

Five Year Financial Forecast FY2019-2023

CHAMPAIGN COUNTY, ILLINOIS



Framework for Financial Decisions and Planning

Trends in Revenues and Expenditures

Focus

- General Fund
- Public Safety Sales Tax Fund



Economic Conditions

- CPI 1.9%
- Flash Index exceeds 105 since July 2018
- Consumer Confidence “softening since last summer”¹
- Possible recession predicted in FY2020²

1. www.conference-board.org/data/consumerconfidence.cfm

2. https://www.nabe.com/NABE/Surveys/Outlook_Surveys/March_2019_Outlook_Survey_Summary.aspx

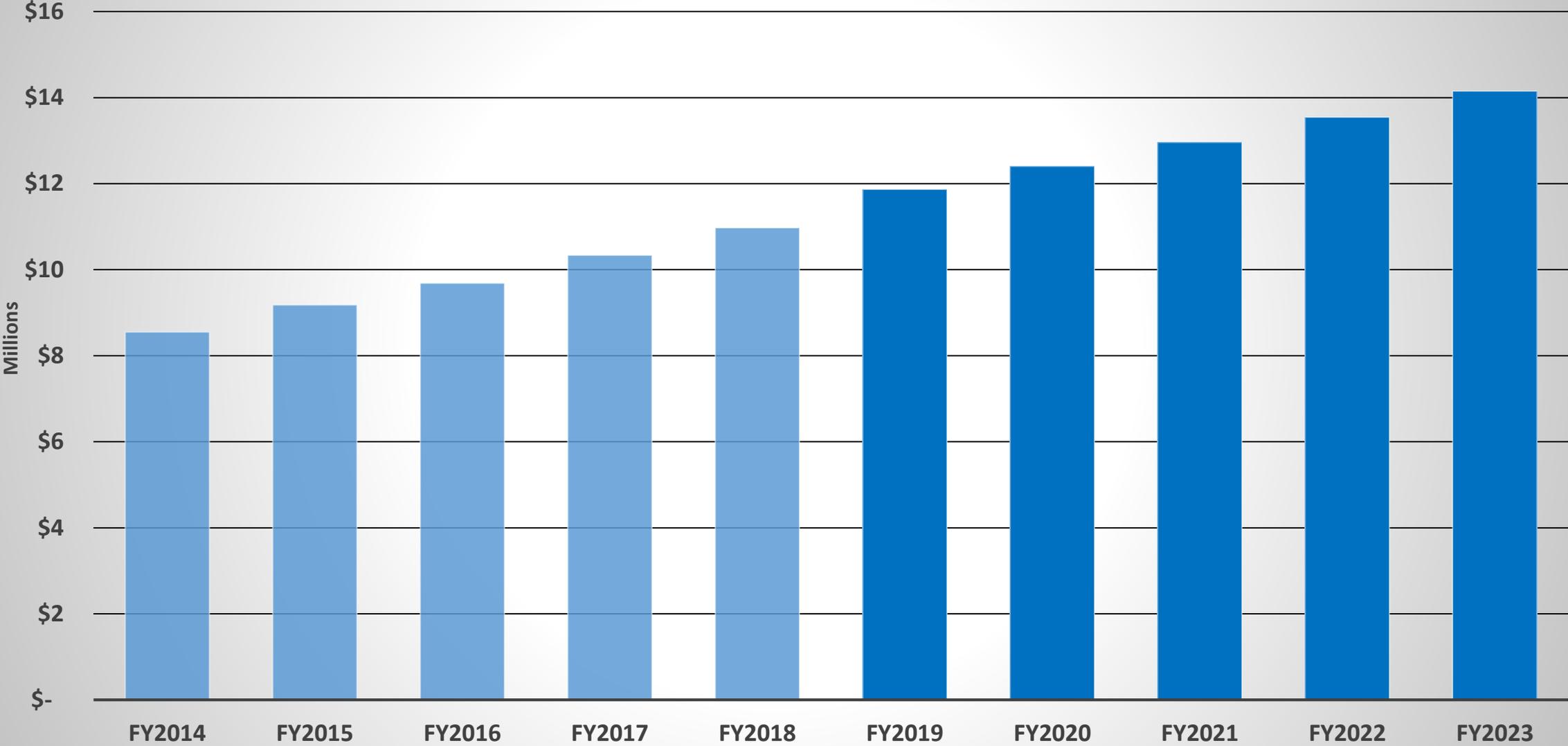


Financial Challenges

- State of Illinois legislative and administrative decisions
- Infrastructure Needs
- Technology Needs
- Restricted Revenues



