



FY 2024 Adopted Budget

April 10, 2023

FY 2024 BUDGET - SUMMARY

Total Budgets:

- City Wide: \$290.1M (Increase of \$21M / 7.8% over FY 2023)
- General Fund: \$129.1M (Increase of \$6.8M / 5.5% over FY 2023)

Other Highlights:

- Capital Projects: \$69.7M (Increase of \$12.8M / 22.5% over FY 2023)
- GF Fund Balance: +\$43.4M (2024 Projection with a \$3.4M operating use of fund balance – and pending FY 2023 Final)
- Cash for Equipment: \$7.2M (General Fund all cash - \$6.2M)

FY 2024 BUDGET – GROWTH REVIEW (\$ in millions)

	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023	FY2024
Total City Wide Budget	186.3	207.6	214.1	210.1	227.5	230.3	251.7	269.1	290.1
Capital Projects *	20.5	22.1	24.9	26.7	40.1	40.9	61.3	56.9	69.7
Strategic Addition **	-	2.3	2.3	2.3	2.3	2.3	2.3	2.8	2.9
Nonrecurring ***	-	-	-	-	-	-	-	12.7	8.7
Net Operating Budget	165.8	183.2	186.9	181.1	185.1	187.1	188.1	196.7	208.9
							Annualized Growth from 2016		2.93%
Population	78,005	78,368	77,962	77,330	78,680	78,680	78,680	78,680	78,680
Operating cost / person	2,126	2,338	2,397	2,342	2,353	2,378	2,391	2,500	2,654
							Annualized Growth from 2016		2.81%
Actual + Encumbrances	172.1	189.4	191.2	189.0	193.6	198.9	253.5	N/A	N/A
Total Cost / person	2,206	2,417	2,452	2,444	2,461	2,528	3,222		
							21.2	Library Exp -not budgeted	

* Larger projects are paid from accumulated fund savings = can vary significantly year to year. In addition, some get rolled to the next year due to timing etc.

** Non-capital Strategic Addition since 2016 = HR Sales Tax increase for County Mental Health. (not including increase for Connect Transit, Pensions etc.)

*** Nonrecurring material items such as ARPA (FY23), Library Contribution to FB (4.8M in FY24) and Subsidy Transfers to other funds (3.9M in FY24).

FY 2024 BUDGET – MAJOR TAX REVENUES

Revenue Source	2023 Budget	2024 Adopted	Dollar Change	Percent Change	Notes
Property Tax Levy	27,254,285	29,234,034	1,979,749	7.26%	Library- \$400K increase for bond/EAV, City- \$1.4M EAV increase for Police/Fire Pensions.
Home Rule Sales Tax	27,810,298	28,500,000	689,702	2.48%	Small increase due to trend.
State Sales Tax	16,500,000	18,000,000	1,500,000	9.09%	Increase due to trend.
Income Tax	9,000,000	10,000,000	1,000,000	11.11%	Increase due to Corp Inc Tax increases. FY 2022 Actuals=\$12.4M, FY 2023 Projected=\$12.2M.
Utility Tax	5,463,016	5,964,354	501,338	9.18%	Reduction in Telecom continues, increase in Natural Gas Rates.
Food & Beverage Tax	4,522,062	5,100,000	577,938	12.78%	Increase due to trend.
Local Motor Fuel Tax	4,100,000	4,000,000	(100,000)	-2.44%	Pre-COVID 4.7M.
Local Use Tax	3,030,000	3,100,000	70,000	2.31%	Increase per trend. Per capita revenue.
Franchise Tax	1,922,636	1,922,636	-	0.00%	Agreements in place with utilities/status quo.
Replacement Tax	2,500,000	3,000,000	500,000	20.00%	Increase due to Corporate Income Tax / IML estimate. FY 2022 Actuals=\$3.9M, FY 2023 Projected=\$5.9M.
Hotel & Motel Tax	1,750,000	1,750,000	-	0.00%	Status quo.
Package Liquor	1,503,002	1,450,000	(53,002)	-3.53%	Small decrease per trend.
Amusement Tax	1,020,000	1,140,000	120,000	11.76%	Increase due to addition of streaming - triggered by State statute change.
Video Gaming Tax	1,200,000	1,300,000	100,000	8.33%	Small increase based on trend.
TOTAL MAJOR REVENUES	107,575,298	114,461,024	6,885,725	6.40%	

