
Monthly Revenue Report

May 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 May 2024, marking the fifth 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 May total \$1,568.5 million or 30% of the fiscal year 2024 total. Actual revenue collections through May are \$1,420.3 million, \$148.3 million or 9.5% below budget. Like last month, Personal Property Replacement Tax as well as the timing of transactions drive the year-to-date variance.

Per the Illinois Department of Revenue, Personal property replacement taxes (PPRT) are revenues collected by the state of Illinois from corporations, partnerships, and trusts that are 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 taken away.

The PPRT variance represents a 49% year-over-year decline and can be attributed to several reasons including annual reconciliation of final returns along with the \$100,000 net operating loss limit expiration that began in 2024. The annual reconciliation transfers replacement tax to income tax, which has a positive or mitigating impact on the revenue loss year to date. The net operating loss expiration results in corporate taxpayers applying larger-than-normal losses against positive income, which will reduce estimated tax collections.

Separate from PPRT, a few categories (Charges for Service and Other Revenue) are below budget but are expected to be resolved by the end of the fiscal year. This includes the timing of federal Medicaid reimbursement revenue for ambulance services and TIF surplus revenue.

At the same time, local taxes have seen positive trends relative to budget with Transaction and Business taxes as the primary drivers. Transaction taxes and Business taxes are driven by the Personal Property Lease Tax and the Checkout Bag tax.

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)
May 2024

	2023	2024		2023	2024		Diff	Percent Diff	2024 Annual Budget
	Month Actuals	Month Budgeted	Month Collections	YTD Actuals	YTD Budgeted	YTD Collections			
Local Tax									
Utility Taxes	39,058	40,096	38,157	120,874	122,752	115,153	(7,598)	-6.2%	407,254
Chicago Sales Taxes	4,821	4,588	4,532	18,058	16,132	19,599	3,467	21.5%	96,052
Transaction Taxes	61,374	60,575	61,317	252,768	245,336	262,153	16,818	6.9%	795,699
Transportation Taxes	33,273	31,786	34,167	136,291	133,478	142,548	9,070	6.8%	403,064
Recreation Taxes	27,894	25,154	32,517	114,014	111,095	118,481	7,386	6.6%	344,272
Business Taxes	11,452	10,784	11,037	36,285	30,389	43,196	12,807	42.1%	154,815
State Taxes/Revenues									
Income Tax	66,065	52,042	68,380	128,526	118,846	137,851	19,006	16.0%	430,293
Personal Property	102,524	84,053	59,954	165,714	163,321	84,753	(78,569)	-48.1%	441,812
Replacement Tax									
Auto Rental Tax	283	194	149	445	434	428	(6)	-1.5%	4,210
State Reimbursements	51	238	11	120	516	771	256	49.5%	2,000
Proceeds and Transfers									430,293
Parking Meter Revenue	-	-	-	-	-	-	-	-	5,000
Replacement Interest									
Sales Tax Corporation Residual	38,935	31,587	37,512	65,402	64,473	60,639	(3,834)	-5.9%	552,701
Skyway Reserve Interest	-	-	-	-	-	-	-	-	23,000
Local Non-Tax									
Licenses, Permits, and Certificates	9,897	9,310	9,719	44,409	46,947	46,756	(190)	-0.4%	115,302
Fines, Forfeitures, and Penalties	27,633	30,475	26,920	137,442	137,990	127,910	(10,080)	-7.3%	347,876
Charges for Service	43,536	31,852	33,392	141,668	156,352	132,377	(23,975)	-15.3%	430,501
Municipal Parking	692	622	688	3,237	3,227	3,205	(22)	-0.7%	7,676
Leases, Rentals, and Sales	2,344	435	1,722	4,111	7,055	4,475	(2,581)	-36.6%	24,827
Interest	-	-	-	-	-	-	-	-	3,500
Internal Service Earnings	35,658	24,246	36,211	113,891	113,366	109,029	(4,337)	-3.8%	528,020
Other Revenue	4,327	5,327	2,040	7,531	96,839	10,925	(85,915)	-88.7%	177,006
Total Revenue	509,817	443,363	458,425	1,490,786	1,568,549	1,420,251	(148,298)	-9.5%	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.