FINANCE COMMITTEE

AUGUST 2026 YTD FINANCIAL STATEMENTS

OCTOBER 6, 2026

(See complete financial Statements on City website)

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August 2026 Financial Statements - Background

- Information is mostly unaudited
- Focus on Operating Information: Cash, Revenue, Expenses
  - Not "formal" Balance Sheets, Net Assets, Cash Flows
- Focus on GENERAL Fund and other important funds
  - Dozen or so Special Purpose, Enterprise and Fiduciary Funds
- Budget as approved 12/25 = $62.2M General Fund
- Staffing: 213 end of month, 13 vacancies

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Financial Status – Cash and Delinquent Receivables

- Sufficient cash:
  - Monthly Payments are about $5M
  - 8/31/26: $24.1M as operating; $13.4M in specialty; $84.1M in fiduciary
  - 8/31/25: $23.1M as operating; $18.4M in specialty; $67.1M in fiduciary
- Delinquent Tax/Rubbish Balances: $7.7M – Collected $1.6M YTD

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2026 Financial Statements Through August

- Slightly favorable
  - Net $5.3M Surplus, net $3.5M favorable to budget
  - Revenues: $43.1M; $2.6M favorable to budget
    - Few groups large favorables; Host Fees, Business Privilege, EIT, Permit Fees
    - Few groups large unfavorables; RE Taxes, Allocated Transfers
  - Expenses: $37.8M; $907K favorable to budget
    - Compensation net $804K favorable to budget due to vacancies, high overtime
    - Benefits net $(236)K unfavorable due to timing of pension payments
    - Vendor net $338K favorable: Permit Costs ($194K), snow-storm costs ($135K), highway ($200K), offset by favorable timing of expenses

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CASH BANK ACCOUNTS – Unaudited, August 2026

General Fund	24,039,400
Disbursement	-
Debit Card Account	25,049
Special Revenue	31,651
Payroll	-
Medical Contributions	-
Solicitor	10,036
City Items	-
Other Misc Accounts	24,991
Total Operating Fund Cash	24,131,127

ARPA	1,522,488
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Grant Fundings Account	502,690
Capital Fund	274,797
Rubbish Fund	1,547,073
Rental Fund	539,986
Liquid Fuels Account	410,907
Special Events Fund	135,265
Police associated accounts (mostly forfeiture)	532,137
Bankruptcy Accounts	3,452,962
Total Special Purpose Fund Cash	13,424,711

Does not include about $84.1M in Fiduciary Funds (Escrows and Pensions)

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City of Chester Monthly Budget Report

August, 2026- Period 8 of 12 | 66.7% Percent of Year Elapsed | (Unaudited)

Revenue	YTD	YTD Budget	YTD Budget $ Variance	YTD Budget % Variance
RE Taxes: Current	7,597,043	7,310,000	287,043	3.9%
RE Taxes: Prior	732,343	1,400,000	(667,657)	-47.7%
RE Taxes: Penalties & Interest	170,337	70,000	100,337	143.3%
	8,499,723	8,780,000	(280,277)	-3.2%
Host Fees				
Covanta	4,435,781	2,400,000	2,035,781	84.8%
Casino	3,053,796	4,746,000	-1,692,204	-35.7%
	7,489,577	7,146,000	343,577	4.8%

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Revenue	YTD	YTD Budget	YTD Budget $ Variance	YTD Budget % Variance
Library Tax Revenue	348,665	327,000	21,665	6.6%
Business Privilege Tax	1,912,197	1,225,000	687,197	56.1%
PILOT	116,000	11,000	105,000	954.5%
Transfer Tax	429,570	333,336	96,234	28.9%
Parking	424,520	578,336	(153,816)	-26.6%
Local Muni Tax	332,004	353,000	(20,996)	-5.9%
Earned Income Tax	13,498,465	11,400,000	2,098,465	18.4%
Distressed Pension EIT	5,762,700	6,386,000	(623,300)	-9.8%
Amusement Tax	-	-	-	N/A
State Pension Aid	-	-	-	N/A
ARPA (Ops Replacement)	108,404	75,000	33,404	44.5%
Department Revenues	2,204,230	1,821,046	383,184	21.0%
Interest Income	193,513	266,664	(73,151)	-27.4%
Grant Revenue	318,481	429,112	(110,631)	-25.8%
Allocated Cost	1,290,173	1,147,560	142,613	12.4%
Other Income	208,277	269,792	(61,515)	-22.8%
	27,147,199	24,622,846	2,524,353	10.3%
Total General Fund Revenues	43,136,499	40,548,846	2,587,653	6.4%
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Expenditures Total	37,847,163	38,753,721	906,558	
Net Surplus (Deficit) YTD	5,289,396	1,795,125	3,494,211	

* *Not including $40+ Million in unpaid pension contributions.*

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Expenditures	YTD Actual	YTD Budget	Annual Budget	YTD Budget $ Variance (unfav)	YTD Budget % Variance (unfav)
Total Compensation	13,382,510	14,186,726	20,494,339	804,216	5.7%
Total Benefits	16,658,985	16,423,383	29,489,273	(235,602)	-1.4%
Total Other	7,805,668	8,143,612	12,215,399	337,944	4.1%
Totals by Function	37,847,163	38,753,721	62,199,011	906,558	2.3%

* Not including $40+ Million in unpaid pension contributions.

(Note: For Comp - January and July are the months with 3 pay periods in 2026; other 10 months have 2

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Pensions / Other Post Employment Benefits (OPEB)

Pension Assets 12/31/25:

- $74.5M, $27.7M / 37.1% two- year growth

Pension Liabilities:

- Net Actuarial Pension **Liability $145M+** (12/31/23)
- Balance of **$40M+** in unpaid mandated contributions from pre 2020 years, (increases with annual interest)
- Annual PA mandated MMO and ACT 205 for 2026 = $13.8M
  - 22.2% of annual budget

Pension Payments:

- Paid mandated amounts since 2020
- Paid "extra" $4.5M in 2024 & 2025 toward pre 2020 years

- OPEB **Liability $257M+** (12/31/2023)

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