0.0% | 1,261,860 |
| Capital | 702,000 | 3,280,470 | 1,650,781 | 50.3% | 3,721,650 | -55.6% | 3,280,470 | - | 0.0% | 6,501,194 |
| Debt Service | 2,186,577 | 2,186,577 | 685,745 | 31.4% | 680,906 | 0.7% | 2,186,577 | - | 0.0% | 1,545,241 |
| Transfers Out | 322,950 | 322,950 | 32,066 | 9.9% | 40,277 | -20.4% | 322,950 | - | 0.0% | 300,358 |
| Total Expenses | \$ 8,818,475 | \$ 11,777,955 | \$ 5,366,700 | 45.6% | \$ 7,238,039 | -25.9% | \$ 11,697,009 | \$ (80,946) | -0.7% | \$ 13,774,681 |
| Surplus (Deficit) | \$ (599,651) | \$ (1,800,111) | \$ (112,183) | | \$ (726,147) | | \$ (1,886,219) | \$ (86,108) | | \$ 49,107 |

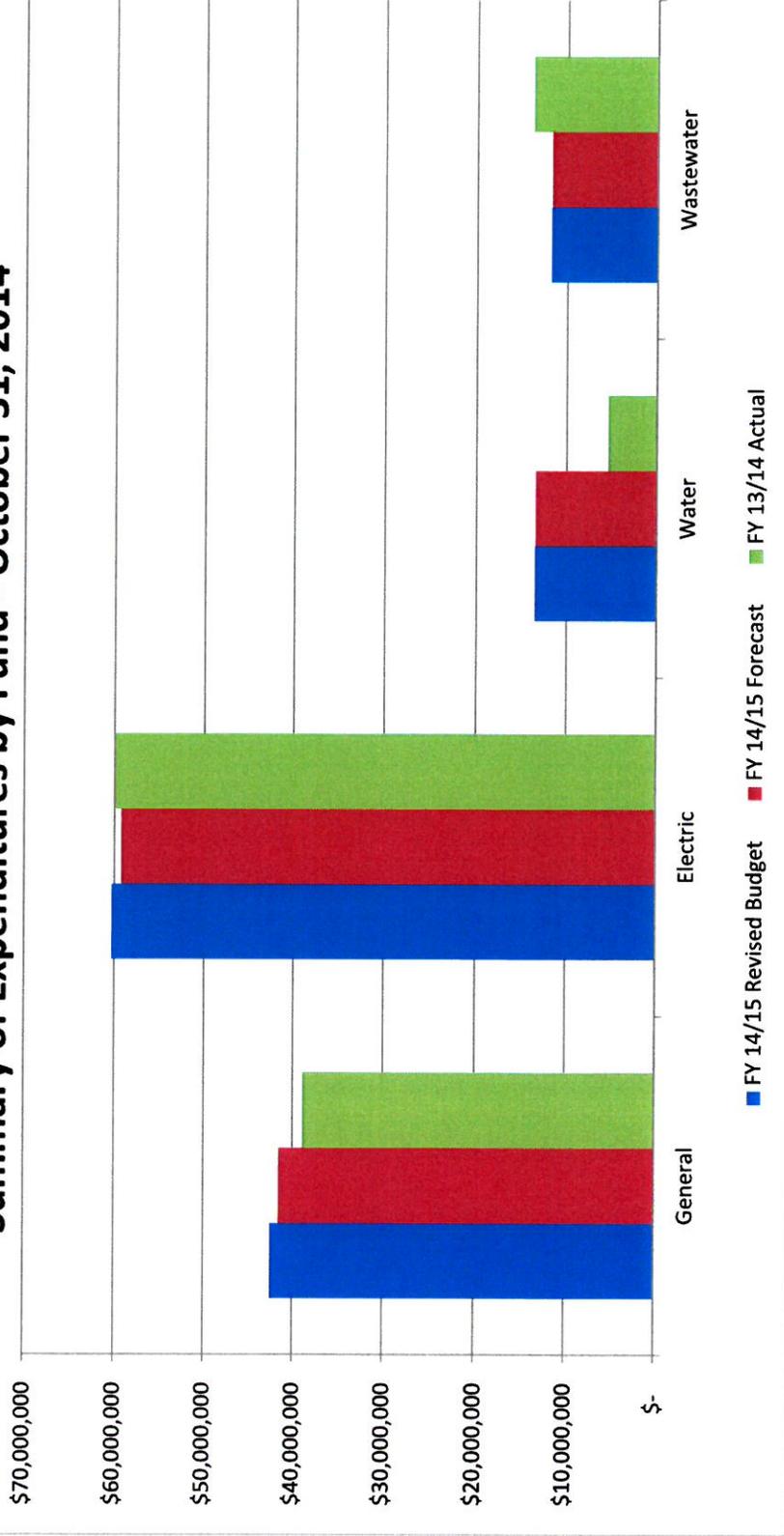
Summary of Revenues by Fund - October 31, 2014



