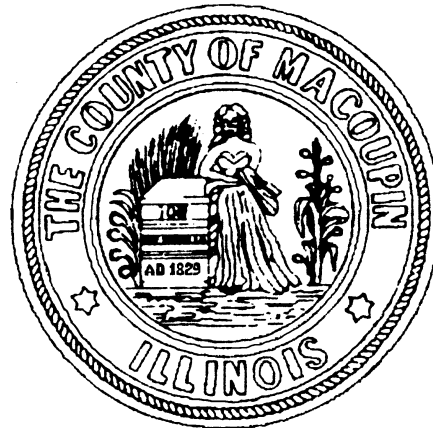


# FY 2008-2009 Budget Presentation

## Progress Report on Blueprint Proposal

Dated February 13, 2008



### **Report to the Macoupin County Board CHAIRMAN ANDREW MANAR**

**September 9, 2008**

This information, in addition to other budget information, can be viewed on the official website of Macoupin County Government: [www.macoupincounyil.gov](http://www.macoupincounyil.gov)



## General Fund Receipts History

<b>General Fund Receipts</b>							
Macoupin County, IL							
	FY 2002-2003	FY 2003-2004	FY 2004-2005	FY 2005-2006	FY 2006-2007	FY 2007-2008	FY 2008-2009
<b>Base Revenues</b>						(EST.)	(EST.)
Property Taxes	764,494	793,333	867,453	701,173	1,228,688	995,000	992,000
Sales/Use Taxes	2,172,681	2,177,949	2,163,202	1,975,721	1,793,049	1,419,000	1,212,000
Income Tax	1,047,026	1,038,565	1,113,250	1,288,925	1,417,543	1,517,000	1,592,850
PPRT	109,734	132,778	164,724	182,490	216,305	228,805	242,533
Inheritance Tax	14,960	16,639	52,117	16,473	42,142	63,100	38,000
<i>Subtotal Recurring:</i>	\$4,108,895	\$4,159,264	\$4,360,746	\$4,164,782	\$4,697,727	\$4,222,905	\$4,077,383
<b>State/Federal</b>	426,022	600,358	479,887	384,278	409,117	415,000	415,000
<i>Subtotal State/Fed:</i>	\$426,022	\$600,358	\$479,887	\$384,278	\$409,117	\$415,000	\$415,000
<b>Miscellaneous Revenues</b>							
Charges for Services	323,258	425,738	531,404	747,706	508,479	560,000	560,000
Liquor Licenses	6,755	6,150	5,680	4,885	6,200	4,600	4,600
Fines & Forfeitures	569,460	504,791	527,659	513,360	519,226	850,000	580,749
Interest Income	38,382	23,253	32,760	108,012	118,704	100,000	100,000
Other Misc	253,720	401,467	284,455	314,296	292,828	320,000	311,128
<i>Subtotal Misc:</i>	\$1,191,575	\$1,361,399	\$1,381,958	\$1,688,259	\$1,445,437	\$1,834,600	\$1,556,477
<b>New Sources</b>							
a. Full Time PD / State Reimbursement (est.)							85,000
b. Charge for administereing foreclosure auction							20,000
c. Probation Fees Increase							85,000
d. Insurance Contribution: Non-Union employees @ \$50/month							15,000
<b>Subtotal Revenues:</b>	<b>\$5,726,492</b>	<b>\$6,121,021</b>	<b>\$6,222,591</b>	<b>\$6,237,319</b>	<b>\$6,552,281</b>	<b>\$6,472,505</b>	<b>\$6,253,860</b>



## Sales Tax & Related Receipts Methodology for FY 08-09 Estimate

Sales and Use Taxes						
Calculation Worksheet						
	<b>FY 06-07</b>	<b>FY 07-08</b>		<b>Basis of FY 08-09 Estimate</b>		<b>FY 08-09</b>
	12 Months	11 Months YTD	12 month est.	adj. per month		Est.
Sales Tax	763,322.13	405,384.62	439,166.67	23,441.98	x 12 =	281,303.82
Supplemental Sales Tax	817,743.26	693,739.14	751,550.74	58,349.76	x 12 =	700,197.12
Use Tax	210,982.71	210,871.69	228,444.33	19,170.15	x 12 =	230,041.84
<b>Total:</b>	<b>1,792,048.10</b>	1,309,995.45	<b>1,419,161.74</b>			<b>1,211,542.78</b>

**Adjusted per month estimates assume the following:** a) full closure of Monterey mine which was in operation during the first 6 months of FY 07-08, b) a 5% decline in Sales and Supplemental Sales Tax receipts, and c) an increase in Use Tax receipts based on general growth when comparing FY 06-07 to FY 07-08 YTD

## Sales Tax Receipts Previous Estimate (from 2007)

	FY 2002-2003	FY 2003-2004	FY 2004-2005	FY 2005-2006	FY 2006-2007	FY 2007-2008 (est.)	Change from Previous
Sales Taxes	2,172,681	2,177,949	2,163,202	1,975,721	1,793,049	944,049	-849,000