General Fund Property Tax Revenue



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General Fund Revenues

Sales Taxes

Quarter-Cent

One-Cent

Use Tax

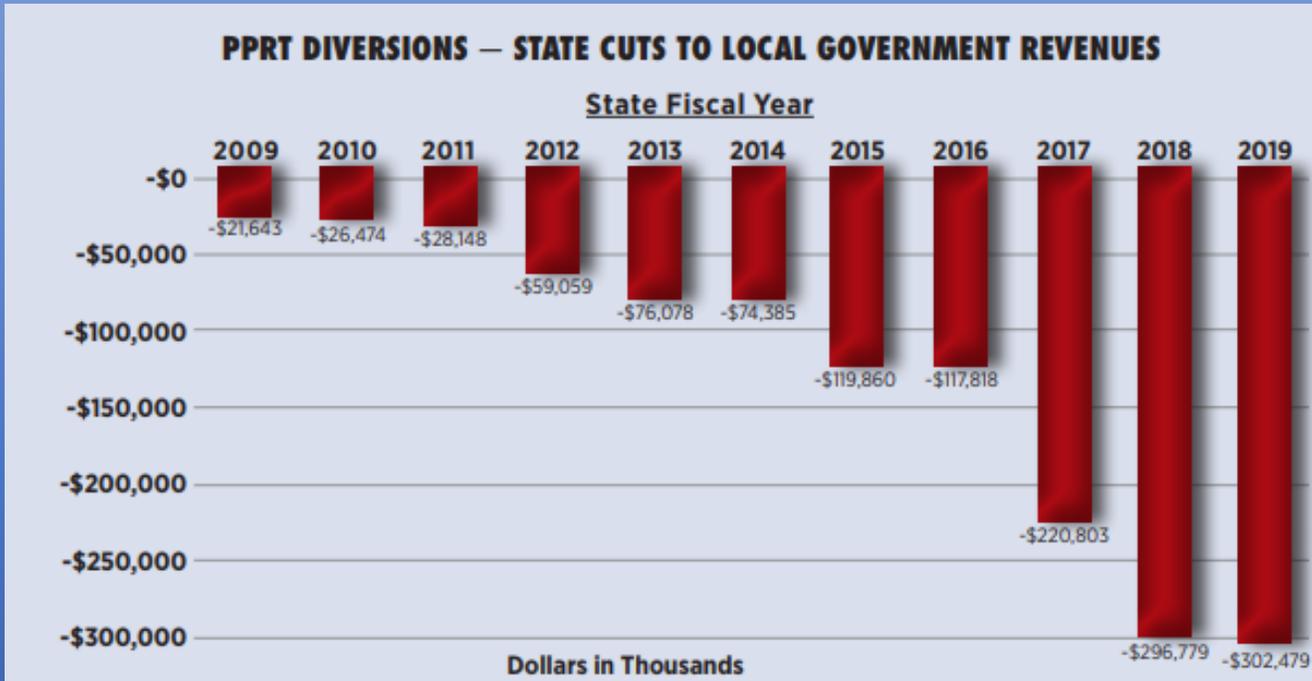
State Reimbursement

STATE FISCAL YEAR	FINAL ALLOCATION	AMOUNT OF INCREASE/DECREASE	% INCREASE/DECREASE
2019	\$1,536,922	-\$288,676	-15.8%
2018	\$1,825,598	-\$130,980	-6.7%
2017	\$1,956,578	-\$27,682	-1.4%
2016	\$1,984,260	-\$190,528	-8.8%

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Personal Property Replacement Tax