Revenues

| | FY 14/15 | | FY 13/14 | |
|------------|----------------|---------------|---------------|--------|
| | Revised Budget | Forecast | Actual | Actual |
| General | \$ 40,877,239 | \$ 40,845,837 | \$ 39,915,853 | |
| Electric | \$ 59,674,386 | \$ 58,217,558 | \$ 58,884,494 | |
| Water | \$ 12,133,716 | \$ 11,953,673 | \$ 5,674,336 | |
| Wastewater | \$ 9,977,844 | \$ 9,810,790 | \$ 13,823,788 | |

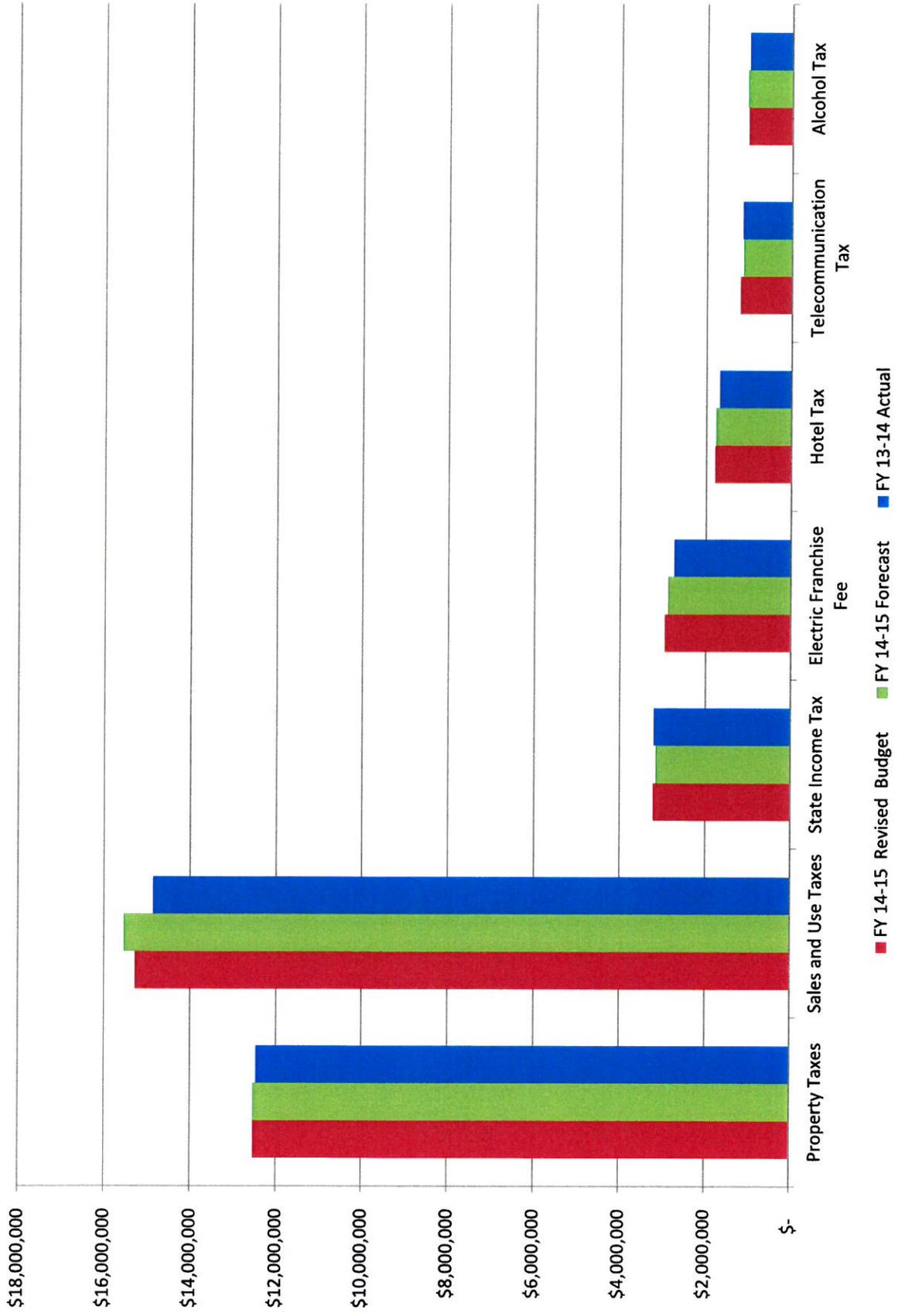
Summary of Expenditures by Fund - October 31, 2014