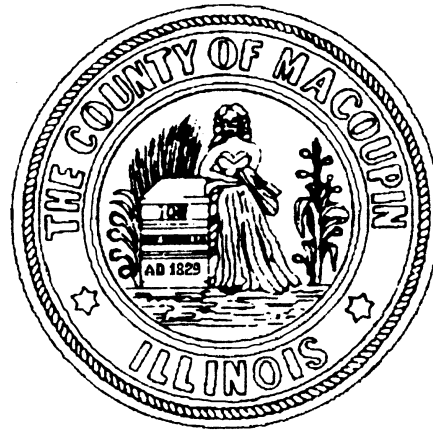
## General Fund Budget Summary - FY 08-09

- **Sales Tax Revenue:** expected to fall approximately \$200,000 when compared to last fiscal year. This is in addition to a \$380,000 loss last year that began during mine closures.
- **Overall General Fund revenues:** when combining all sources, general fund receipts are expected to fall approximately \$423,000 as compared to last fiscal year
- **New Revenue:** raising approximately \$200,000 in new revenue through the following sources:
  - State Reimbursement for full time PD = \$85,000 (est.)
  - Foreclosure auction = \$20,000 (est.)
  - Probation fees to probationers = \$85,000 (est.)
  - Insurance contribution for non-union employees = \$15,000 (est.)
- **Reducing Expenditures:** total reductions amount to \$700,000 as compared to last fiscal year. This reduction in general fund spending is in addition to the 2% reductions that were made during the FY 07-08 fiscal year.

## General Fund Budget Summary

- FY 04-05 General Fund budgeted expenditures were approximately \$7.0 million for all departments/offices. The proposed FY 08-09 general fund expenditures total approximately \$6.3 million. This represents a decrease of approximately -\$700,000 or -10% over the past four years.

# PROGRESS REPORT BLUEPRINT PROPOSAL



**Solutions to our Fiscal Challenges**

**Solutions to our Economic Development  
Challenges**



**Complete**

**COMPLETED: Budget Solutions Included in Blueprint Proposal**

- Referendum to Reduce the Size of the County Board (Blueprint Accomplishment)
- Raise Animal Control Fees to make Department Self Sufficient (Blueprint Accomplishment)
- Shift Circuit Court's Personnel Duties to the Circuit Clerk's Office (Blueprint Accomplishment)
- 2% reduction in Appropriations from the General Fund (Blueprint Accomplishment)
- New Position of Assistant Supervisor of Assessments to address new construction assessments in the county (Blueprint Accomplishment)
- Benefits Manager under the Circuit Clerk's Office to better monitor large costs in the County's budget (Blueprint Accomplishment)
- Voluntary Severance Package for eligible County employees (Blueprint Accomplishment)

**Complete**

**COMPLETED: Budget Solutions Beyond Blueprint Proposal**

- Full Time Public Defender to Access State Grant Money & streamline process (Beyond Blueprint)
- Increase Probation Fees that have not been raised in 15 years; user fees on probationers who use the system (Beyond Blueprint)
- Eliminate the January 2009 County Board Meeting (Beyond Blueprint)
- Non-union employee / officials cost sharing for health/dental insurance of \$50/month (Beyond Blueprint)
- Renegotiate health/dental insurance with Blue Cross/Blue Shield (Beyond Blueprint)
- Assess user fee on auction of Foreclosed Properties by the Sheriff's Department (Beyond Blueprint)
- Creation of the Public Safety Fund (Beyond Blueprint)



**IN PROGRESS: Budget Solutions Included in Blueprint Proposal**

**In Progress**

- Laid Groundwork for Federal Prisoners Contract (Beyond Blueprint)
- Work Sharing Agreement for Courthouse Offices (Blueprint Goal #4 / p. 10)
- Laid Groundwork for Consolidation of Dispatch Duties of 911 and Sheriff's Department (Blueprint Goal # 4 / pg. 9)
- Reviewing Fee Structure in all County Offices allowable under State Statute (Beyond Blueprint)

**NO PROGRESS TO DATE: Budget Solutions Included in Blueprint Proposal**

- Strategy to Increase Investment Income (Blueprint Goal #4 / p. 9)



**COMPLETED: Economic Development Solutions included in Blueprint**

**Complete**

- Establishment of formal support of the Four-County Regional Organization (Blueprint Accomplishment)
- Establish a new \$250,000 Small Business Revolving Loan Fund which is already active (Blueprint Accomplishment)
- Establishment of a Tourism Commission (Blueprint Accomplishment)

**IN PROGRESS: Economic Development Solutions included in Blueprint**

**In Progress**

- State Legislative Measure to help the Region Diversify the economy (Blueprint Goal #1 / p. 4)
- Devote Significant Financial Support to Public/Private Economic Development Corporation (Blueprint Goal #3 / p. 5)





## CONCLUSION / SUGGESTED NEXT STEPS:

### FISCAL FOCUS:

Continue the Balanced Approach of a) increasing revenues and b) reducing expenditures while preserving core services

- Continue to exercise Fiscal Discipline
- Recognize and Understand the magnitude of the challenge that the County is facing

### ECONOMIC DEVELOPMENT FOCUS:

**We Need A ED Strategy to Pick up the Pieces Following Mine Closures by Lending Financial Support to the Public Private Corporation**

- **Employment**: Macoupin County's Current Unemployment Rate – 8.0% (a +2.0% increase over last year)
- **Revenue to local government**: Erosion of Sales Tax Revenues
  - 45% reduction in sales tax revenues in the past six years

**A Presentation will be made at the October 2008 Board meeting regarding the County's participation in the Public/Private Partnership Corporation**