

# FY 2022 Budget Discussion #2

*February 22, 2021*

# FY 2022 Budget

## Highlights

### Total Budgets:

- ▶ City Wide: \$250.3M (Increase of \$20M / 8.7% over FY 2021)
- ▶ General Fund: \$109.1M (Decrease of \$1.2M / 1.1% under FY 2021)

### Other Highlights:

- ▶ Capital Projects: \$59.9M (Increase of \$19M / 46.4% over FY 2021)
- ▶ GF Fund Balance: +\$24.3M (2022 Projection - Pending FY 2021 Audit)
- ▶ Cash for Equipment: \$1.1M (\$600K in General Fund)

# FY 2022 Major Tax Revenue Summary

Revenue Source	2021 Budget	2022 Proposed	Dollar Change	Percent Change	Notes
Property Tax Levy	25,852,373	26,008,629	156,256	0.60%	Increase in EAV
Home Rule Sales Tax	23,448,442	22,053,823	(1,394,619)	-5.95%	Decrease due to COVID-19
State Sales Tax	14,500,000	14,500,000	-	0.00%	FY2021 Trend
Income Tax	8,000,000	8,000,000	-	0.00%	FY2021 Trend
Utility Tax	5,980,777	5,858,063	(122,714)	-2.05%	Reduction in Telecomm
Food & Beverage Tax	4,575,000	4,000,000	(575,000)	-12.57%	Decrease due to COVID-19
Local Motor Fuel Tax	4,700,000	4,000,000	(700,000)	-14.89%	Decrease due to COVID-19
Local Use Tax	2,400,000	2,400,000	-	0.00%	Online Retail Use Tax to Home Rule with 1/1/21 legislation
Franchise Tax	2,000,000	1,922,636	(77,364)	-3.87%	Slight decrease due to cable
Replacement Tax	1,795,400	1,600,000	(195,400)	-10.88%	Decrease/IML estimate
Hotel & Motel Tax	1,650,000	900,000	(750,000)	-45.45%	Decrease due to COVID-19
Package Liquor	1,300,000	1,400,000	100,000	7.69%	Increase due to COVID-19, purchasing for in home consumption
<b>TOTAL MAJOR REVENUES</b>	<b>96,201,992</b>	<b>92,643,152</b>	<b>(3,558,840)</b>	<b>-3.70%</b>	

# FY 2022 General Fund Budget - Revenues

Revenues	2021 Budget	2022 Proposed	Dollar Change	Percent Change	Notes
Use of Fund Balance	786,361	3,397,506	2,611,145	332.1%	Restricted Pension Reserves-\$2.8M, \$617K COVID related shortfall
Taxes	89,966,418	86,130,956	(3,835,463)	-4.3%	Decrease due to COVID-19 - see Major Tax Exhibit
Licenses	626,070	621,945	(4,125)	-0.7%	
Permits	820,975	820,975	-	0.0%	
Intergov Revenue	240,289	264,918	24,629	10.2%	
Charges for Services	13,020,069	13,008,054	(12,015)	-0.1%	
Fines & Forfeitures	792,400	665,700	(126,700)	-16.0%	Small decrease due to COVID-19
Investment Income	531,675	111,175	(420,500)	-79.1%	Declining Interest rates
Misc Revenue	532,805	517,865	(14,940)	-2.8%	
Sale Capital Assets	31,500	28,500	(3,000)	-9.5%	
Transfer In	2,892,090	3,499,107	607,018	21.0%	Increase in charges to Enterprise Funds - Software cost & Credit Card fees
<b>TOTAL REVENUE</b>	<b>110,240,652</b>	<b>109,066,701</b>	<b>(1,173,951)</b>	<b>-1.1%</b>	

