2014 Summary – Operating Funds

• General Fund
  • Revenues - $163.6 million
  • Expenditures - $163.3 million
  • Margin = $247,000

• Water & Sewer Fund
  • Revenues - $41.8 million
  • Expenditures - $35.8 million
  • Margin = $5.9 million

• Parking Fund
  • Revenues - $1.32 million
  • Expenditures - $1.46 million
  • Margin = ($140,000)
2014 Proposed Budget

Operating Funds
Operating Funds - Activities

**General Fund**
- Supports general activities including: police and fire protection, planning and economic development, engineering services, code enforcement, garbage collection services, legal services, financial services, and general administration

**Water & Sewer Fund**
- Provides for operations of water and sewer system including: 3 wastewater treatment plants, 450 miles of sanitary sewer, 26 wells, 11 water treatment plants, and 38 lift stations

**Parking Fund**
- Supports operations of 2 parking decks, 7 parking lots, 700 on-street meters, and Joliet Union Station
### Operating Budget - Summary

<table>
<thead>
<tr>
<th>Fund</th>
<th>2013 Budget</th>
<th>2014 Proposed</th>
<th>$ Change</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Fund</td>
<td>$158.3</td>
<td>$163.3</td>
<td>$5.1</td>
<td>3.2%</td>
</tr>
<tr>
<td>Water &amp; Sewer Fund</td>
<td>$34.8</td>
<td>$35.8</td>
<td>$1.0</td>
<td>2.9%</td>
</tr>
<tr>
<td>Parking Fund</td>
<td>$1.4</td>
<td>$1.5</td>
<td>$0.0</td>
<td>2.0%</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$194.5</strong></td>
<td><strong>$200.6</strong></td>
<td><strong>$6.1</strong></td>
<td><strong>3.2%</strong></td>
</tr>
</tbody>
</table>

$ shown in millions
2014 Proposed Budget

GENERAL FUND
Operating Budget - Highlights

General Fund

• Balanced with $163.6 million in estimated revenues, a 3.3% increase from 2013 Budget

• Keeps service levels consistent with 2013

• Includes required increases to pension contributions
  • IMRF rate 17.98% to 18.25%; Fire Pension = $162k

• Accommodates 3.98% or $800k increase in health insurance costs

• Allocates funding for 5 Police sworn vacancies, Human Resources Generalist, and 8 Firefighter vacancies

• Allocates $90k in additional sales tax rebate expenses

• Accommodates $391k increase for waste management services
Operating Budget - Highlights

General Fund

• Allocates maintenance funding for the new ERP system (Tyler/Munis)
• Allocates additional $139k to support cost of streetlights, stop lights, and traffic signage materials
• Includes $493k, an increase of $200k, to cover full cost of school crossing guard operations
• Includes $350k for forestry services, an increase of $50k from 2013 Budget or 16.7%
• Includes additional $163k for Fleet Services, a 2.97% increase
Revenue Sources by Type

- **Sales Taxes**: 27%
- **Property Taxes**: 20%
- **Charges for Services**: 14%
- **Income Taxes**: 9%
- **Gaming Taxes**: 12%
- **Other Taxes**: 13%
- **Licenses, Permits, Fees**: 5%

General Fund – Revenues = $163.6 M
## General Fund - Revenue Summary

<table>
<thead>
<tr>
<th>Description</th>
<th>2011 Actual</th>
<th>2012 Actual</th>
<th>2013 Budget</th>
<th>2013 Est. YearEnd</th>
<th>2014 Proposed</th>
<th>$ Increase</th>
<th>% Increase</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sales Tax</td>
<td>$ 33.9</td>
<td>$ 39.0</td>
<td>$ 39.8</td>
<td>$ 42.7</td>
<td>$ 44.0</td>
<td>4.3</td>
<td>10.7%</td>
</tr>
<tr>
<td>Property Taxes</td>
<td>33.1</td>
<td>32.7</td>
<td>33.0</td>
<td>32.9</td>
<td>32.9</td>
<td>(0.1)</td>
<td>-0.3%</td>
</tr>
<tr>
<td>Charges for Service</td>
<td>20.8</td>
<td>22.8</td>
<td>22.9</td>
<td>23.2</td>
<td>23.2</td>
<td>0.3</td>
<td>1.5%</td>
</tr>
<tr>
<td>Gaming Taxes</td>
<td>21.8</td>
<td>20.8</td>
<td>20.9</td>
<td>20.0</td>
<td>19.3</td>
<td>(1.7)</td>
<td>-8.1%</td>
</tr>
<tr>
<td>Other Taxes</td>
<td>17.9</td>
<td>20.3</td>
<td>20.2</td>
<td>20.8</td>
<td>21.4</td>
<td>1.2</td>
<td>5.9%</td>
</tr>
<tr>
<td>Income Taxes</td>
<td>12.7</td>
<td>13.5</td>
<td>12.7</td>
<td>15.2</td>
<td>14.1</td>
<td>1.4</td>
<td>11.3%</td>
</tr>
<tr>
<td>License, Permits, Fees, Misc.</td>
<td>10.5</td>
<td>10.5</td>
<td>8.8</td>
<td>9.3</td>
<td>8.7</td>
<td>(0.2)</td>
<td>-1.7%</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$ 150.7</strong></td>
<td><strong>$ 159.6</strong></td>
<td><strong>$ 158.3</strong></td>
<td><strong>$ 164.1</strong></td>
<td><strong>$ 163.6</strong></td>
<td><strong>$ 5.3</strong></td>
<td><strong>3.3%</strong></td>
</tr>
</tbody>
</table>

