

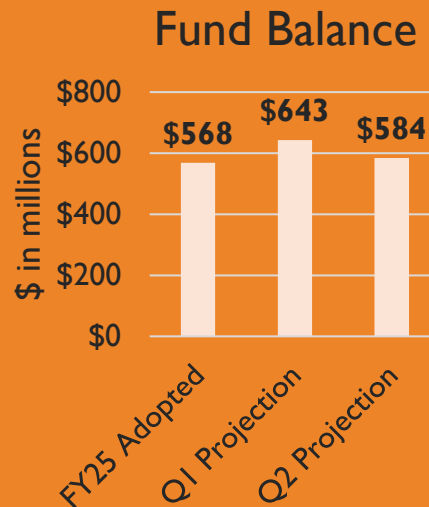
PICA FACT SHEET: FY25 Q2 QCMR

The Takeaway

Compared to the adopted FY25-29 Five-Year Plan, projections at the end of the second quarter of FY25 anticipate additional spending of \$294.8M, bringing the total to \$6.66B. Revenues of \$6.27B are \$11.7M more than earlier projections. The growing structural deficit is possible because of a \$315M boost to the FY24 year end fund balance primarily from underspending on personnel. The FY25 fund balance is projected to be \$15.9M higher than the adopted Plan, but \$58.2M lower than projected in Q1. With a widening operating deficit and uncertainty at the federal level, the City should remain cautious, particularly while reserves are below the GFOA-recommended level.

General Fund

- Revenues: \$6.27B
- Obligations: \$6.66B
- Fund Balance: \$584.3M
 - 9.3% of revenues
 - Below GFOA recommended level but above the City's target of at least 6-8%
- Staffing: 83% positions filled
- Performance Measures: 78 out of 99 (79%) on track to meet target



Housing Trust Fund

- Revenues: \$50.2M
- Obligations: \$64.8M
- Fund Balance: \$0.4M
 - 0.8% of revenues

Transportation Fund

- Revenues: \$126.2M
- Obligations: \$142.3M
- Fund Balance: \$3.9M
 - 3.1% of revenues
- Staffing: 83% filled

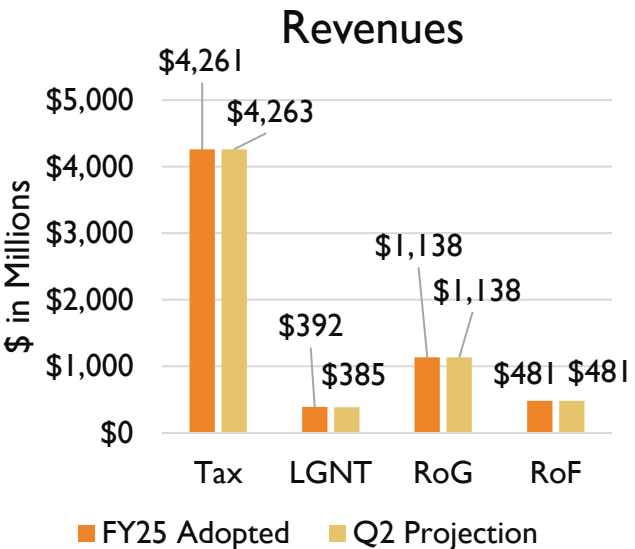
Capital Fund

- FY25 Adopted + Carryforward: \$2.763B
- FY25 YTD Encumbrances: \$230.3M
- FY25 YTD Expenditures: \$223.5M

GENERAL FUND REVENUE

Changes in projections from Q1 to Q2:

- Revenue Stabilizing:** FY25 General Fund revenue is projected to be \$6.27B, up \$11.7M from the Q1 projection, driven by the resumption of Sheriff Sales which increased Real Estate and Realty Transfer receipts.
- Offsets:** Revenue increases since the first quarter have been offset to some extent by a projected decrease in Sales Tax revenue.



- Tax revenue projections have increased since the first quarter but remain lower than the Adopted Plan.
- The **Locally Generated Non-Tax (LGNT)** revenue projection was increased by \$820,000 from FY25Q1 after the City saw increased reimbursements, restitution payments, and escheated funds.
- Projections for **Revenue from Other Governments (RoG)** have been revised downward from last quarter due to lower than anticipated State reimbursement of First Judicial District costs.

