



BUDGET IN BRIEF

FY2022 • May 1, 2021-April 30, 2022

CITY MANAGER BUDGET MESSAGE

A year ago, the COVID-19 pandemic had just emerged. No one could have predicted the tremendous impact it would have on the lives and economies of communities around the world. Now, a year later, the City finalized its FY2022 budget as the effects of the pandemic are beginning to slowly recede. While the impacts to the City were great, the resiliency of the residents and local economy proved exceptional. This strength is reflected in the coming year's budget; with no unscheduled tax or fee increases, no reductions to services and over \$60 million in capital projects being planned, including the O'Neil Park and Pool Renovation.

The FY2022 Budget was approached cautiously and includes some residual revenue impacts from the pandemic. Even with those conservative reductions, it totals \$252M, which is one of the largest budgets the City has experienced. This size does not reflect a growth in government but represents the planned execution of capital projects funded by many years of reserves set aside for that purpose. The Budget is an allocation of the City's available resources to services, programs & projects, given the community's priorities & values. It is a financial roadmap for this allocation and provides the associated guidance to City Staff.

On behalf of the City Council and Staff, we present this Budget in Brief. FY2022 is expected to be an exciting year of forward progress for the City. Through a dedication to one another, hard work and a sense of duty, we will emerge even stronger from the unprecedented event known as COVID-19.

Thank you,

Tim Gleason
City Manager

FORECASTING THE FUTURE

While every attempt is made to accurately project the City's finances and set aside an appropriate level of reserves, the City continually monitors both internal and external financial activities, with a special emphasis on:

- Continuing impact of COVID-19.
- Declining retail presence in the City.
- State imposed unfunded mandates and escalation of State imposed municipal service fees.
- Stability of the City's large employers.

These issues, along with ever increasing costs, pose obstacles to the growth and prosperity of the City. However, through the unified efforts of the City's Council, Staff and Citizens, solutions will be found, and the Community will continue to thrive.

THE BUDGET PROCESS

The City of Bloomington adopts its budget in accordance with Chapter 65 of the Illinois Compiled Statutes. The City's Fiscal Year runs from May 1-April 30. Formulation of the budget is a critical & difficult process that involves analyzing citizen input & data, projecting available revenue sources, identifying priorities, allocating resources & expenditures, reviewing City performance data, negotiating & anticipating department budgets, & establishing the fees, charges, & taxes necessary to provide adequate levels of services to the citizens of Bloomington. The budget process is continual year-round.



WHERE THE MONEY COMES FROM (Full Budget Revenues)

| Revenues Combined by Source | | |
|-------------------------------|-----------------------|----------------|
| Property Taxes | \$ 26,008,629 | 10.33% |
| Home Rule & State Sales Taxes | \$ 36,553,823 | 14.52% |
| Other Taxes | \$ 32,959,699 | 13.09% |
| License & Permits | \$ 1,500,920 | 0.60% |
| Intergovernmental Revenue | \$ 12,727,228 | 5.06% |
| Charges for Services | \$ 70,643,571 | 28.06% |
| Fines & Forfeitures | \$ 1,131,200 | 0.45% |
| Investment Income | \$ 1,427,471 | 0.57% |
| Miscellaneous Revenue | \$ 15,242,536 | 6.05% |
| Sale of Capital Assets | \$ 47,675 | 0.02% |
| Capital Lease Proceeds | \$ 5,333,115 | 2.12% |
| Transfers In | \$ 13,544,622 | 5.38% |
| Use of Fund Balance | \$ 34,615,199 | 13.75% |
| Total: | \$ 251,735,690 | 100.00% |

| Revenues by Fund Type | | |
|-----------------------|-----------------------|----------------|
| General | \$ 109,066,701 | 43.33% |
| Special Revenue | \$ 29,209,695 | 11.60% |
| Debt Service | \$ 5,938,439 | 2.36% |
| Capital Projects | \$ 25,739,615 | 10.22% |
| Enterprise | \$ 62,557,625 | 24.85% |
| Internal Service | \$ 18,350,860 | 7.29% |
| Fiduciary | \$ 872,755 | 0.35% |
| Total: | \$ 251,735,690 | 100.00% |

WHERE THE MONEY GOES (Full Budget Expenditures)

| Expenditures by Class Code | | |
|----------------------------|-----------------------|----------------|
| Salaries | \$ 55,459,768 | 22.03% |
| Benefits | \$ 16,618,153 | 6.60% |
| Contractuals | \$ 49,851,182 | 19.80% |
| Commodities | \$ 15,485,919 | 6.15% |
| Capital Expenditures | \$ 63,441,995 | 25.20% |
| Principal Expense | \$ 10,707,328 | 4.25% |
| Interest Expense | \$ 2,000,795 | 0.79% |
| Intergovernmental | \$ 17,743,606 | 7.05% |
| Other | \$ 6,882,322 | 2.73% |
| Transfers Out | \$ 13,544,622 | 5.38% |
| Total: | \$ 251,735,690 | 100.00% |

| Expenditures by Fund | | |
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| Fiduciary | \$ 872,755 | 0.35% |
| Total: | \$ 251,735,690 | 100.00% |

