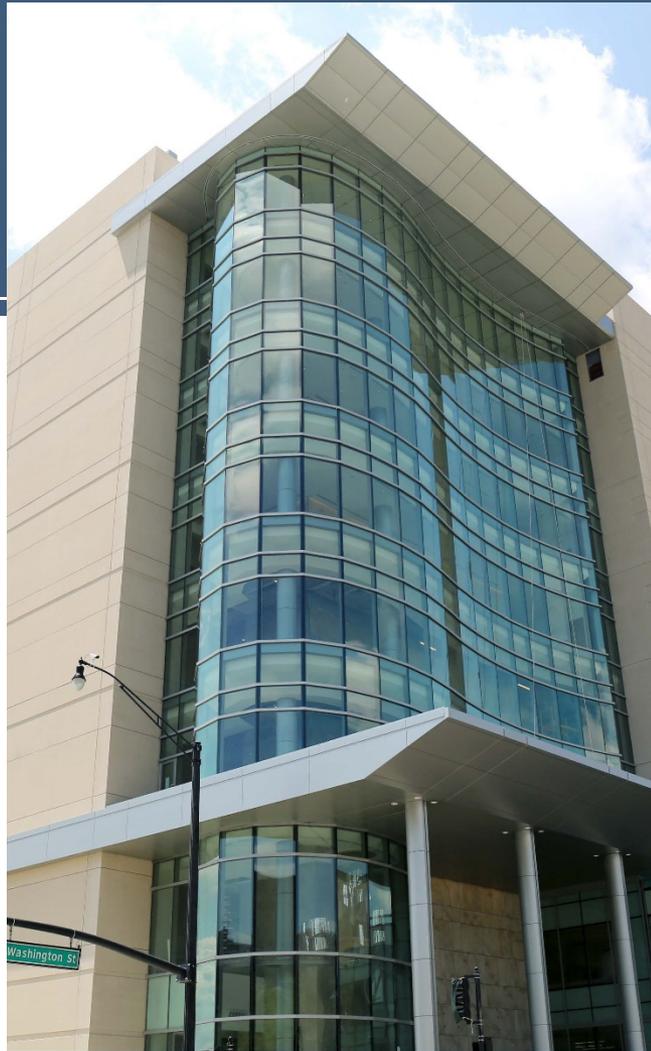




PRESENTATION OF RECOMMENDED 2019 ANNUAL BUDGET

COMMITTEE OF THE WHOLE
FRIDAY, OCTOBER 5, 2018



The legacy and service of long-time Lake County Board Member Audrey H. Nixon will be remembered as the pedestrian bridge connecting the new Lake County Courthouse and the Lake County Building is named in her honor. The County Board approved a commemorative display at the entry of the bridge that was funded through private donations. Nixon passed away in 2017 after 35 years of public service to Lake County.

The new eight-story, 200,000 sq. foot court tower houses 12 new courtrooms, jury assembly space, various administrative services and room for six future courtrooms. The tower construction began in June 2016 and opened to the public July 30, 2018.