Taxes

Tax	FY25 Adopted	Current Projection	Change from Adopted
Wage*	\$1,975.8M	\$1,975.5M	—
Real Estate	\$925M	\$930.1M	↑ 0.6%
BIRT	\$616.7M	\$616.7M	—
Realty Transfer	\$305.8M	\$315.4M	↑ 3.2%
Sales	\$316.9M	\$307.4M	↓ -3.0%
Beverage	\$71.2M	\$65.7M	↓ -7.6%
Other	\$49.2M	\$52.6M	↑ 6.9%

*Wage includes Earning and Net Profits

- Sales and Beverage Tax** projections were reduced from Q1 to Q2 based on lower-than-anticipated collections.
- Real Estate and Realty Transfer** projections increased from Q1 to Q2 due to the resumption of Sheriff Sales.
- Increased **Net Profits** projections brought the **Wage and Net Profits** projection back to roughly level with the Adopted Plan after a lower estimate in Q1.

GENERAL FUND OBLIGATIONS

FY25 Fund Balance Projection: \$584.3M
(\$15.9M higher than Adopted)

Staffing: **83%** of full-time positions are filled.

Changes in projections from Q1 to Q2:

- **Class 100** projection raised \$1M from Q1 as additional spending on payroll shortfalls, primarily due to new Fire service was offset by a lower anticipated pension payment.
- **Class 200** projection held roughly level between Q1 and Q2.
- **Class 300/400** projection raised by \$22.6M for Q2 due to increased spending on 2026 special events.
- **Class 500** projection lowered \$14.9M from Q1 due to reduced projections for FY25 indemnity costs.
- **Class 800** projection lowered \$11.4M to transfer funds to departments for 2026 special events.
- **Class 900** has increased by \$72.4M from Q1, largely for the addition of an \$80M federal funding reserve.

Current Obligations Compared to Adopted Plan

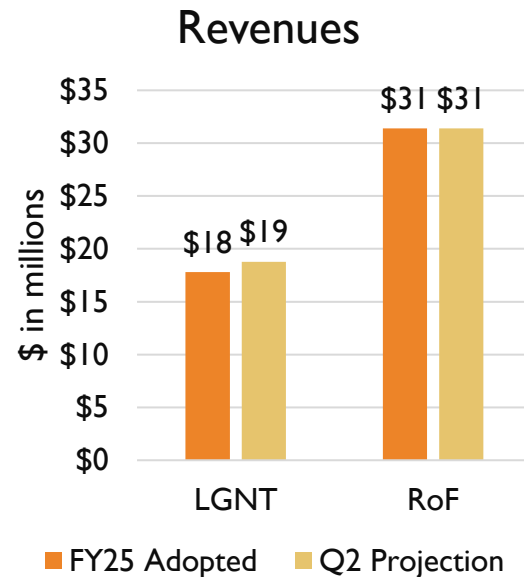
Class	FY25 Adopted	Current Projection	Difference from Adopted
100: Wages & Benefits	\$3,956.2M	\$3,984.8M	↑ 0.7%
200: Contracts	\$1,422.3M	\$1,485.9M	↑ 4.5%
300/400: Materials & Equipment	\$148.3M	\$212.3M	↑ 43.1%
500: Contributions, Indemnities, etc.	\$432.7M	\$467.8M	↑ 8.1%
700: Debt Service	\$234.7M	\$234.7M	—
800: Transfers to Other Funds	\$129.8M	\$138.4M	↑ 6.6%
900: Advances & Misc.	\$43.5M	\$138.3M	↑ 218.0%

Critical Performance Measures

Department	Measure	On track?	Explanation
Police	Number of shooting victims	✓	Down 21.0%
Police	Number of homicides	✓	Down 6.2%
Fire	Number of civilian fire-related deaths	✓	Down 36.4%
Fire	Percent of EMS calls responded to under 9 mins	✗	Incomplete data, new source coming in Q3
Licenses and Inspections	Median timeframe from “imminently dangerous” designation to demolition	✓	Down 14.2%
Behavioral Health	Number of admissions to residential treatment facilities	✓	Up 8.3% (but still on track to be below target for the year)
Public Health	Number of months between food establishment inspections	✗	New inspectors are being hired and onboarded
Public Health	Children 19-35 months with complete immunizations	✗	Down 3.0%

HOUSING TRUST FUND

- **Revenue:** HTF revenue projections are \$1M higher than the Adopted Budget.
- **Obligations:** Total obligations are projected at \$64.7M, almost \$7M lower than the Adopted Budget.
- **Fund Balance:** The HTF fund balance projection decreased by 84.2 percent, and current Q2 projections are \$425,000.



- The projected amount of **LGNT** has increased by about \$1M in Q2 due to higher than anticipated interest earnings, and there is no change in the projections for **Revenue from Other Funds (RoF)**.