| Intergovernmental | | |
|---------------------------------------|----------------------|--|
| Police & Fire Pensions | \$ 13,282,511 | |
| McLean County Mental Health | \$ 2,205,382 | |
| Public Transportation | \$ 1,451,681 | |
| Other (At Rick Youth, Township, etc.) | \$ 354,032 | |
| Convention & Visitors Bureau | \$ 350,000 | |
| B-N Economic Development Council | \$ 100,000 | |
| TOTAL | \$ 17,743,606 | |

| Transfers Out | | |
|---|----------------------|--|
| Capital Improvement (Asphalt & Concrete) Fund | \$ 6,205,382 | |
| Bond & Interest Funds | \$ 3,361,282 | |
| General Fund Charges to Enterprise Funds | \$ 3,154,253 | |
| Arena Fund | \$ 427,374 | |
| SOAR | \$ 165,862 | |
| Code Enforcement | \$ 141,191 | |
| Park Dedication | \$ 30,846 | |
| Recreation | \$ 25,000 | |
| Abraham Lincoln Parking Deck | \$ 20,630 | |
| Sister City | \$ 12,101 | |
| Planning | \$ 700 | |
| TOTAL | \$ 13,544,622 | |

THE GENERAL FUND OVERVIEW

The General Fund is the primary operating fund of the City. Included are police & fire protection, parks & recreation, legal, planning, economic development, general administration of the City, & any other activity for which a special fund has not been created. The water, solid waste, sewer, storm water, golf operations, Arena, & Abraham Lincoln parking funds are expected to be self-supporting, so the revenue from & expenses incurred by these funds are excluded from the General Fund. Revenues that exceed the cost of providing General Fund services are added to the General Fund Unreserved Fund Balance. This excess revenue can be used to finance future capital improvements & provides a reserve for emergencies.

| General Fund Revenues by Class Code | | |
|-------------------------------------|-----------------------|----------------|
| Taxes | \$ 86,130,956 | 78.97% |
| Licenses | \$ 621,945 | 0.57% |
| Permits | \$ 820,975 | 0.75% |
| Intergov Revenue | \$ 264,918 | 0.24% |
| Charges for Services | \$ 13,008,054 | 11.93% |
| Fines & Forfeitures | \$ 665,700 | 0.61% |
| Investment Income | \$ 111,175 | 0.10% |
| Misc Revenue | \$ 517,865 | 0.47% |
| Sale of Capital Assets | \$ 28,500 | 0.03% |
| Transfer In | \$ 3,499,107 | 3.21% |
| Use of Fund Balance | \$ 3,397,506 | 3.12% |
| Total: | \$ 109,066,701 | 100.00% |

| General Fund Expenditures by Organization | | |
|---|-----------------------|----------------|
| General Fund Transfers | \$ 7,205,804 | 6.61% |
| Information Services | \$ 4,367,365 | 4.00% |
| Fleet Management | \$ 3,353,464 | 3.07% |
| McLean County Mental Health | \$ 2,205,382 | 2.02% |
| Economic Development | \$ 2,109,142 | 1.93% |
| Human Resources | \$ 1,724,051 | 1.58% |
| Public Transportation | \$ 1,451,681 | 1.33% |
| Finance | \$ 1,310,857 | 1.20% |
| Administration | \$ 1,246,025 | 1.14% |
| Legal | \$ 1,268,934 | 1.16% |
| Facilities Maintenance | \$ 1,147,187 | 1.05% |
| Billing | \$ 1,104,172 | 1.01% |
| City Clerk | \$ 701,775 | 0.64% |
| Gov Center Bldg Maintenance | \$ 475,493 | 0.44% |
| Collections | \$ 377,117 | 0.35% |
| Sister City | \$ 34,050 | 0.03% |
| Non Departmental | \$ (3,250,000) | -2.98% |
| Total General Government: | \$ 26,832,499 | 24.60% |
| Public Safety | \$ 61,714,149 | 56.58% |
| Parks, Recreation & Cultural Arts | \$ 11,746,257 | 10.77% |
| Highways & Streets | \$ 7,912,146 | 7.25% |
| Governmental Parking | \$ 861,650 | 0.79% |
| General Fund Total Expenditures: | \$ 109,066,701 | 100.00% |

UNDERSTANDING PROPERTY TAX

Property tax is based on the fair cash value of your home as identified by the Township Assessor. The Property Tax Code states that each property shall be assessed at 33.33% of fair cash value. The City of Bloomington's 2020 tax rate payable in 2021 is 1.0937. Therefore, City taxes collected in FY22 on a \$165,000 home total \$601.46 based on the adopted tax rate. The total amount of property taxes paid based on a \$165,000 home is \$4,661.40, as seen below:

| Taxing Body | Certified Tax Rate | Percentage | Amount Collected |
|-----------------------------------|--------------------|----------------|--------------------|
| District 87 | 5.17089 | 61.01% | \$ 2,843.71 |
| City of Bloomington | 1.09367 | 12.90% | \$ 601.46 |
| McLean County | 0.91386 | 10.78% | \$ 502.57 |
| Heartland Community College | 0.57762 | 6.81% | \$ 317.66 |
| Bloomington Library | 0.26317 | 3.10% | \$ 144.73 |
| Blm-Normal Water Reclamation Dist | 0.18679 | 2.20% | \$ 102.72 |
| Central Illinois Regional Airport | 0.14549 | 1.72% | \$ 80.01 |
| City of Bloomington Township | 0.12463 | 1.47% | \$ 68.54 |
| Total: | 8.47612 | 100.00% | \$ 4,661.40 |