# FY 2022 General Fund Budget - Expenses

Expenditures	2021 Budget	2022 Proposed	Dollar Change	Percent Change	Notes
Salaries	41,993,893	42,318,251	324,358	0.8%	Net of Vacancy offset, Increase of 1.31%
Benefits	11,545,824	12,333,409	787,585	6.8%	Increase in insurance costs, slight decrease in IMRF
Contractuals	13,237,341	13,546,742	309,400	2.3%	
Commodities	8,478,600	7,823,700	(654,900)	-7.7%	Decrease for fuel \$200k, Rock Salt \$250K, Electricity \$250K
Capital Expenditures	648,848	600,000	(48,848)	0.0%	\$600K in cash for equipment, rest in capital lease
Principal Expense	2,337,004	2,357,280	20,276	0.9%	
Interest Expense	317,685	248,823	(68,862)	-21.7%	Decrease related to capital leases
Other Intergov Exp	15,676,376	17,662,606	1,986,230	12.7%	Increase in Public Safety Pensions
Other Expenditures	4,519,479	3,616,894	(902,585)	-20.0%	Decrease in Ambulance Bad Debt and Insurance adjustments
Transfer Out	11,485,603	8,558,997	(2,926,605)	-25.5%	Decrease Asphalt/Concrete due to less LMFT & HR , CIF using fund balance
<b>TOTAL EXPENSE</b>	<b>110,240,652</b>	<b>109,066,701</b>	<b>(1,173,951)</b>	<b>-1.1%</b>	

# FY 2022 City Wide Budget - Revenues

Revenues	2021 Budget	2022 Proposed	Dollar Change	Percent Change	Notes
Use of Fund Balance	18,587,279	34,615,199	16,027,920	86.2%	Restricted Pension Reserves-\$2.8M, \$13.5M MFT projects, \$11.7M Water projects
Taxes	99,253,592	95,522,152	(3,731,440)	-3.8%	Decrease due to COVID-19 - see Major Tax Exhibit
Licenses	670,070	663,945	(6,125)	-0.9%	
Permits	836,975	836,975	-	0.0%	
Intergov Revenue	15,328,338	12,727,228	(2,601,110)	-17.0%	\$2M decrease in State MFT grants compared to FY 2021
Charges for Services	68,499,353	70,643,571	2,144,218	3.1%	Annual increase in Ambulance, Sewer, Storm Water and Solid Waste fees
Fines & Forfeitures	1,583,400	1,131,200	(452,200)	-28.6%	Small decrease due to COVID-19
Investment Income	2,857,486	1,427,471	(1,430,015)	-50.0%	Declining Interest rates
Misc Revenue	1,785,708	13,842,536	12,056,828	675.2%	\$10.3M Borrowing for O'Neil Pool, \$1.95M State MFT for Fox Creek Bridge/Road
Sale Capital Assets	51,675	47,675	(4,000)	-7.7%	
Capital Lease Proceeds	4,945,076	5,333,115	388,039	7.8%	Small increase over FY 2021-\$1.1M equipment proposed as cash purchases in FY 2022
Transfer In	15,921,620	13,544,622	(2,376,998)	-14.9%	Decrease Asphalt/Concrete due to less LMFT & HR , CIF using fund balance
<b>TOTAL REVENUE</b>	<b>230,320,572</b>	<b>250,335,690</b>	<b>20,015,118</b>	<b>8.7%</b>	

# FY 2022 City Wide Budget - Expenses

Expenditures	2021 Budget	2022 Proposed	Dollar Change	Percent Change	Notes
Salaries	55,524,777	55,459,768	(65,009)	-0.1%	
Benefits	16,078,586	16,618,153	539,567	3.4%	Increase in insurance costs, slight decrease in IMRF
Contractuals	49,744,492	49,851,182	106,690	0.2%	
Commodities	16,820,628	15,485,919	(1,334,709)	-7.9%	Decrease for fuel \$200k, Rock Salt \$250K, Electricity \$250K
Capital Expenditures	40,661,412	62,041,995	21,380,583	52.6%	Capital Projects \$19.9M higher than FY 2021/\$600K GF Cash for equipment in FY 2022
Principal Expense	10,617,559	10,707,328	89,768	0.8%	
Interest Expense	2,248,424	2,000,795	(247,629)	-11.0%	Decrease related to capital leases
Other Intergov Exp	15,740,376	17,743,606	2,003,230	12.7%	Increase in Public Safety Pensions
Other Expenditures	6,962,697	6,882,322	(80,375)	-1.2%	Decrease in Ambulance Bad Debt and Insurance adjustments
Transfer Out	15,921,620	13,544,622	(2,376,998)	-14.9%	Decrease Asphalt/Concrete due to less LMFT & HR , CIF using fund balance
<b>TOTAL EXPENSE</b>	<b>230,320,572</b>	<b>250,335,690</b>	<b>20,015,118</b>	<b>8.7%</b>	