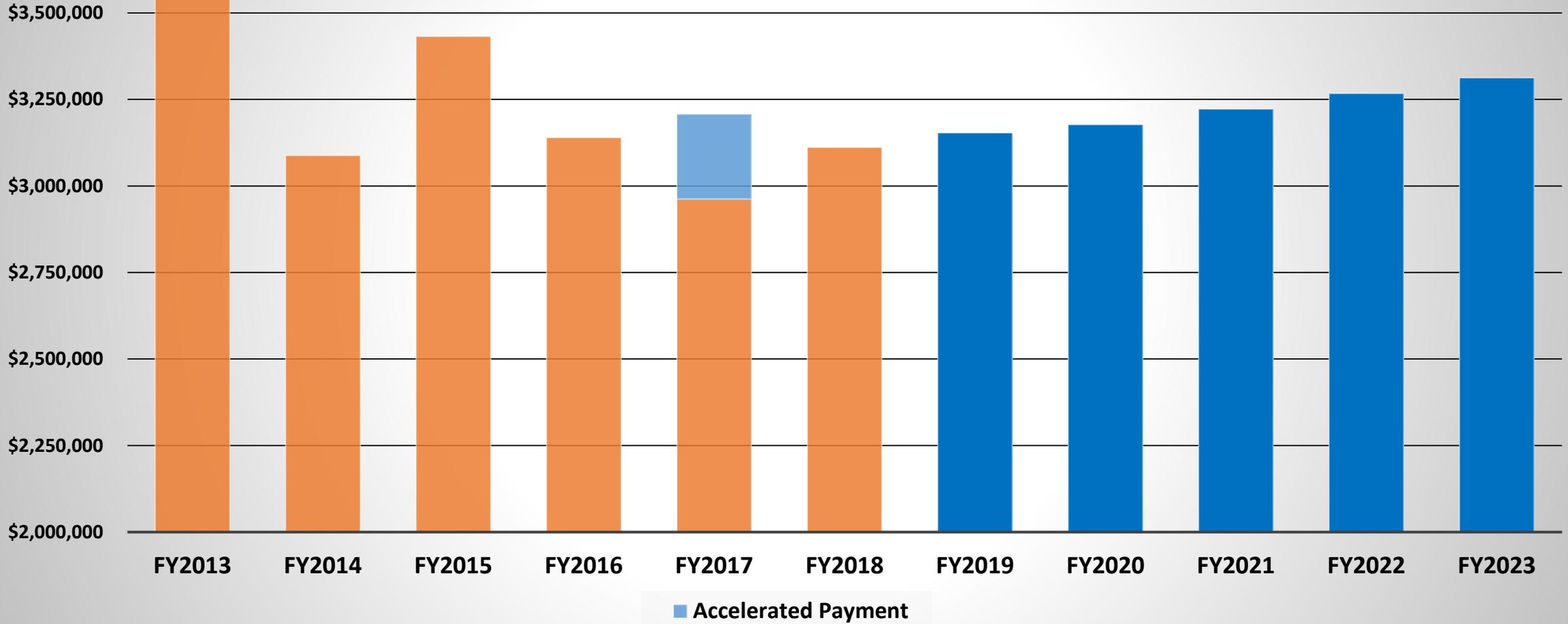


<https://www.iml.org/file.cfm?key=15007>

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Income Tax



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General Fund Revenues

Licenses & Permits

- Mainly Revenue Stamps for real estate transactions
- 2/3 of revenue is submitted to State

Fees and Fines

- Legislation effective July 1, 2019
- Is expected to impact revenues
- More information will be provided in May



