

GENERAL COUNTY

General Fund 080-075

This budget, under the authority of the County Board, is not a county department, but is the budget for receipting general revenues and appropriating general expenditures. As such, there is no mission statement or staffing associated with the budget.

BUDGET HIGHLIGHTS

REVENUE ANALYSIS

Property Tax

In FY2019, the County will approve its levy to capture new growth revenue in the event of a favorable ruling in the hospital property tax exemption case. For the past two fiscal years, the levy has been prepared in this manner; however, a ruling has not occurred prior to the Board of Review certifying the books; therefore, no additional revenue has been received. In FY2019, there is an additional \$488,364 budgeted in property tax revenue. If the County receives additional property tax revenue, it will be utilized to move the General Fund balance towards its target of 16.7% of the expenditure budget. A drop in the County's 2019 IMRF rates resulted in the ability to reallocate a portion of the IMRF levy to the General Fund levy.

State Shared Revenue

In July 2017, the General Assembly increased the state income tax rate from 3.75% to 4.95%; however, local governments did not receive a share of this additional revenue. Instead, the state legislature imposed a one-year, 10% reduction to Local Government Distributive Fund (LGDF) revenue. This cut resulted in the loss of \$322,000 in County revenue. Rather than letting the one-year cut end as scheduled in June 2018, the General Assembly extended a 5% cut for another twelve months effective July 2018, which will result in an estimated loss of an additional \$165,000 in revenue.

After a significant decline in FY2015, one-cent sales tax revenues reflected healthy growth in fiscal years 2016 through 2018. In FY2019, total one-cent tax revenue is budgeted to increase 3% over the FY2018 projection. One-cent sales tax revenue is pledged for the debt service payments on the Nursing Home Alternate Revenue bond. The sale of the home in FY2018 will relieve the General Fund of \$282,000 in debt service payments in FY2019; however, appropriation for the debt service is included in the FY2019 budget (080-013) as the closing has not yet occurred, and the bonds are not yet defeased.

Per the Illinois Department of Revenue, the County's top-ten sales one-cent tax contributors in FY2017 are listed below in no particular order.

- Staley Concrete Co. Inc.
- Richards Building Supply Co.
- Illini FS
- Prairie Gardens Inc.
- LS Building Products
- Country Arbors Nursery Inc.
- Road Ranger LLC
- Macs Convenience Stores LLC
- Hicksgas LLC
- CIT Trucks LLC

Quarter-cent sales tax revenue is budgeted to increase 2% over projected revenue in FY2018. Due to continued growth in online sales, use tax is budgeted to reflect 5% growth over the FY2018 projected budget. The *South Dakota v. Wayfair Inc.* decision could result in additional tax revenue for Champaign County in FY2019; however, there are multiple uncertainties that preclude the County from including additional revenue in the budget at this time.

Personal Property Replacement Tax (PPRT) revenue has reflected extreme fluctuations over the past several years. This is a result of the Illinois Department of Revenue's misallocation of revenues in 2014 and 2015, implementation of new accounting software which allocated payments in real time in 2016, and the legislature's continually increasing approval of fund diversions. In state fiscal year 2019, the legislature authorized over \$300 million in diversions from the PPRT fund. The FY2019 budget reflects a continuation of the decline in this revenue source based on Illinois Department of Revenue's estimates. The first \$124,000 in County PPRT revenue is obligated towards the County's IMRF contribution, and is not reflected in the totals below.

| Fiscal Year | PPRT Revenue | % Change |
|--------------------|---------------------|-----------------|
| 2013 | \$1,048,877 | - |
| 2014 | \$860,305 | -18% |
| 2015 | \$925,605 | +8% |
| 2016 | \$806,042 | -13% |
| 2017 | \$858,165 | +6% |
| 2018 Projected | \$717,395 | -16% |
| 2019 Budgeted | \$695,943 | -3% |

Other Revenue

In FY2019, \$51,402 is budgeted as one-time revenue in the Audit Fee Reimbursement line for the amount owed to the General Fund by the Nursing Home for outside audit services that were unreimbursed in fiscal years 2015 through 2017.

The final payment for the City of Champaign downtown TIF, \$77,025, was received in FY2017. The County received its first surplus payment of \$15,853 for the North Mattis Avenue TIF in FY2017 and will continue to receive the payment throughout the life of the TIF in FY2037. The Mahomet TIF disbursement is expected to increase \$20,000 over the budget for FY2018, and increase an additional \$20,000 in FY2019.