# FY 2022 - Capital Improvements

<b>Arena Fund</b>	<b>Proposed FY 2022</b>	<b>Ward(s)</b>
Arena RTU Improvements-Design	\$ 100,000	6
<b>Total Arena Fund Projects Funded:</b>	<b>\$ 100,000</b>	

<b>Capital Improvement Fund/General Fund</b>	<b>Proposed FY 2022</b>	<b>Ward(s)</b>
<b><u>Fire Capital Improvement Projects</u></b>		
Headquarters Fire Station Roof Replacement	\$ 115,000	6
<b><u>Facilities Capital Improvement Projects</u></b>		
Unforeseen Major Facility Repairs	\$ 100,000	Citywide
Design-Police Administration HVAC Controls Upgrade	\$ 30,000	6
<b><u>Parking Capital Improvement Projects</u></b>		
Design-Market Street Garage Replacement	\$ 100,000	6



# FY 2022 - Capital Improvements

<b>Capital Improvement Fund/General Fund</b>	<b>Proposed FY 2022</b>	<b>Ward(s)</b>
<b><u>Parks Capital Improvement Projects</u></b>		
O'Neil Park Pool and Park Renovations	\$10,300,000	7
Unforeseen Major Repairs Throughout PRCA Department	\$ 50,000	Citywide
Sweeney Park Playground and amenities	\$ 150,000	3
Miller Park Playground Surfacing Replacement	\$ 135,000	6
Miller Park Pavilion Roof, Pillars, Porch, Deck	\$ 100,000	6
Lincoln Leisure Center-Parking Lot	\$ 140,000	1
Route 66 Trail Funk's Grove to McLean 4.8 miles, Section 6	\$ 10,500	County
Route 66 Trail-Towanda to Lexington-(Design Phase 1 & 2, Construction & CE)	\$ 6,000	County
Bloomington Ice Center Dehumidifier System - Improvements	\$ 30,000	6

# FY 2022 - Capital Improvements

Capital Improvement Fund/General Fund	Proposed FY 2022	Ward(s)
<b><u>Public Works Capital Improvement Projects</u></b>		
The Grove on Kickapoo Creek Subdivision Pavement Oversizing	\$ 155,000	8
Const. Trail Extension: Lincoln St to Lafayette St - Land	\$ 25,000	1
Const. Trail Extension: Lafayette St to Hamilton Rd - PH I Design	\$ 85,000	1, 2
Meadowbrook Subdivision Improvement Project-Design	\$ 275,000	1
<b>Total Capital Improvement Fund Projects Funded:</b>	<b>\$ 11,806,500</b>	

<b><u>Public Works Capital Improvement Fund (Asphalt &amp; Concrete)</u></b> <b><u>Projects</u></b>	Proposed FY 2022	Ward(s)
Multi-Year Street & Alley Resurface Program	\$ 5,800,000	Citywide
Multi-Year Sidewalk Repair Program	\$ 1,200,000	Citywide
Multi-Year Street, Alley & Sidewalk Repairs	\$ 200,000	Citywide
<b>Total Capital Improvement Fund (Asphalt &amp; Concrete) Projects Funded:</b>	<b>\$ 7,200,000</b>	

# FY 2022 - Capital Improvements

<b>Motor Fuel Tax Fund</b>	<b>Proposed FY 2022</b>	<b>Ward(s)</b>
Street Lighting Charges	\$ 500,000	Citywide
Fox Creek Road Bridge & Road Improvements: Danbury to Beich Road	\$ 8,455,000	2
Hamilton Road (Bunn Street to Morrissey Drive) - RR including utility relocation	\$ 4,900,000	1, 2, 8
Hamilton Road (Bunn Street to Morrissey Drive) - Construction (City Share)	\$ 6,417,966	1, 2, 8
<b>Total Motor Fuel Tax Projects Funded:</b>	<b>\$ 20,272,966</b>	
<b>Enterprise Fund(s)</b>		
	<b>Proposed FY 2022</b>	<b>Ward(s)</b>
<b>Water Fund</b>		
Multi-Year GIS Consultant Services	\$ 38,750	Citywide
Multi-Year Consultant Leak Detection for Water Loss Prevention	\$ 200,000	Citywide
Meadowbrook Subdivision Water Main Replacement - Design	\$ 220,000	1
Van Schoick St WMR - Design	\$ 43,000	6
Fox Creek Road Bridge & Road Improvements: Danbury to Beich Road	\$ 500,000	2