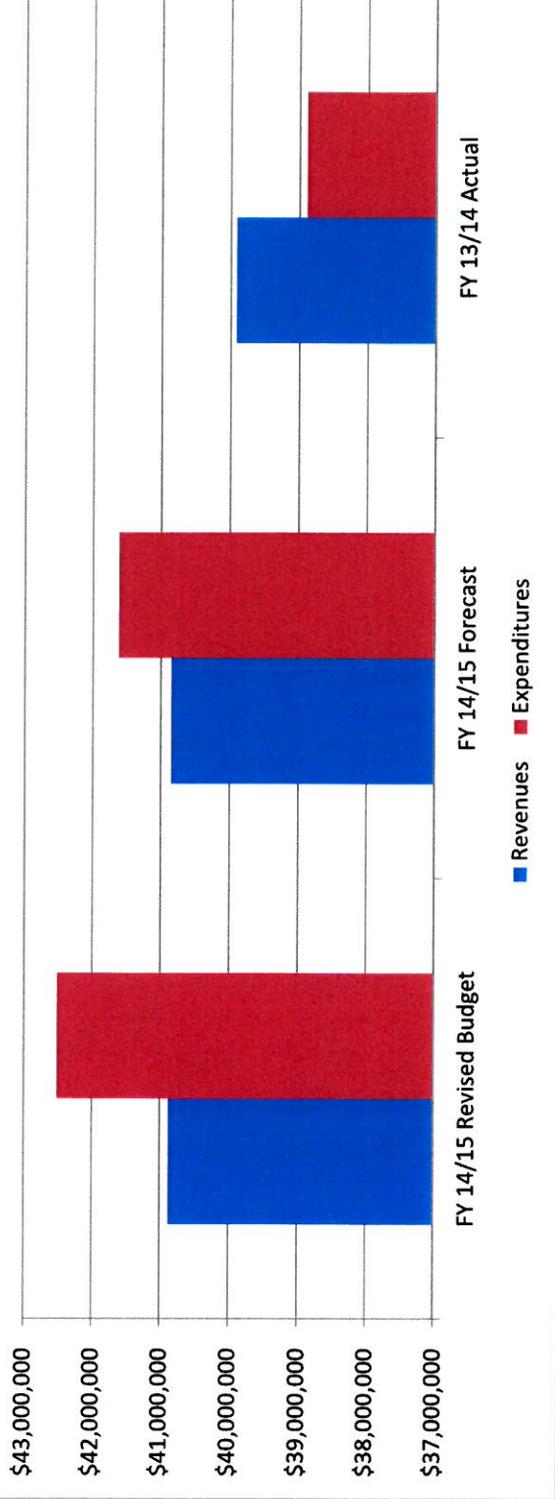
Expenditures

| | FY 14/15 Revised Budget | FY 14/15 Forecast | FY 13/14 Actual |
|------------|-------------------------|-------------------|-----------------|
| General | \$ 42,520,055 | \$ 41,622,564 | \$ 38,891,291 |
| Electric | \$ 60,356,750 | \$ 59,285,545 | \$ 59,898,314 |
