

To: Village of Dolton-Finance Committee
From: Cristiano Miroballi, John Kasperek Co., Inc.
Date: October 24, 2020
Subject: September Financial Report Notes

After reviewing September's financial statements, there are some items that we want to make the Committee aware of:

- Revenues
 - Due to the deferment of the deadline for real estate taxes by the County the Village is \$1.2 million below prior year. This will place additional hardship on the General Fund because it will need to fund any shortfalls in the Debt Service Fund as well as general operations.
 - Video gaming revenue hasn't restarted and with the resurgence of cases, the Village will probably only receive minimal monies from video gaming.
 - The Village is \$25 thousand below compared to the prior year in vehicle licenses.
 - Inspection fees has increased by 88%, which will help compensated for some of the lost revenues.
 - Red light revenues compared to the prior year show a \$600k increase. Part of the reason for the large change is because in the prior year the Village wasn't receiving as much monies due to the amount owed to SafeSpeed.
 - Collection services for delinquent payments is down 67%, due in part for the extension in filing and payment of state taxes.
 - Utility billing water revenue is below prior year because in FY20 one of the Village's largest water users was underbilled and a correction bill was issued in September to agree the account to proper usage.
- Expenditures
 - The Village workers compensation amount is over \$170 thousand lower compared to the previous year
 - Overall general administration department is \$27 thousand below prior year.
 - The Police Department is \$124 thousand below prior year amounts after removing pension contribution and vehicle purchases.
 - Overtime for patrol officers and records clerks is half of prior year amount.
 - Overtime for the fire department is \$56 thousand above prior year because of minimum staffing requirements for senior position.
 - The Village has made another partial payment of \$135 thousand on its Homewood Disposal 2019 bond series payment, decreasing the amount of interest the Village will pay.
 - The majority of the Village's General Fund departments have expended 40% or less of their budgeted amounts, which is consistent with 5 months of expenditures.
 - 50% of General Fund expenditures relate to Police and Fire services.

- Other Considerations
 - The utility aged trail balance by district has decreased from \$4.3 million to \$2.3 million. This is due to a payment was inputted in the cash receipting program as a check number instead of the dollar amount, creating a million-dollar credit on a customer account. We are working to process the utility adjustment to correct this account.
 - The Village recently implemented its union raises for three of its contracts. The Village is currently in the process of calculating the amount owed to these employees. The surpluses that are currently being reported will be decreased/eliminated for the amount that is owed to each employee.
 - Due to the unpredictability of cash flow and the possible resurgence of the virus, the Village needs to maximize collection of its outstanding revenues and minimize as many expenditures/expenses as possible to ensure the Village will have reserves to operate effectively.