$ shown in millions
General Fund – Expenses = $163.3 M

2014 Budget

- Police Department
- Fire Department
- Administrative Services Department
- Department of Finance
- Department of Public Works
- Community & Economic Development Department
- Department of Information Technology
- Legal Department
- Office of the City Manager
- Mayor, Council, Clerk

$ shown in millions
General Fund – Expenditures = $163.3 M

- Personal Services: 47%
- Personal Services - Benefits: 34%
- Professional Services: 2%
- Property Services: 1%
- Supplies: 5%
- Other Services: 9%
- Other: 2%
- Debt Service: 0%
## General Fund – Expenditure Summary

$ shown in millions

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Payroll</td>
<td>$ 71.2</td>
<td>$ 74.7</td>
<td>$ 74.1</td>
<td>$ 75.2</td>
<td>$ 76.8</td>
<td>2.6</td>
<td>3.6%</td>
</tr>
<tr>
<td>Payroll – Benefits</td>
<td>48.8</td>
<td>51.4</td>
<td>54.0</td>
<td>53.2</td>
<td>55.3</td>
<td>1.3</td>
<td>2.4%</td>
</tr>
<tr>
<td>Other Services</td>
<td>12.1</td>
<td>12.3</td>
<td>13.1</td>
<td>12.9</td>
<td>13.7</td>
<td>0.6</td>
<td>4.9%</td>
</tr>
<tr>
<td>Supplies</td>
<td>6.1</td>
<td>6.2</td>
<td>7.5</td>
<td>7.2</td>
<td>7.5</td>
<td>0.0</td>
<td>0.1%</td>
</tr>
<tr>
<td>Other</td>
<td>4.2</td>
<td>6.0</td>
<td>3.7</td>
<td>3.8</td>
<td>3.9</td>
<td>0.1</td>
<td>3.9%</td>
</tr>
<tr>
<td>Professional Services</td>
<td>2.5</td>
<td>4.7</td>
<td>3.3</td>
<td>3.0</td>
<td>3.5</td>
<td>0.2</td>
<td>6.7%</td>
</tr>
<tr>
<td>Property Services</td>
<td>1.7</td>
<td>1.7</td>
<td>1.9</td>
<td>1.8</td>
<td>2.0</td>
<td>0.1</td>
<td>5.9%</td>
</tr>
<tr>
<td>Debt Service</td>
<td>0.2</td>
<td>0.3</td>
<td>0.6</td>
<td>0.6</td>
<td>0.6</td>
<td>0.0</td>
<td>0.0%</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$ 146.9</strong></td>
<td><strong>$ 157.5</strong></td>
<td><strong>$ 158.3</strong></td>
<td><strong>$ 157.8</strong></td>
<td><strong>$ 163.3</strong></td>
<td><strong>$ 5.1</strong></td>
<td><strong>3.2%</strong></td>
</tr>
</tbody>
</table>
Operating Budget – General Fund

Additional consideration

• Funding for full compliment of fire department vehicles $1.37 million
• Change to public safety pension assumptions
  • Investment rate of return currently 7.0%,
  • If change to 6.875%, additional contribution = $720,000
  • If change to 6.750%, additional contribution = $1.46 million
• Departmental staffing requests
• Compensation structure
• Increasing maintenance costs
  • Public Works – Electrical Division, Forestry (EAB)
  • Administrative Services – Fleet Services
2014 Proposed Budget

**WATER & SEWER FUND**
Operating Budget - Highlights

Water & Sewer Fund

- Balanced with $41.8 million in system revenues
- Expenditures of $35.8 million; $1.0 million or 2.9% increase from 2013 Budget
- Keeps service levels consistent with 2013
- Provides for increased maintenance costs of aging system
- Includes maintenance costs associated with implementation of new ERP system ($214k)
- Includes $6.8 million for revenue bond debt service and $600k for EPA loan debt service
Water & Sewer Fund – Revenues = $41.8 M

Customer Receipts - Water 41%
Customer Receipts - Sewer 54%
Fines & Fees 2%
Other 3%
Revenue Sources by Type
Water & Sewer Fund – Expenses = $34.8 M

2014 Budget

$ shown in millions
Water & Sewer Fund – Expenditures = $35.8 M
2014 Proposed Budget

Parking Fund
Operating Budget - Highlights

Parking Fund

- $1.32 million in revenues, 8.3% decrease from 2013 Budget
- Service levels consistent with 2013
- Expenditures of $1.46 million, 2.0% increase from 2013 Budget
- Operating deficit projected for 2014 of $140,000
- No funds available for capital improvement
Parking Fund – Revenues = $1,323,500

- Parking - Street: 20%
- Parking - Rent: 7%
- Parking - Permits: 2%
- Parking - Lots: 18%
- Fines & Fees: 14%
- Misc Revenues: 1%
- Interest: 0%
- Parking - Deck: 38%

Revenue Sources by Type
Parking Fund – Expenses = $1.46 M

$ shown in thousands
2014 Proposed Budget

THANK YOU - QUESTIONS