# FY 2022 - Capital Improvements

<b>Water Fund</b>	<b>Proposed FY 2022</b>	<b>Ward(s)</b>
The Grove on Kickapoo Creek Subdivision Oversizing	\$ 30,000	8
Locust Colton CSO Elim. & WMR, Phase 3, non-SRF Loan Expenses	\$ 80,000	4
Locust Colton CSO Elim. & WMR, Phase 3, SRF Loan Expenses	\$ 2,042,000	4
Fort Jesse Ground Storage Tanks 1 & 2 Rehabilitation - Construction	\$ 6,200,000	Lake Bloomington
Water Treatment Plant PAC Storage & Feed Facility	\$ 100,000	Lake Bloomington
WTP Settled Water Pipe Cleaning - Design	\$ 40,000	Lake Bloomington
WTP Settled Water Pipe Cleaning - Construction	\$ 210,000	Lake Bloomington
Water Treatment Plant Chlorine Gas Scrubber - Construction	\$ 500,000	Lake Bloomington
Water Treatment Plant Ammonia System - Construction	\$ 500,000	Lake Bloomington
Lake Bloomington Maintenance Facility -Design	\$ 185,000	Lake Bloomington
Watershed Improvements	\$ 200,000	Lake Bloomington
Reservoir Shoreline/Stream Erosion -Planning	\$ 25,000	Lake Bloomington
Multi-Year Reservoir Shoreline / Stream Erosion Control Imp.	\$ 200,000	Lake Bloomington
Multi-Year Compound Meter Upgrades	\$ 100,000	Citywide
R900 Gateway Multi-Year Installation	\$ 25,000	Citywide
Hamilton & Enterprise Zone Pump Stations - Design	\$ 1,500,000	Citywide
<b>Total Water Fund Projects Funded:</b>	<b>\$ 12,938,750</b>	

# FY 2022 - Capital Improvements

<b>Sewer Fund</b>	<b>Proposed FY 2022</b>	<b>Ward(s)</b>
Multi-Year Sanitary Sewer Assessment	\$ 400,000	Citywide
Locust Colton CSO Elimination & Water Main Replacement - Construction- Phase 3 - IEPA SRF Loan Eligible	\$ 1,661,000	4
Locust Colton CSO Elimination & Water Main Replacement - Construction- Phase 3 - IEPA SRF non-Loan Eligible	\$ 50,000	4
Mutli-Year Sanitary Sewer Rehabilitation	\$ 1,750,000	Citywide
Miller Street Sanitary Sewer (800 East Block)	\$ 200,000	1
Gray Avenue Sanitary Sewer (300 Block)	\$ 200,000	1
Sugar Creek Forcemain Improvements - Construction	\$ 1,600,000	2
<b>Total Sewer Fund Projects Funded:</b>	<b>\$ 5,861,000</b>	
<b>Storm Water Fund</b>	<b>Proposed FY 2022</b>	<b>Ward(s)</b>
Locust Colton CSO Elimination & Water Main Replacement - Construction- Phase 3 - IEPA SRF Loan Eligible	\$ 1,661,000	4
Locust Colton CSO Elimination & Water Main Replacement - Construction- Phase 3 - IEPA SRF non-Loan Eligible	\$ 50,000	4
<b>Total Storm Water Fund Projects Funded:</b>	<b>\$ 1,711,000</b>	
<b>Total All Capital Fund Projects:</b>	<b>\$ 59,890,216</b>	

# FY 2022 Budget

## Next Steps

- ▶ Remaining FY 2022 Budget Schedule:
  - ▶ Proposed Budget Presentation: March 8, 2021
  - ▶ Proposed Budget Public Hearing: March 22, 2021
  - ▶ Final Budget Adoption: April 12, 2021

## Other Resources

- ▶ The new Budget 101 Video Series can be found on the Finance-Annual Budget page of the City's website at [cityblm.org](http://cityblm.org).
- ▶ Additional FY 2022 information videos will be made available throughout the budget process.