General Fund Expenditures

Personnel

- 65% of FY2018 expenditures
- Health Insurance
- Recruiting and Retention

Commodities

- Nearly ½ of expenditures are for Purchase Document Stamps

Services

- Largest expenditure line is Medical, Dental, Mental Health



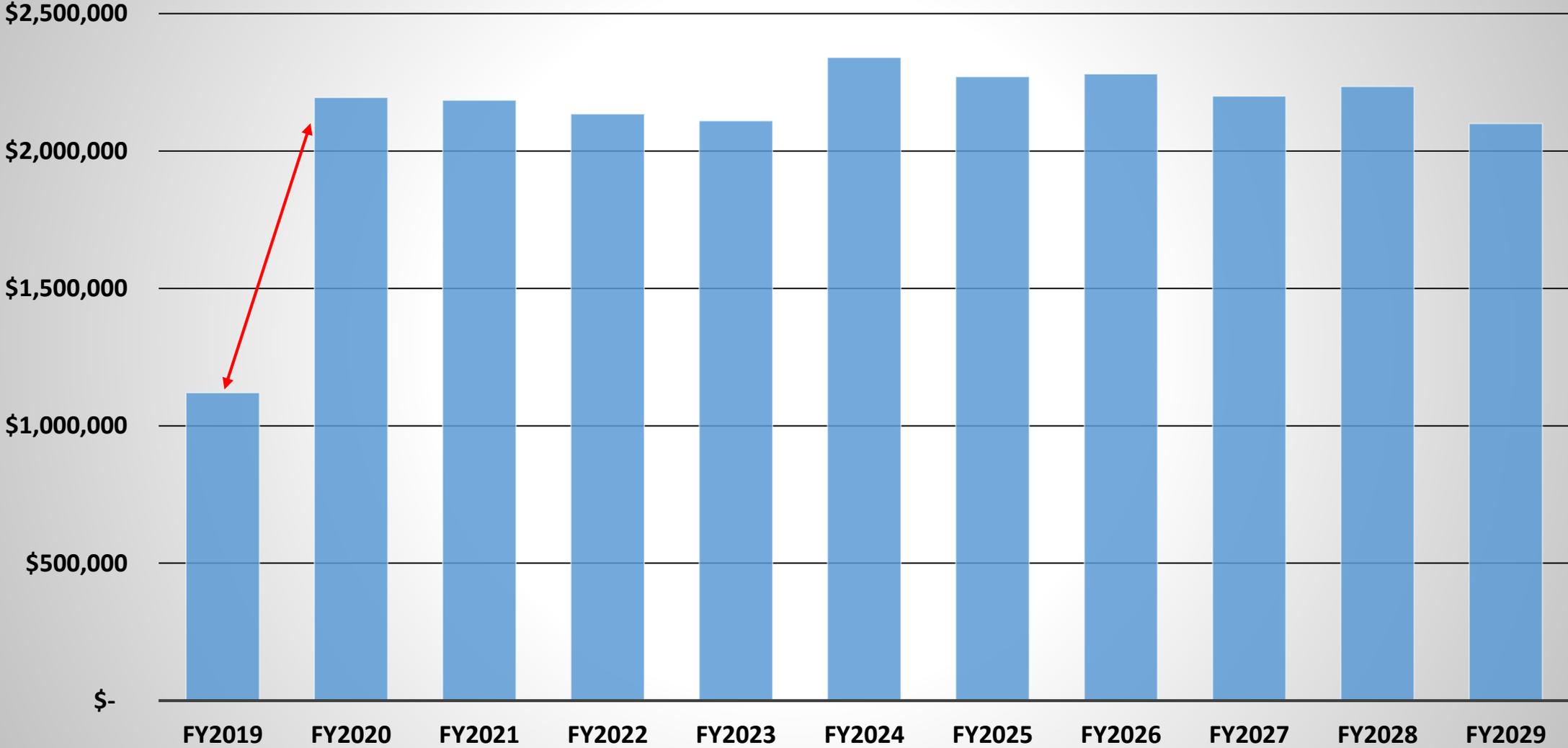
General Fund Expenditures

Projected Transfers to CARF include current only funding

- Equipment
- Vehicles
- Technology
- Facilities Capital Plan
 - Increase of \$1.075 million in FY2020



Champaign County Facilities Capital Plan



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General Fund Expenditures

CARF FORECAST DOES NOT INCLUDE:

- Funding for ERP
- Reserve Funding for Future Fiscal Years
- Funding for Relocation of the Sheriff's Office and Correctional Center