Levy (1,979,749)

Net Increase 4,905,976

\$4.9M-Online retail tax, food & beverage tax, utility tax, income/replacement tax, cannabis tax, streaming tax)

Note: Not all revenues in the above exhibit are General Fund related (Property Tax Levy-Library, TIF's, Bond Fund/ Home Rule Sales Tax-10% Asphalt & Concrete Fund and a portion for Arena Debt/ Local Motor Fuel Tax = 100% Asphalt & Concrete Fund/ A portion of the Replacement Tax shared with Library, Police/Fire Pension and Bond Funds.

FY 2024 BUDGET – GENERAL FUND - REVENUES

Revenues	2023 Budget	2024 Adopted	Dollar Change	Percent Change	Notes
Use of Fund Balance	2,804,200	3,435,307	631,108	22.5%	Subsidies for Arena, Lincoln Garage, Golf, Streets/Sidewalks
Taxes	92,634,065	99,825,290	7,191,225	7.8%	+1.4M Property Taxes for Police/Fire Pensions, +1M Income Tax,
Licenses	710,045	715,011	4,966	0.7%	
Permits	813,500	887,800	74,300	9.1%	
Intergov Revenue	6,968,904	272,361	(6,696,543)	-96.1%	No ARPA
Charges for Services	13,406,037	17,380,922	3,974,885	29.6%	Ambulance Fees 3.2M increase, Aquatics 500K increase due to O'Neil Pool
Fines & Forfeitures	736,000	703,000	(33,000)	-4.5%	
Investment Income	160,529	1,802,050	1,641,521	1022.6%	Interest Rates increased
Misc Revenue	537,687	512,347	(25,340)	-4.7%	
Sale Capital Assets	24,374	12,000	(12,374)	-50.8%	
Transfer In	3,516,411	3,528,951	12,540	0.4%	
TOTAL REVENUE	122,311,750	129,075,038	6,763,288	5.5%	

FY 2024 BUDGET – GENERAL FUND - EXPENSES

Expenditures	2023 Budget	2024 Adopted	Dollar Change	Percent Change	Notes
Salaries	44,712,639	48,366,072	3,653,434	8.2%	Staff additions
Benefits	13,120,079	12,455,084	(664,994)	-5.1%	IMRF rate decrease
Contractuals	13,427,602	16,495,843	3,068,241	22.9%	IT initiatives +570K, Gov Ctr repairs +550K, Police +268K Axon agreement
Commodities	8,585,060	9,891,987	1,306,927	15.2%	Fuel +370K, Rock Salt +225K , Utilities etc. (O'Neil open) + 500K
Capital Expenditures	5,402,485	6,249,855	847,370	15.7%	Equip roll-forwards from 2023
Principal Expense	1,776,522	1,452,800	(323,722)	-18.2%	Redux from paying cash
Interest Expense	143,046	99,893	(43,153)	-30.2%	Redux from paying cash
Other Intergov Exp	17,764,149	16,803,460	(960,689)	-5.4%	-576K Connect Transit, -477 Fire Pension
Other Expenditures	8,695,369	5,650,623	(3,044,747)	-35.0%	No ARPA
Transfer Out	8,684,800	11,609,422	2,924,622	33.7%	+700K Cap Imp, Golf 1.25M, Lincoln Garage +465K, +1M Streets
TOTAL EXPENSE	122,311,750	129,075,038	6,763,288	5.5%	