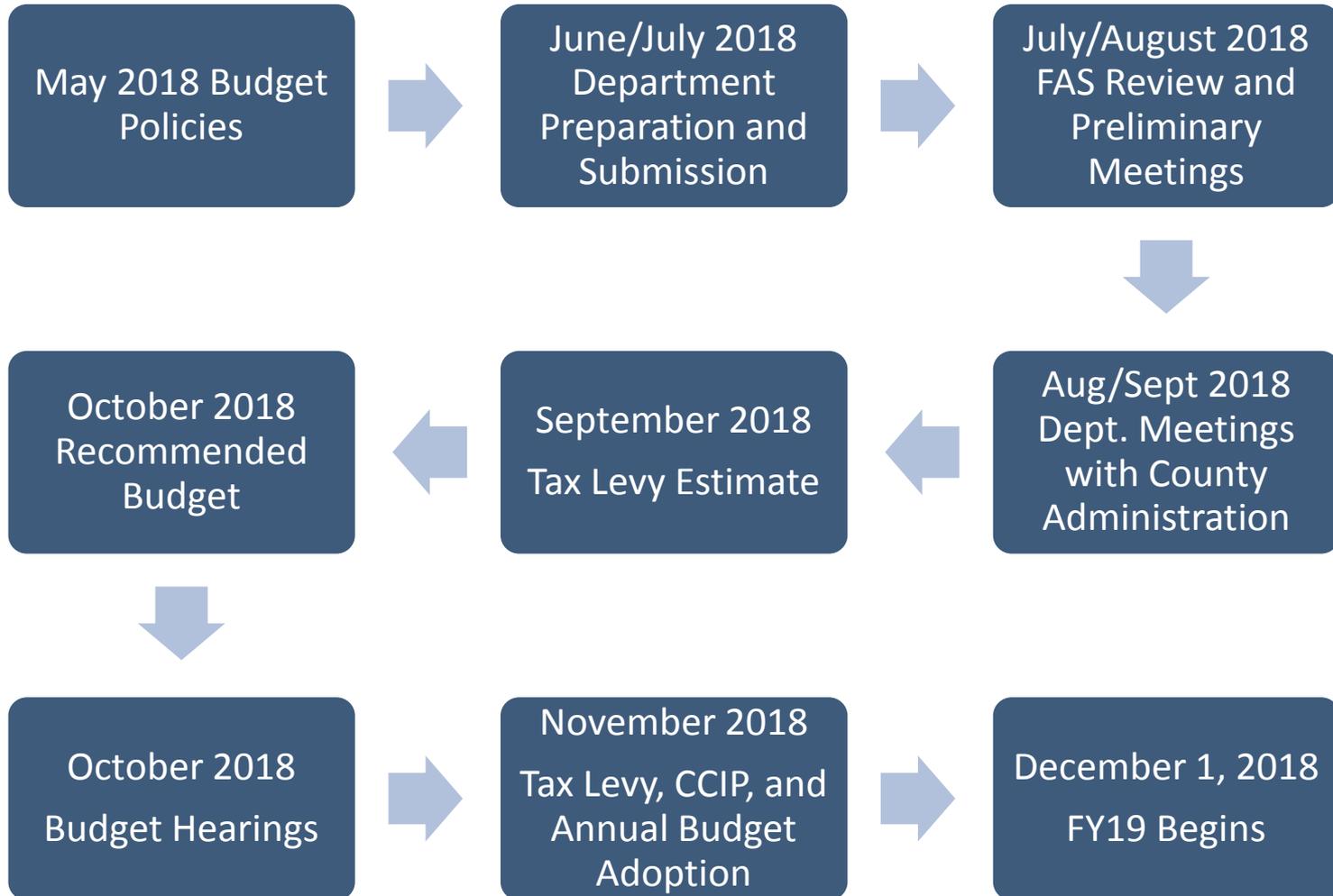
RECOMMENDED
2019 ANNUAL
BUDGET
INVESTING IN PEOPLE AND OUR COMMUNITIES



LAKE COUNTY,
ILLINOIS



BUDGET PROCESS





FY19 ANNUAL BUDGET - PROPERTY TAX OPERATING FUNDS

Key Takeaway: FY19 budget is balanced at \$3.3 million less than FY18 budget (1% decrease)

	FY2019	FY2018	% Change
Personnel	\$ 160,400,673	\$ 160,217,095	0.11%
Commodities	\$ 9,128,542	\$ 8,635,731	5.71%
Benefits	\$ 58,346,333	\$ 59,994,202	-2.75%
Contractuals	\$ 87,947,380	\$ 88,546,757	-0.68%
Capital Expenses	\$ 13,551,232	\$ 15,261,900	-11.21%
Total	\$ 329,374,160	\$ 332,655,685	-0.99%



FY19 ANNUAL BUDGET - PROPERTY TAX OPERATING FUNDS



Budget challenges:

- ✓ Tax levy allowed under Consumer Price Index (CPI) not included (\$3.4 million)
- ✓ Revenue flat while operating expenses continue to increase
- ✓ Salary reimbursement, Sheriff Work Release down \$1.3 million
- ✓ Charges for service down \$1.8 million (recording fees, traffic tickets, court security fees, dental fees)