| Water | \$ 13,528,331 | \$ 13,446,688 | \$ 5,399,515 |
| Wastewater | \$ 11,777,955 | \$ 11,697,009 | \$ 13,774,681 |

General Fund Top 7 Revenue Sources - As of October 31, 2014



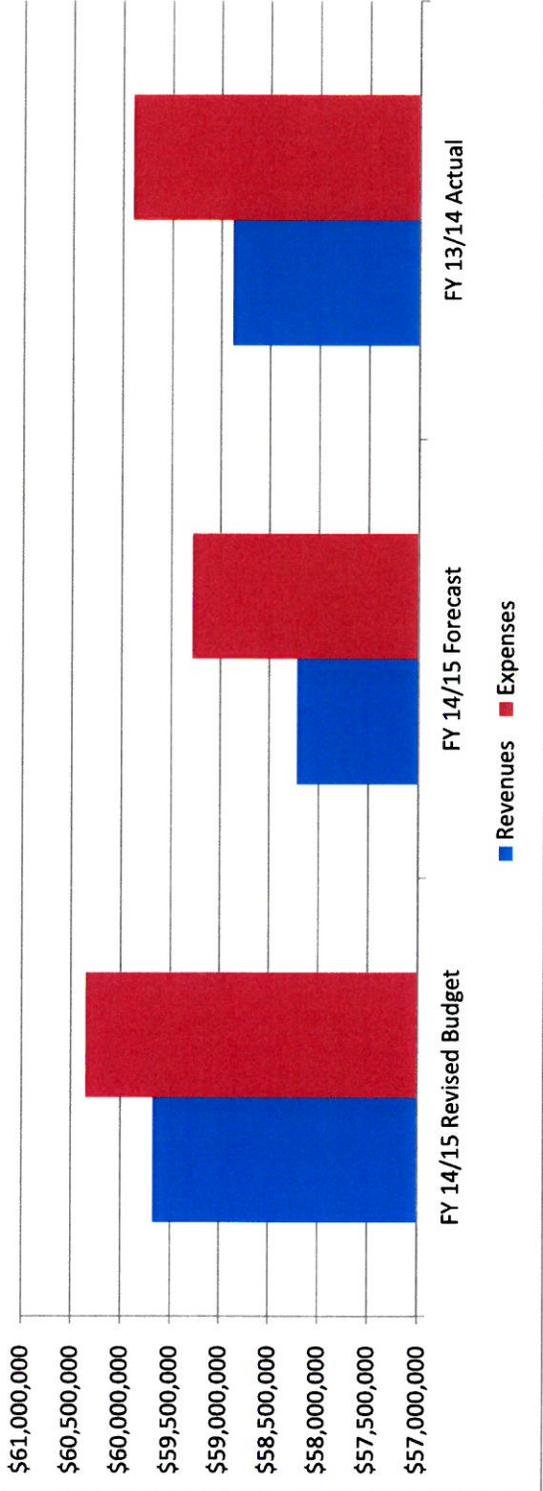
**General Fund
Revenues vs Expenditures - October 31, 2014**