Obligations

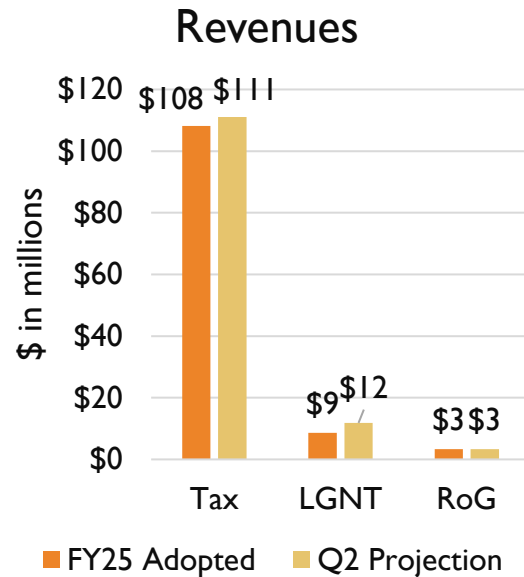
Class	FY25 Adopted	Current Projection	Change
100: Wages & Benefits	\$5.8M	\$5M	↓ -15%
200: Contracts	\$65.2M	\$59.7M	↓ -8.5%
300/400: Materials & Equipment	\$0.2M	\$0.2M	—

- **Class 200** spending is projected to increase by \$1.4M from Q1 estimates due to higher than anticipated debt service costs.
- Total HTF obligations are projected to be 9.0 percent lower than adopted.

Note: FY25 Q1 was the first quarter that included reporting on the Housing Trust Fund, Transportation Fund, and Capital Fund. As more data becomes available with subsequent quarters, historical comparison and performance analysis will expand.

TRANSPORTATION FUND

- **Revenues:** Projection increased by \$2.8M due to higher than anticipated Parking Tax receipts.
- **Obligations:** Projection increased by \$6.9M driven by preparation for 2026 special events.
- **Fund Balance:** From Q1 to Q2 the projection was lowered by \$4.1M to \$3.9M.
- **Staffing:** 83% of full-time positions filled.



- The full-year projection for LGNT is the same as Q1, but in Q2 the tax revenue has increased by \$2.8M from higher than anticipated Parking Tax revenue.

Obligations

Class	FY25 Adopted	Current Projection	Change
100: Wages & Benefits	\$95.3M	\$99.4M	↑ 4.3%
200: Contracts	\$14M	\$14M	—
300/400: Materials & Equipment	\$9.6M	\$11M	↑ 13.9%
500: Contributions & Indemnities	-	\$15M	↑
800: Transfers to Other Funds	\$2.1M	\$2.9M	↑ 37.3%

- **Class 100** costs expected to be \$3.1M higher because of raises for DC33 and pension costs.
- **Transfers to Other Funds (Class 800)** are projected to be \$2.5M higher than the Adopted Budget.
- **Increased obligations in Q2 include,** Old City improvement project and traffic operations, upgrades for 2026 special events, reimbursement to the Special Gas Fund due to an audit finding, increase to Pension estimate, and purchases for 2026 special events.

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CAPITAL FUND

At the end of FY25Q2, the largest capital investments (encumbrances + expenditures) have been in:

- Streets Department: \$170.1M, or 13.8% of department's capital appropriations
- Parks and Recreation: \$68.6M, or 17.8% of the department's capital appropriations
- Managing Director's Office: \$105.9M of 48.9% of the office's capital appropriations
- Office of the Director of Finance: \$20.7M, or 11.4% of the office's capital appropriations
- Office of Innovation and Technology: \$18.7M, or 21.6% of the office's capital appropriations

Revenue Source	FY25 Adopted + Carryforward Appropriations	FY25 YTD Encumbrances	FY25 YTD Expenditures	% of Source Obligated
GO Bonds	\$929.4M	\$156.4M	\$155.7M	33.6%
PAYGO	\$496.1M	\$46.4M	\$24.4M	14.3%
Federal	\$749.5M	\$6.6M	\$25.9M	4.3%
State	\$398.5M	\$18.2M	\$18.2M	9.1%
PICA	\$.5M	\$0	\$.1M	0.0%
Private	\$151M	\$2.8M	\$2.2M	3.7%
Other Gov't	\$38.5M	-	-	0.0%
Total	\$2,762.9M	\$230.3M	\$223.5M	16.4%

Notes: FY25 Q1 was the first quarter that included reporting on the Housing Trust Fund, Transportation Fund, and Capital Fund. As more data becomes available with subsequent quarters, historical comparison and performance analysis will expand.