How we balanced:

- ✓ \$4.7 million increase in **salary savings** (vacancies)
- ✓ Decrease in required IMRF Contributions **offset** higher health insurance costs
- ✓ **Reduced** long-term funding capital contribution by **\$3.3 million**



FY19 ANNUAL BUDGET – ALL FUNDS

	FY2019	FY2018	% Difference
Property Tax Funds - Operating	\$329,374,160	\$332,655,684	-0.99%
Property Tax Funds - Capital	\$12,233,500	\$12,233,505	0.00%
Special Revenue Funds	\$73,327,692	\$65,296,055	12.30%
Debt Service	\$17,111,359	\$13,110,440	30.52%
Internal Service	\$46,663,528	\$45,204,401	3.23%
Enterprise	\$43,890,997	\$40,925,850	7.25%
Special Service Areas	\$2,955,919	\$2,954,244	0.06%
Total All Funds	\$525,557,155	\$512,380,179	2.57%

Key Takeaway: Special Revenue Fund increase primarily due to large increase in 1/4% Sales Tax to implement 5 Year Road Plan



FY19 ANNUAL BUDGET – HIGHLIGHTS

12.3 % increase in Special Revenue Fund broken down:



+ \$6.2 million
¼% Sales Tax for
Transportation Fund



+ \$1.1 million
HUD Grants Fund
(offset by grant revenue)



+ \$400,000
Workforce Development Fund
(offset by grant revenue)