General Fund

| | FY 14/15 Revised Budget | FY 14/15 Forecast | FY 13/14 Actual |
|-----------------|--|------------------------------|----------------------------|
| Revenues | \$ 40,877,239 | \$ 40,845,837 | \$ 39,915,853 |
| Expenditures | \$ 42,520,055 | \$ 41,622,564 | \$ 38,891,291 |
| Surplus/Deficit | \$ (1,642,816) | \$ (776,727) | \$ 1,024,562 |

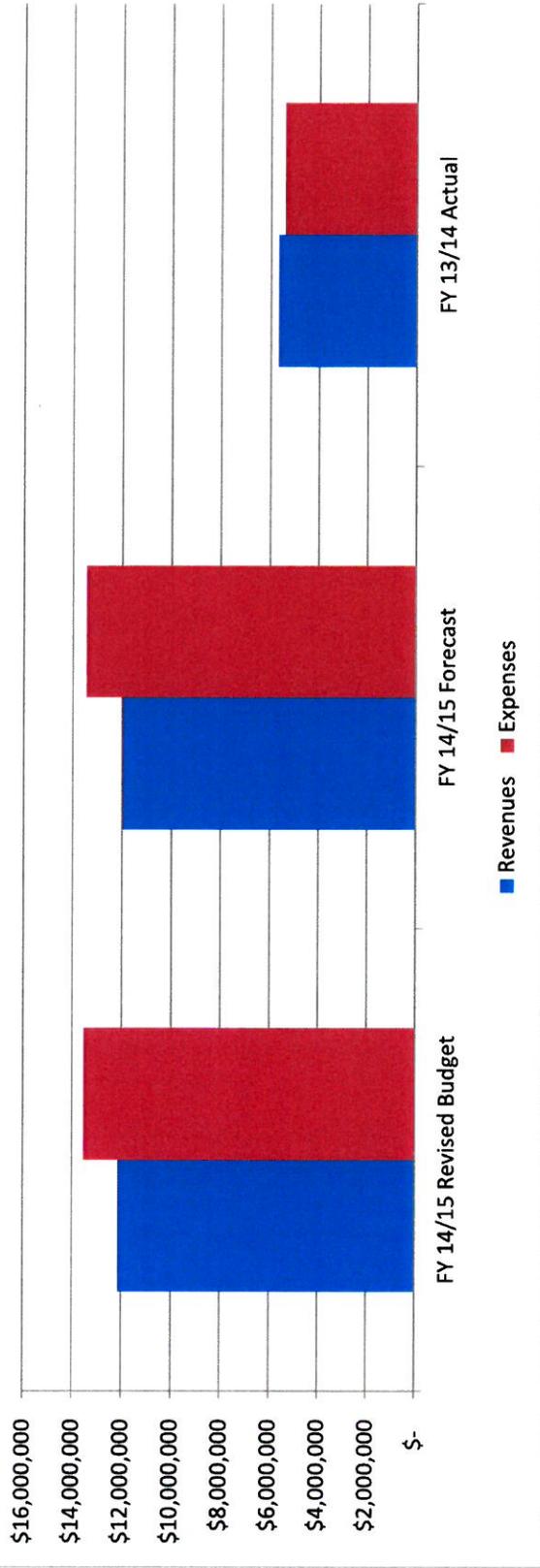
Electric Fund Revenues vs Expenses - October 31, 2014



Electric Fund

| | FY 14/15 Revised Budget | FY 14/15 Forecast | FY 13/14 Actual |
|-----------------|-------------------------------|----------------------|--------------------|
| Revenues | \$ 59,674,386 | \$ 58,217,558 | \$ 58,884,494 |
| Expenses | \$ 60,356,750 | \$ 59,285,545 | \$ 59,898,314 |
| Surplus/Deficit | \$ (82,364) | \$ (1,067,987) | \$ (1,013,820) |

