
Monthly Revenue Report

July 2024

City of Chicago Office of Budget and Management

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This report offers a detailed “point-in-time” of the City’s revenues as of July 2024, marking the seventh month of the fiscal year which extends from January through December 2024. It provides a glance at our revenue streams and sets the stage for our financial management throughout the year.

Some of the City’s revenues experience a lag between the time the underlying economic activity occurred, and the resulting revenue is collected. Further, seasonality in some revenue streams and the irregular nature of others may lead to significant variances from one month to the next.

MONTHLY ANALYSIS

Budgeted revenues through July total \$2,459.7 million or 46% of the fiscal year 2024 total. Actual revenue collections through July are \$2,356.2 million, \$103.5 million or 4.2% below budget. Like last month, state Personal Property Replacement Tax (PPRT) continues to be the primary driver.

Per the Illinois Department of Revenue, PPRT are revenues collected by the state of Illinois from corporations, partnerships, and trusts that are then paid to local governments to replace money that was lost by local governments when their powers to impose personal property taxes on these business entities were removed. The PPRT variance represents a 17% year-over-year decline and can be attributed to several drivers including the annual reconciliation of final tax returns along with the expiration of the \$100,000 net operating loss limit that began with tax year 2023. The net operating loss expiration results in corporate taxpayers applying larger-than-normal losses against positive income, which will reduce estimated tax collections. However, the increase in Income Tax revenue has partially mitigated the decline of PPRT.

In addition to PPRT, Fines, Forfeitures, and Penalties and Charges for Service are below budget assumptions. Fine revenue relates to a decrease in vehicle-related fines while service charges relates to reimbursements for ambulance services. Service charges expect to be reconciled by year-end.

At the same time, local taxes have seen positive trends relative to budget with Transaction, Transportation, and Business taxes due to overperformance of the Personal Property Lease Tax, Ground Transportation and Parking Taxes, and Shopping Bag Tax, respectively.

OBM will continue to monitor revenue performance to determine if any adjustments within the fiscal year budget are necessary.

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Corporate Fund (in thousands)
July 2024

| | 2023 | 2024 | | 2023 | YTD | 2024 | Diff | Percent Diff | 2024 Annual Budget |
|-------------------------------------|----------------|----------------|-------------------|------------------|------------------|------------------|------------------|--------------|--------------------|
| | Month Actuals | Month Budgeted | Month Collections | YTD Actuals | YTD Budgeted | YTD Collections | | | |
| Local Tax | | | | | | | | | |
| Utility Taxes | 28,608 | 31,527 | 27,165 | 180,226 | 185,953 | 172,313 | (13,640) | -7.3% | 407,254 |
| Chicago Sales Taxes | 42,910 | 42,650 | 36,873 | 66,757 | 63,777 | 63,083 | (694) | -1.1% | 96,052 |
| Transaction Taxes | 72,527 | 94,102 | 79,724 | 398,242 | 399,910 | 410,933 | 11,023 | 2.8% | 795,699 |
| Transportation Taxes | 34,693 | 39,481 | 37,081 | 203,451 | 206,750 | 216,144 | 9,394 | 4.5% | 403,064 |
| Recreation Taxes | 33,994 | 35,586 | 30,026 | 175,001 | 175,550 | 179,632 | 4,083 | 2.3% | 344,272 |
| Business Taxes | 19,288 | 20,099 | 19,387 | 70,177 | 64,867 | 79,314 | 14,447 | 22.3% | 154,815 |
| State Taxes/Revenues | | | | | | | | | |
| Income Tax | 31,931 | 34,996 | 45,200 | 191,436 | 196,682 | 209,609 | 12,927 | 6.6% | 430,293 |
| Personal Property | 82,886 | 63,119 | 53,644 | 165,714 | 226,441 | 138,397 | (88,044) | -38.9% | 441,812 |
| Replacement Tax | | | | | | | | | |
| Auto Rental Tax | 375 | 314 | 376 | 1,152 | 1,018 | 1,124 | 107 | 10.5% | 4,210 |
| State Reimbursements | 277 | 270 | 8 | 408 | 969 | 781 | (188) | -19.4% | 2,000 |
| Proceeds and Transfers | | | | | | | | | 430,293 |
| Parking Meter Revenue | - | - | - | - | - | - | - | - | 5,000 |
| Replacement Interest | | | | | | | | | |
| Sales Tax Corporation Residual | 26,421 | 39,272 | 29,593 | 149,280 | 148,301 | 148,990 | 689 | 0.5% | 552,701 |
| Skyway Reserve Interest | - | - | - | - | - | - | - | - | 23,000 |
| Local Non-Tax | | | | | | | | | |
| Licenses, Permits, and Certificates | 9,518 | 10,041 | 10,020 | 64,422 | 67,423 | 66,140 | (1,283) | -1.9% | 115,302 |
| Fines, Forfeitures, and Penalties | 26,675 | 33,078 | 28,511 | 177,340 | 201,106 | 181,140 | (19,966) | -9.9% | 347,876 |
| Charges for Service | 34,335 | 37,505 | 37,958 | 210,547 | 222,617 | 202,281 | (20,336) | -9.1% | 430,501 |
| Municipal Parking | 559 | 689 | 644 | 4,406 | 4,648 | 4,517 | (131) | -2.8% | 7,676 |
| Leases, Rentals, and Sales | 2,841 | 717 | 743 | 6,972 | 9,044 | 6,612 | (2,432) | -26.9% | 24,827 |
| Interest | - | - | - | - | - | - | - | - | 3,500 |
| Internal Service Earnings | 33,178 | 23,311 | 22,969 | 178,654 | 165,905 | 158,536 | (7,369) | -4.4% | 528,020 |
| Other Revenue | 4,493 | 4,747 | 2,663 | 87,500 | 118,731 | 116,672 | (2,059) | -1.7% | 177,006 |
| Total Revenue | 485,511 | 511,504 | 462,586 | 2,331,685 | 2,459,692 | 2,356,219 | (103,472) | -4.2% | 5,294,880 |

Month Budgeted refers to the month collections are anticipated. Revenues are recorded at a point in time and may not reflect all adjustments recorded in future periods.