FY 2024 GENERAL FUND – BY FUNCTION

Function / Department	2023 Adopted	2024 Proposed	Dollar Change	% Change	Notes	2024 Expense Net of non-tax revenue	Revenue Notes
Admin-Other (Legal, Finance etc.)	\$ 15,448,019	\$ 11,102,222	\$ (4,345,798)	-28.1%	Less ARPA Grant	na	
Public Safety	\$ 61,066,452	\$ 64,834,823	\$ 3,768,371	6.2%	Amb Ins Write-Off +2.4M, Sal +1.5M	\$54,973,023	Ambulance, Towing, Resource officers
Econ - Comm Dev	\$ 5,473,444	\$ 6,403,576	\$ 930,131	17.0%		\$ 4,620,906	Permits, Fees, Reimb from IHDA, CDBG
Facilities Maint, Govt. Center, Parking	\$ 2,694,984	\$ 3,137,116	\$ 442,133	16.4%		\$ 2,987,100	Parking fees
Fleet Maintenance	\$ 3,860,002	\$ 4,345,487	\$ 485,484	12.6%	Fuel +370K	\$ 4,118,181	Fuel charges to outside agencies
PW Admin, Street Mnt., Eng. Snow & Ice	\$ 8,549,372	\$ 10,115,968	\$ 1,566,596	18.3%	Sal +400K, Equip/Vehicles +800K	\$ 9,272,668	Pavement cut repairs, IDOT reimbursements
Parks, Rec & Cultural Arts	\$ 13,675,484	\$ 15,143,219	\$ 1,467,735	10.7%	Sal +760K, Cont. +460K, Comm +440K	\$11,346,221	Ice, Zoo, Programs, Aquatics, BCPA
Public Transportation	\$ 1,486,265	\$ 910,000	\$ (576,265)	-38.8%	Connect Transit reduced ask	na	
McLean County Health	\$ 2,781,030	\$ 2,850,000	\$ 68,970	2.5%	Increase in HRST	na	
Asphalt & Concrete Transfer	\$ -	\$ 1,000,000	\$ 1,000,000	0.0%	Transfer from GF 1M	na	
Capital Improvement Fund Transfer	\$ 2,630,366	\$ 3,300,000	\$ 669,634	25.5%	Additional funding for projects	na	
Bonds-Interest Transfer	\$ 828,877	\$ 576,710	\$ (252,167)	-30.4%	Less transfer needed for debt	na	
Enterprise Funds Subsidy Transfer	\$ 3,817,454	\$ 5,355,918	\$ 1,538,464	40.3%	Arena 3M, Golf 1.25M, ALG 1.1M	na	
TOTAL EXPENSE	\$ 122,311,750	\$ 129,075,038	\$ 6,763,288	5.5%			

FY 2024 CITY WIDE BUDGET - REVENUES

Revenues	2023 Budget	2024 Proposed	Dollar Change	Percent Change	Notes
Use of Fund Balance	33,090,695	43,746,121	10,655,426	32.2%	GF \$3.4M, MFT \$21.5M, Cap Imp \$1.5M, Asphalt & Conc \$2M, Water \$10.7M, Arena \$3M
Taxes	109,574,299	116,601,024	7,026,724	6.4%	Increase due to online retail tax, Income/Replacement Tax, streaming, property tax for Police & Fire Pensions
Licenses	752,045	757,011	4,966	0.7%	
Permits	829,500	905,800	76,300	9.2%	
Intergov Revenue	21,111,998	11,572,379	(9,539,619)	-45.2%	No ARPA in FY 2024, No IEPA for Locust Colton Phase 2/3 in FY24. Paying cash for Phase 4/5
Charges for Services	73,253,933	78,569,065	5,315,132	7.3%	Annual increase in Ambulance (GMET), Sewer, Storm Water and Solid Waste. O'Neil Pool planned re-opening
Fines & Forfeitures	1,177,500	1,607,500	430,000	36.5%	
Investment Income	1,308,111	4,095,065	2,786,954	213.1%	Interest rates and Investment Advisors impact
Misc Revenue	9,641,245	11,404,475	1,763,230	18.3%	Net changes in Enterprise related borrowings (East St. Basin net increase)
Sale Capital Assets	43,549	31,175	(12,374)	-28.4%	
Capital Lease Proceeds	3,628,844	2,930,675	(698,169)	-19.2%	Decrease due to paying cash for equipment in GF
Contribution Revenue	75,503	50,503	(25,000)	-33.1%	
Transfer In	14,614,664	17,863,778	3,249,113	22.2%	+\$700K Cap Imp, +\$1M Asph & Conc., +460K Lincoln Parking, +\$1.3M Golf Fund.
TOTAL REVENUE	269,101,886	290,134,570	21,032,684	7.8%	