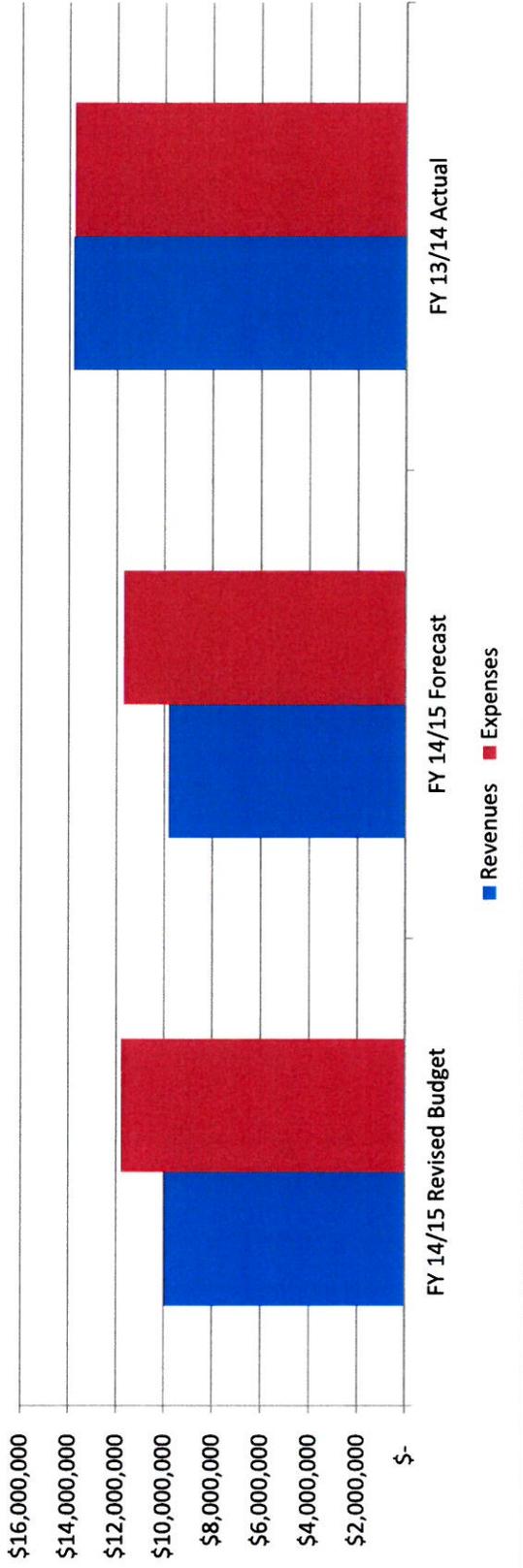
Water Fund Revenues vs Expenses - October 31, 2014



Water Fund

| | FY 14/15 Revised Budget | FY 14/15 Forecast | FY 13/14 Actual |
|-----------------|-------------------------------|----------------------|--------------------|
| Revenues | \$ 12,133,716 | \$ 11,953,673 | \$ 5,674,336 |
| Expenses | \$ 13,528,331 | \$ 13,446,688 | \$ 5,399,515 |
| Surplus/Deficit | \$ (1,394,615) | \$ (1,493,015) | \$ 274,821 |

Wastewater Fund Revenues vs Expenses - October 31, 2014



Wastewater Fund

| | FY 14/15 Revised Budget | FY 14/15 Forecast | FY 13/14 Actual |
|-----------------|-------------------------------|----------------------|--------------------|
| Revenues | \$ 9,977,844 | \$ 9,810,790 | \$ 13,823,788 |
| Expenses | \$ 11,777,955 | \$ 11,697,009 | \$ 13,774,681 |
| Surplus/Deficit | \$ (1,800,111) | \$ (1,886,219) | \$ 49,107 |