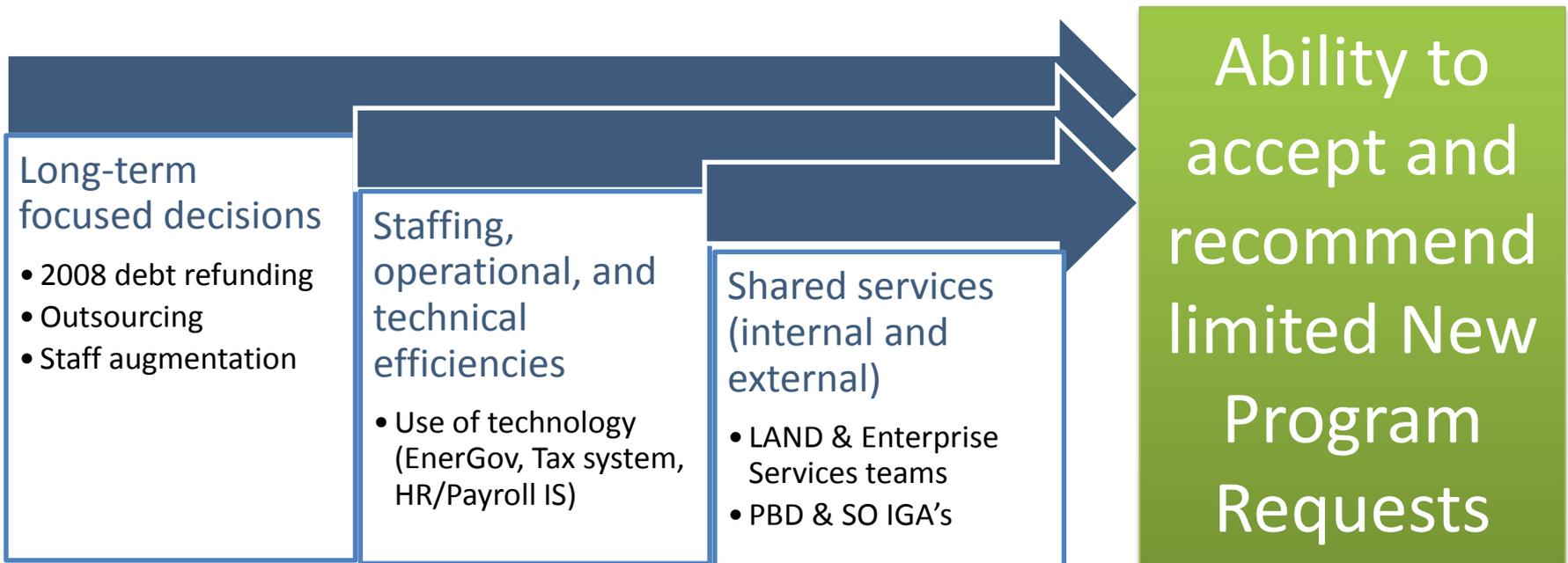


+ \$260,000
Probation Services Fund

+\$4.3 million (30.52 %) in Debt Service Fund due to the planned increase in the Series 2013 General Obligation Road Bonds debt service schedule



DATA-DRIVEN DECISIONS





NEW PROGRAM REQUESTS

9 FT Positions

HR Recruiter

FAS Internal Auditor

Assist. Public Defender

Deputy Coroner

Circuit Court - Clerk

Hulse Detention Juvenile Officer

Pre-Trial Services Officer

County Board Office, Administrative
Assistant

VAC, Veterans Services Officer

- 3 Position Upgrades (VAC, Facilities/Construction, CCAO)
- Internal Communications Platform
- Oblique Aerial Imagery
- Forensic Investigation Tool
- Mental Health Check-ups
- Archival Preservation of Vital Records
- Voting Equipment
- Storage, security, and audio visual improvements



INVESTMENT IN EMPLOYEES

- ✓ Recommended budget includes a 2.85% wage increase
- ✓ Proficiency and capability promotion capacity has been included
- ✓ Training is up \$180,000
- ✓ Increase in tuition reimbursement
- ✓ Expanded Wellness Program
- ✓ Subsidy of health insurance for part-time employees who work more than 12 hours/week



INVESTMENT IN TECHNOLOGY

- ✓ New permitting system
- ✓ New tax system
- ✓ HR/Payroll system implementation
- ✓ Public Works water system technology improvements
- ✓ Audio visual equipment across departments
- ✓ Voting Equipment



INVESTMENT IN HEALTH AND WELL-BEING OF RESIDENTS

- ✓ Video Gaming Revenue continues to be dedicated to programming for gambling addiction and other behavioral health issues (\$650,000)
- ✓ Increases in Workforce Development and CDBG funding
- ✓ Health Department System of Care grant funds new positions



INVESTMENT IN JUSTICE

- ✓ Increased custodial and utility costs for new Courthouse tower
- ✓ 5 new full-time employees in Justice agencies (through NPR's)
- ✓ Sheriff's Office Babcox renovation; space reconfiguration; jail cameras(completion of 5 year project)
- ✓ Planning stages for major Integrated Case Management System replacement



INVESTMENT IN CAPITAL

\$12.9 million proposed in CCIP funding

\$4.45 million	Construction (Jail, Babcox, Court Annex, Sheriff Public Safety Bldg, Child Advocacy Center)
\$7 million	Facility Assessment (Jail, Parking lots, Babcox, Admin Tower, Health Department, DOT, Security equipment, elevators, security equipment, HVAC, fire suppression, carpeting and other improvements)
\$630,000	Security Projects (Jail cameras, CPF security improvements, access management)
\$786,000	IT Investments (voting equipment, audio visual equipment, vital records preservation, justice archival)

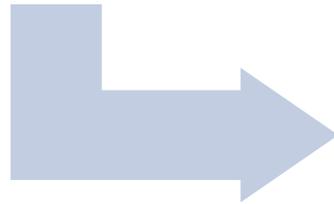
Other Capital Investments:

- ✓ \$52.7 million in transportation improvements
- ✓ \$7.5 million → \$10 million toward Strategic Facilities Master Plan



IMPACT OF TAX LEVY

Estimate of New/Increased
Equalized Assessed Value (EAV)



No CPI Increase - County's
Property Tax Levy
(Leaving \$3.4 million in
taxpayers' pockets)



NEXT STEPS

- ✓ Budget hearings on October 23 and October 24
- ✓ Contact FAS staff with any questions
- ✓ Budget will be available online at www.lakecountyil.gov/finance/budget