

PUBLIC SAFETY SALES TAX SUMMARY

Fund 106-000

The voters of Champaign County approved, by referendum, the establishment of the ¼ Cent Special County Retailers' Occupation Tax for Public Safety, Public Facilities, or Transportation (Public Safety Sales Tax), pursuant to 55 ILCS 5/5-1006.5 on November 3, 1998.

BUDGET HIGHLIGHTS

The State Legislature implemented a 2% sales tax collection fee that went into effect in July 2017. It is estimated that this fee will cost the county approximately \$96,000 in FY2018, reducing the County's ability to use this revenue for public safety purposes.

The ¼ cent Public Safety Sales Tax is the primary source of revenue for this fund. The FY2017 projected revenue reflects a 1.4% decrease from budget. FY2018 revenue for tax is budgeted to decrease 0.3%. This sales tax has historically grown at a slower rate than the County's general ¼ cent sales tax. The difference between the two is that the Public Safety Sales Tax is not assessed on the sale of any vehicles licensed through the State of Illinois.

The following summarizes expenditure highlights for FY2018:

Debt Service

- Fifty percent of public safety sales tax funds are budgeted in FY2018 for debt service on bonds issued for the construction of the Courthouse and Juvenile Detention Center, \$2,307,960.

Justice Technology

- Software maintenance for the Courts Technology system, \$101,400.

Delinquency Prevention

- Five percent of FY2017 revenue is designated for delinquency prevention grant funding in FY2018, \$236,600.
- In FY2018, \$15,000 of the Fund Balance is appropriated for Youth Assessment Center (YAC) moving expenses. There remains within the Public Safety Sales Tax Fund Balance \$78,857 of previously unspent 5% Delinquency Prevention Grant Funding from prior years, to be appropriated to future one-time expenditures for these initiatives.

County Board

- Two months of funding for the Re-Entry Program is appropriated at \$16,700. The contract with Rosecrance terminates in February 2018. An additional \$83,300 is budgeted for program funding to be identified by the County Board.
- \$95,349 as a transfer to the General Corporate Fund (Corrections and General County Budgets) to offset the salary and health insurance cost of one lieutenant dedicated to Classification system oversight and development in the Jail.
- \$60,881 as a transfer to the Specialty Courts Fund for the salary and benefits of the Specialty Courts Coordinator position.

- The payment of annual fees on the debt service covered by the Public Safety Sales Tax Fund, \$2,375.
- A transfer to the Capital Asset Replacement Fund (CARF) for
 - The AS400 capital lease, software and maintenance, \$36,782; and
 - The technology needs of criminal justice system offices, \$535,980*; and
 - Partial funding for the replacement of the County’s Enterprise Resource Planning (financial) system, \$136,000; and
 - Planned improvements at the Adult Detention Center, \$70,000 from the fund balance; and
 - Architectural/engineering services for relocation of the Sheriff’s Office and potential expansion of the satellite jail in conjunction with closure of the downtown facility, \$261,113. The funds are included in the Facilities CARF budget which is under the direction of the Facilities Committee. If the downtown facility is not closed there will be a need for these funds to be redirected to the ADA Budget in order to complete the remedial actions required by the County’s Settlement Agreement with the Department of Justice.
- \$800,000 as a transfer to the General Corporate Fund to offset the utilities and minor maintenance costs of public safety buildings.

Based upon the foregoing, the total budget for the Public Safety Sales Tax Fund draws \$85,000 from the Fund Balance. A \$70,000 transfer to the CARF Facilities budget for improvements at the Adult Detention Center, and \$15,000 for YAC moving expenses.

FINANCIAL

Fund 106 Summary			2016	2017	2017	2018
			Actual	Original	Projected	Budget
318	9	PUB SAFETY 1/4% SALES TAX	\$4,678,090	\$4,750,961	\$4,685,898	\$4,672,140
		PROPERTY TAXES	\$4,678,090	\$4,750,961	\$4,685,898	\$4,672,140
361	10	INVESTMENT INTEREST	\$4,423	\$3,200	\$4,400	\$2,300
369	90	OTHER MISC. REVENUE	\$0	\$0	\$3,565	\$0
		MISCELLANEOUS	\$4,423	\$3,200	\$7,965	\$2,300
383	10	PROCEEDS-GEN OBLIG BONDS	\$3,775,000	\$0	\$0	\$0
		INTERFUND REVENUE	\$3,775,000	\$0	\$0	\$0
		REVENUE TOTALS	\$8,457,513	\$4,754,161	\$4,693,863	\$4,674,440
533	7	PROFESSIONAL SERVICES	\$36,084	\$0	\$0	\$0
533	42	EQUIPMENT MAINTENANCE	\$122,671	\$129,703	\$100,000	\$101,400
533	92	CONTRIBUTIONS & GRANTS	\$334,105	\$334,038	\$334,038	\$351,600
		SERVICES	\$492,860	\$463,741	\$434,038	\$453,000
571	14	TO CAPITAL IMPRV FUND 105	\$109,735	\$162,564	\$162,564	\$1,039,875
571	80	TO GENERAL CORP FUND 080	\$441,616	\$481,138	\$481,138	\$895,349
571	87	TO DRUG COURTS FUND 685	\$58,677	\$60,763	\$60,763	\$60,881
		INTERFUND EXPENDITURE	\$610,028	\$704,465	\$704,465	\$1,996,105

Fund 106 Summary			2016 Actual	2017 Original	2017 Projected	2018 Budget
581	1	GEN OBLIG BOND PRINCIPAL	\$1,550,860	\$1,606,707	\$1,631,707	\$1,305,000
582	2	INT & FEES-GEN OBLIG BONDS	\$2,001,979	\$1,969,970	\$1,898,868	\$1,005,335
583	1	GEN OBLIG BOND REFUNDED DEBT	\$3,738,916 \$7,291,755	\$0 \$3,576,677	\$0 \$3,530,575	\$0 \$2,310,335
EXPENDITURE TOTALS			\$8,394,643	\$4,744,883	\$4,669,078	\$4,759,440

FUND BALANCE

FY2016 Actual	FY2017 Projected	FY2018 Budgeted
\$2,179,349	\$2,204,134	\$2,119,134

Due to bond covenants for debt financing paid from the Public Safety Sales Tax Fund, appropriation for the current fiscal year must be 1.25 times the debt service. In conjunction with the budgeted sales tax revenues, the fund balance reserve for debt service in FY2018 is \$580,000. The minimum fund balance recommendation is \$1 million plus the reserve required by the bond covenants, which is \$1.58 million for FY2018.

***Funding for Criminal Justice System Technology in the FY2018 Budget**

Public Safety Offices Software	\$91,774
Equipment/Computers	\$57,420
Portable/Mobile Radios-Sheriff's Office	\$386,786
Total	\$535,980