FY 2024 CITY WIDE BUDGET - EXPENSES

Expenditures	2023 Budget	2024 Proposed	Dollar Change	Percent Change	Notes
Salaries	58,034,667	63,232,436	5,197,769	9.0%	Various staffing to advance City initiatives
Benefits	17,335,530	16,798,150	(537,380)	-3.1%	Decrease in IMRF rate
Contractuals	51,371,561	56,939,249	5,567,688	10.8%	+\$500K Govt. Center, +2.3M Water Fund Project Engineering Services, +1.3 Arena (Ent. Division) mainly artist fees.
Commodities	18,627,947	19,152,674	524,727	2.8%	Increase for concrete, asphalt, fuel, utilities
Capital Expenditures	62,692,654	73,449,711	10,757,057	17.2%	Capital Projects \$12.8M increase over FY 2023.
Principal Expense	10,018,828	9,766,947	(251,880)	-2.5%	Reduction related to paying cash for equipment in GF
Interest Expense	1,577,645	2,268,090	690,445	43.8%	O'Neil Pool/Library Bond interest payment (FY 24 is 1st full year).
Other Intergov Exp	17,845,149	16,884,460	(960,689)	-5.4%	Fire Pension less per actuarial. City's Connect Transit annual contribution lower per Connect Transit.
Other Expenditures	16,983,240	13,779,074	(3,204,166)	-18.9%	No ARPA Expenditures in General Fund in FY 2024 compared to \$5.6M in FY 2023.
Transfer Out	14,614,664	17,863,778	3,249,113	22.2%	+\$700K to Cap Imp, +\$1M to Asph & Conc., +460K Lincoln Parking, +\$1.3M Golf Fund.
TOTAL EXPENSE	269,101,886	290,134,570	21,032,684	7.8%	

FY 2024 CITY WIDE BUDGET – BY FUND

Fund	2023	2024	Dollar	Percent	Notes
	Budget	Adopted	Change	Change	
General Fund	122,311,750	129,075,038	6,763,288	6%	+3M Comp, +3M Contractuals, +1M Roads, +867K equipment
Motor Fuel Tax Fund	25,205,000	26,693,600	1,488,600	6%	Capital Projects-Carryforward Hamilton & Fox Creek
Board of Elections Fund	1,248,012	688,372	(559,640)	-45%	Lowered budget for seasonals/Other Purch Services
Drug Enforcement Fund	248,250	228,450	(19,800)	-8%	
Community Development	1,838,271	1,711,392	(126,879)	-7%	
IHDA Fund	902,134	293,650	(608,484)	-67%	FY23 included prior program extensions. FY24 normal level.
Library Fund	9,069,231	12,276,961	3,207,730	35%	State grant timing to reserves - not actual expense
Park Dedication Fund	52,779	30,000	(22,779)	-43%	Small overall dollar increase.
TIF Funds	467,734	659,514	191,780	41%	Contribution to FB in Empire TIF-increasing by \$140K
Debt Service Funds	10,113,857	9,530,128	(583,729)	-6%	Equipment Leases rolling off
Capital Improvements Fund	4,230,366	5,612,000	1,381,634	33%	Capital Projects-funded via transfer from GF.
Cap Improv Asphalt/Concrete	7,000,000	10,000,000	3,000,000	43%	Additional Roads / Sidewalks
Water Fund	26,238,252	27,795,003	1,556,750	6%	Capital Projects/Chemical cost increase of \$340K
Sewer Fund	11,561,675	12,229,684	668,009	6%	Capital Projects
Storm Water Fund	7,839,853	8,446,869	607,016	8%	Capital Projects
Solid Waste Fund	8,194,055	8,563,100	369,046	5%	+290K Recycle Transfer Fee
Abraham Lincoln Parking	975,805	1,485,000	509,195	52%	Capital Projects
Golf Fund	2,776,522	3,885,815	1,109,293	40%	Capital Projects/Cash for Equipment
Arena Fund	7,852,176	11,302,940	3,450,764	44%	Capital Projects, +2M for Entertainment (offset by rev)
Insurance Internal Service Fund	19,975,829	18,836,612	(1,139,217)	-6%	Decrease in Health Premiums
J M Scott Healthcare Fund	1,000,335	790,443	(209,892)	-21%	
TOTAL EXPENSE	269,101,886	290,134,570	21,032,684	8%	