EXPENDITURE ANALYSIS

Expenses currently included in the FY2019 General County Budget:

1. \$75,000 for Outside Auditor Contract
2. \$35,000 for Legal Services
3. \$136,829 in Professional Services (\$34,560 for Soil and Water Conservation District and \$102,269 for Nursing Home post-closure accounting services)
4. \$23,520 for the Urbana Free Library Archive (County records represent 45% of the Archives space)
5. \$2,250 as a grant to the Children First Program (Provides assistance for court-mandated classes for parents in marriage dissolution or parentages cases involving child custody or visitation issues)
6. \$1,500 for Fees on General Corporate Fund Bond Debt Service
7. \$500 for Saline Drainage District assessments

8. \$760,948 to the Capital Asset Replacement Fund for General Fund capital needs (see the Capital Asset Replacement Fund Summary 105-000). The FY2019 transfer includes reserve funding for future items scheduled for replacement. Some of the increase in FY2019 is attributable to moving software maintenance expenditures that are now cloud-based services to CARF in order to capitalize those costs per direction from the Auditor's Office.
9. \$3,236,000 for Employer Contribution to Employee Health and Life Insurance for General Corporate Fund Employees.
10. \$42,000 to County Highway Fund to reimburse salary and fringe benefit costs of the Highway Mechanic responsible for fleet maintenance of the General Corporate fund Vehicles. In FY2018, this amount was reduced to 50% reimbursement per an agreement between the County Administrator and the County Engineer.
11. \$185,000 in the General Corporate Fund Contingent Line Item.

The grant to the Senior Services Program was discontinued in FY2018. In 2016-2017 the program provided assistance to 201 seniors with the majority of seniors assisted coming from the cities of Champaign, Urbana and Rantoul. The cities of Champaign and Rantoul do not provide funding for the program, and the City of Urbana provides \$700.

FINANCIAL

| Fund 080 Dept 075 | | | 2017 Actual | 2018 Original | 2018 Projected | 2019 Budget |
|-------------------|----|---------------------------------------|----------------|------------------|-------------------|----------------|
| 311 | 10 | CURR PROP TX-GENERAL CORP | \$10,332,923 | \$11,549,743 | \$11,063,313 | \$12,415,810 |
| 313 | 10 | RE BACKTAX-GENERAL CORP | \$6,422 | \$5,500 | \$5,500 | \$6,000 |
| 314 | 10 | MOBILE HOME TAX | \$8,882 | \$8,700 | \$8,700 | \$9,000 |
| 315 | 10 | PAYMENT IN LIEU OF TAXES | \$7,529 | \$6,500 | \$7,500 | \$7,500 |
| 318 | 12 | COUNTY HOTEL/MOTEL TAX | \$21,090 | \$21,500 | \$21,000 | \$21,000 |
| 318 | 13 | COUNTY AUTO RENTAL TAX | \$31,570 | \$32,000 | \$32,000 | \$32,000 |
| | | PROPERTY TAXES | \$10,408,416 | \$11,623,943 | \$11,138,013 | \$12,491,310 |
| 331 | 38 | JUST-JUS/MNT HTH CBTN PRG | \$56,629 | \$0 | \$0 | \$0 |
| 335 | 30 | CORP PERSNL PROP REPL TAX | \$858,166 | \$678,424 | \$717,395 | \$695,943 |
| 335 | 40 | 1% SALES TAX (UNINCORP.) | \$1,041,538 | \$1,053,139 | \$1,146,802 | \$1,187,730 |
| 335 | 41 | 1/4% SALES TAX (ALL CNTY) | \$5,563,617 | \$5,638,133 | \$5,750,000 | \$5,865,000 |
| 335 | 43 | USE TAX | \$833,298 | \$816,052 | \$876,000 | \$919,800 |
| 335 | 80 | INCOME TAX | \$3,207,705 | \$3,207,336 | \$2,975,000 | \$3,140,000 |
| 335 | 91 | CHARITABLE GAMES LIC/TAX | \$68,235 | \$60,000 | \$70,000 | \$70,000 |
| 336 | 1 | CHAMPAIGN CITY | \$92,878 | \$15,853 | \$15,853 | \$15,853 |
| 336 | 16 | VILLAGE OF MAHOMET | \$160,933 | \$160,000 | \$180,000 | \$200,000 |
| | | FEDERAL, STATE & LOCAL SHARED REVENUE | \$11,882,999 | \$11,628,937 | \$11,731,050 | \$12,094,326 |
| 341 | 52 | TAX SALE FEE | \$30,420 | \$33,140 | \$31,000 | \$31,000 |
| | | FEES AND FINES | \$30,420 | \$33,140 | \$31,000 | \$31,000 |
| 361 | 10 | INVESTMENT INTEREST | \$25,958 | \$4,000 | \$23,500 | \$25,000 |
| 369 | 90 | OTHER MISC. REVENUE | \$15,189 | \$0 | \$0 | \$0 |
| | | MISCELLANEOUS | \$41,147 | \$4,000 | \$23,500 | \$25,000 |