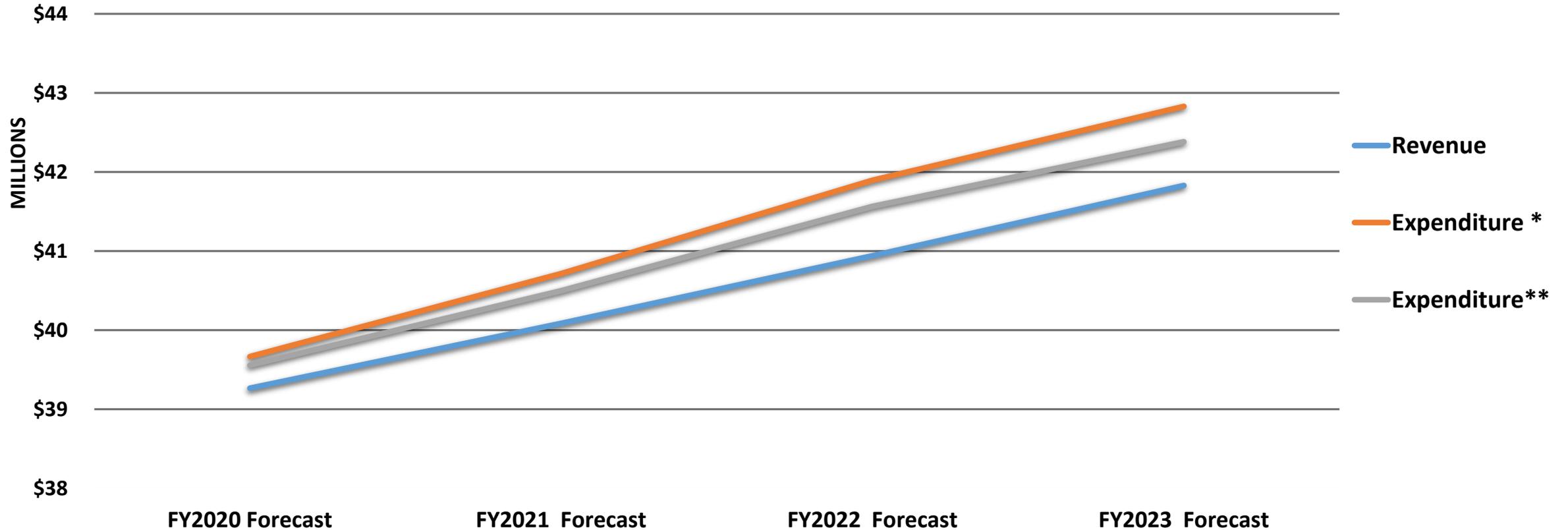
General Fund Expenditures

Debt

- Debt Certificate payment (202 Art Bartell Drive)
- Redemption of 2015 Bonds (One-cent Alternate Rev. Bonds)
- Promissory Note issued in FY2018 (for Transfer to Nursing Home)



**WITHOUT CONTINUED EFFORTS TO BALANCE THE GENERAL FUND BUDGET,
A STRUCTURAL DEFICIT EMERGES AS FORECASTED EXPENDITURE GROWTH EXCEEDS
REVENUE GROWTH.**



* 1.9% increase for commodities and services and 3% increase for gas/oil, Medical/Dental/Mental Health, METCAD

** Flat commodities and services and 3% increase for gas/oil, Medical/Dental/Mental Health, METCAD

Public Safety Sales Tax Fund

Revenue

- Administrative Fee is 1.5%
- Healthy Growth in FY2018
- First two FY2019 Distributions -3.7%

Expenditure

- 47% of Revenues go towards Debt Service



Public Safety Sales Tax Fund

Programs

- Delinquency Prevention, Intervention & Diversion
- Re-Entry
- Jail Classification
- Specialty Court