FY 2024 BUDGET – CAPITAL PROJECTS – BY FUND

Fund	FY2023	FY2024	Change
Capital Improvement	4,230,366	5,612,000	1,381,634
Asphalt and Concrete	7,000,000	10,000,000	3,000,000
MFT (State)	25,205,000	26,693,600	1,488,600
Water	7,901,750	9,466,250	1,564,500
Sewer	4,792,000	6,467,500	1,675,500
Storm Water	2,642,000	4,367,500	1,725,500
Solid Waste	-	150,000	150,000
Arena	3,800,000	5,000,000	1,200,000
BCPA Capital Campaign	500,000	-	(500,000)
Lincoln Parking Deck	600,000	1,100,000	500,000
Golf Fund	235,000	865,000	630,000
TOTAL	56,906,116	69,721,850	12,815,734

FY 2024 BUDGET

Highlights - Net McLean County Museum Support

Total Budgets:

➤ City Wide:	\$290,134,570
Museum	<u>-\$45,000</u>
Net Adoption	\$290,089,570
➤ General Fund:	\$129,075,038
Museum	<u>-\$45,000</u>
Net Adoption	\$129,030,038

FY 2024 BUDGET

Resources

- The Proposed Budget can be viewed in detail - Via the Web at: www.cityblm.org/budget
 - Budget Book Highlights:
 - Book 1 - Budget Overview section: Year over Year Summary of Revenues / Expenditures
 - Book 2 - Capital Improvement Program section: Summary and Details on Infrastructure Projects
 - Both Books - Department - Fund Narratives: Department - Fund description and highlights
 - The Adopted Budget Books will be available on the City website by May 31, 2023
 - Additional Resources: Budget Video Series, City Annual Comprehensive Financial Report, Statistical Section, which describes assets and services supported by the Budget. All can be located on the City's website at: www.cityblm.org/government/departments/finance

FY 2024 BUDGET - HIGHLIGHTS

Capital Projects of \$69.7M:

- \$36.7M Streets and Sidewalks (\$10.0M Asphalt/Concrete + \$26.7M MFT)
- \$20.3M Water-Sewer Infrastructure
- \$12.7M Taking Care of What We Have - Facility Maintenance; Quality of Life – Parks / Rec Golf; Environmental - Studies for Solar and EV etc.

➤ Other Highlights:

- \$12.3M Public Safety Pensions at 100%
- \$ 7.2M Cash for Equipment (General Fund at 100% = no interest costs)
- +89,000 Supported Police and Fire Service Runs
- +1,000 Miles of Sewer and Water Lines Maintained (4 billion gallons of water provided)
- +17,000 Tons of Trash / Recycling Hauled (+34 million pounds)
- +600,000 Parks, Cultural and Library Attendees / Visitors

Ultimate Goal – Good Stewards of the Taxpayer's Funds

FY 2024 BUDGET

Recommend

Adopt the FY2024 Budget as presented in the amount of:

\$290,089,570

FY 2024 BUDGET

Questions - Comments