| | | | | | | |
|---------------------------|----|----------------------------|---------------------|---------------------|---------------------|---------------------|
| 371 | 6 | FROM PUB SAF SALES TAX FD | \$9,155 | \$10,308 | \$9,288 | \$9,502 |
| 371 | 27 | FROM PROP TAX FEE FND 627 | \$49,384 | \$64,050 | \$64,050 | \$66,200 |
| 371 | 36 | FROM HWY DEBT SERV FND350 | \$869 | \$0 | \$0 | \$0 |
| 371 | 61 | FROM WORKING CASH FND 610 | \$4,909 | \$1,900 | \$4,199 | \$5,000 |
| 381 | 13 | AUDIT FEE REIMBURSEMENT | \$20,312 | \$21,000 | \$21,000 | \$72,402 |
| 381 | 16 | HEALTH/LIFE INSUR REIMB | \$8,709 | \$10,000 | \$10,000 | \$10,000 |
| | | INTERFUND REVENUE | \$93,338 | \$107,258 | \$108,537 | \$163,104 |
| REVENUE TOTALS | | | \$22,456,320 | \$23,397,278 | \$23,032,100 | \$24,804,740 |
| 513 | 6 | EMPLOYEE HEALTH/LIFE INS | \$3,060,724 | \$3,209,729 | \$2,926,209 | \$3,236,000 |
| | | PERSONNEL | \$3,060,724 | \$3,209,729 | \$2,926,209 | \$3,236,000 |
| 533 | 1 | AUDIT & ACCOUNTING SERVCS | \$79,800 | \$73,000 | \$73,000 | \$75,000 |
| 533 | 2 | ARCHITECT SERVICES | \$0 | \$0 | \$3,180 | \$0 |
| 533 | 3 | ATTORNEY/LEGAL SERVICES | \$22,345 | \$20,000 | \$20,000 | \$35,000 |
| 533 | 7 | PROFESSIONAL SERVICES | \$39,910 | \$49,560 | \$34,560 | \$136,829 |
| 533 | 8 | CONSULTING SERVICES | \$4,000 | \$0 | \$0 | \$0 |
| 533 | 52 | OTHER SERVICE BY CONTRACT | \$23,520 | \$23,520 | \$23,520 | \$23,520 |
| 533 | 92 | CONTRIBUTIONS & GRANTS | \$80,912 | \$2,250 | \$2,250 | \$2,250 |
| 533 | 99 | CONTINGENT EXPENSE | \$0 | \$190,802 | \$0 | \$185,000 |
| 534 | 9 | R.E. TAX / DRAINAGE ASMNT | \$375 | \$0 | \$350 | \$500 |
| | | SERVICES | \$250,862 | \$359,132 | \$156,860 | \$458,099 |
| 571 | 14 | TO CAPITAL IMPRV FUND 105 | \$209,919 | \$313,724 | \$313,724 | \$760,948 |
| 571 | 81 | TO NURSING HOME FUND 081 | \$0 | \$0 | \$191,672 | \$0 |
| 571 | 83 | TO COUNTY HIGHWAY FND 083 | \$82,000 | \$41,000 | \$41,000 | \$42,000 |
| 573 | 55 | JMHC GRNT SAL REIM TO 040 | \$774 | \$0 | \$0 | \$0 |
| | | INTERFUND EXPENDITURE | \$292,693 | \$354,724 | \$546,396 | \$802,948 |
| 582 | 2 | INT & FEES-GEN OBLIG BONDS | \$475 | \$2,000 | \$475 | \$1,500 |
| | | DEBT | \$475 | \$2,000 | \$475 | \$1,500 |
| EXPENDITURE TOTALS | | | \$3,604,754 | \$3,925,585 | \$3,629,940 | \$4,498,547 |