Public Safety Sales Tax Fund

Justice System Technology, Equipment, Services

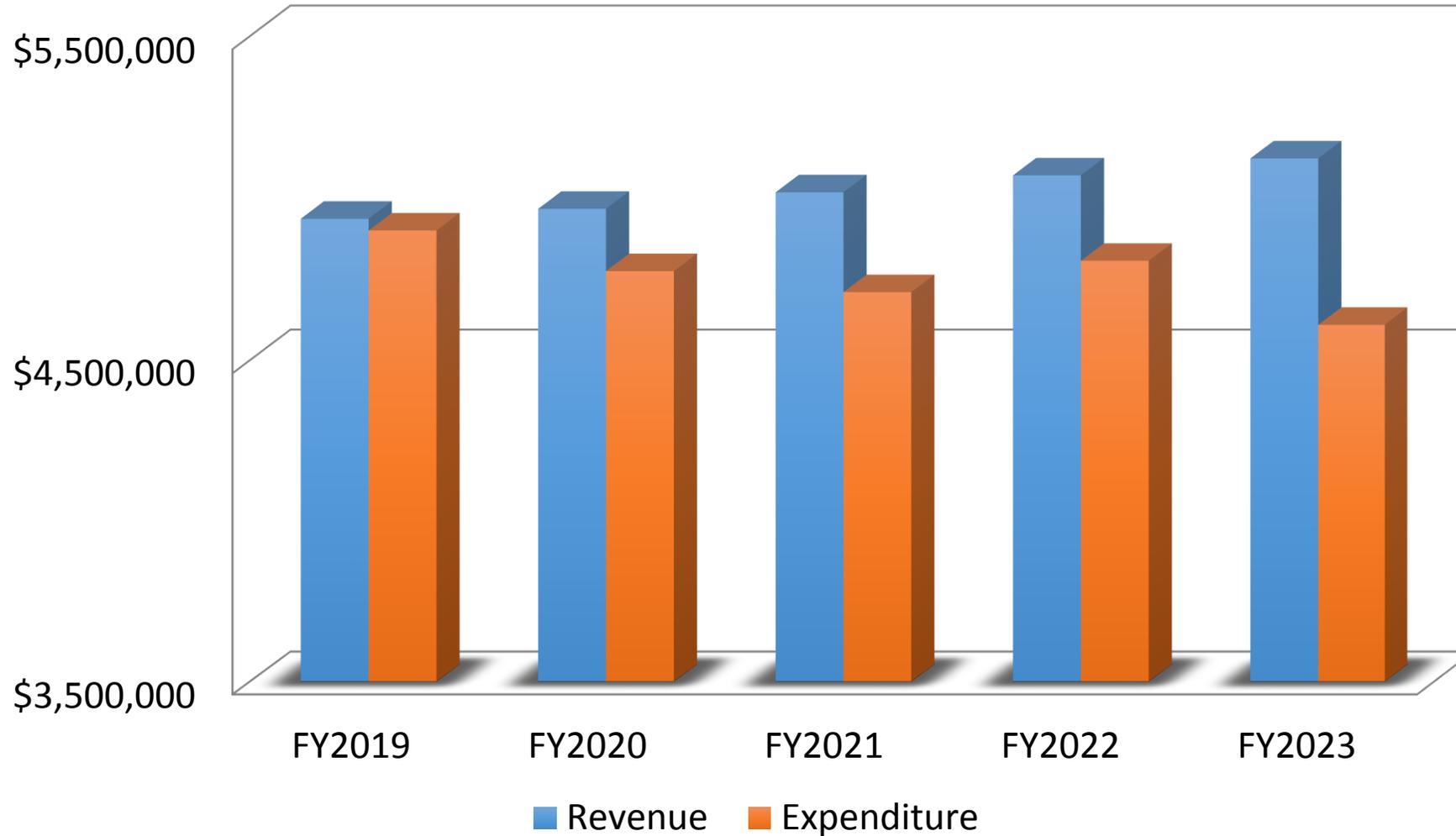
- Courts Technology software (partial funding of JANO)
- CARF
 - Technology & Equipment
 - JMS and Sheriff's Business Office & Civil Processing SaaS
 - METCAD 9-1-1 costs (85% paid from PSST fund)

Public Safety Facilities Utilities and Maintenance

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Public Safety Sales Tax



2019	\$36,266
2020	\$192,175
2021	\$308,039
2022	\$263,585
2023	\$513,635

In upcoming fiscal years, available funds must be prioritized to address the technology and facility needs of the County's Public Safety Offices.

Final Thoughts

Unless new revenue sources are secured, it is essential the County restrict expenditure growth to the maximum extent possible within these funds in order to ensure it has adequate financial resources for its financial system and facility needs.

Fund	Projected Revenue/Expenditure Differences			
	FY2020	FY2021	FY2022	FY2023
General	-\$400,544	-\$629,436	-\$955,783	-\$999,970
Public Safety Sales Tax	\$192,175	\$308,039	\$263,585	\$513,635
Capacity for Additional Facility & Technology Investment	-\$208,369	-\$321,397	-\$692,198	-\$486,335

