

Department of City Development

2023 Budget Overview

Finance & Personnel Committee

October 11, 2022

Community Goals & Objectives

- Build safe and healthy neighborhoods
- Increase investment and economic vitality throughout Milwaukee
- Increase family supporting job opportunities

Performance Measures

| Key Performance Measures | 2021 Actual | 2022 Projected | 2023 Planned |
|---|--------------------|-----------------------|----------------------------------|
| Sales, transfers, and dispositions of tax foreclosed property. | 279 | 225 | 225 |
| Percentage increase in value of property for closing tax increment districts. | 355% | 207% | 0% (no TIDs are closing in 2023) |
| Number of Strong Neighborhoods loans closed. | 71 | 70 | 70 |
| Percentage of Strong Neighborhoods loans in CDBG area. | New Measure | New Measure | TBD |
| Percentage of residents and community members engagement opportunities taking place within CDBG neighborhoods during Housing Zoning Code Update project | New Measure | New Measure | TBD |
| Percentage of Commercial Corridor grants made to minority owned local businesses. | New Measure | New Measure | TBD |
| Net New Construction | 0.708% | 1.188% | 1.194% * |

*5-year average

2023 Budget Summary

| | 2022 Adopted Budget | 2023 Proposed Budget | Amount Change | Percent Change |
|----------------------------|------------------------------------|-------------------------------------|--------------------------|---------------------------|
| FTEs – O&M | 45.96 | 47.43 | 1.47 | 3.2% |
| FTEs - Other | 45.79 | 45.32 | -0.47 | -1.0% |
| Total Positions Authorized | 121.00 | 122.00 | 1 | 0.8% |
| | | | | |
| Salaries & Wages | \$2,842,055 | \$3,224,952 | \$382,897 | 13% |
| Fringe Benefits | 1,307,345 | 1,451,228 | 143,883 | 11.0% |
| Operating Expenditures | 204,000 | 219,000 | 15,000 | 7.4% |
| Equipment | 0 | 0 | 0 | 0.0% |
| Special Funds | 150,000 | 150,000 | 0 | 0.0% |
| TOTAL | \$4,503,400 | \$5,045,180 | \$541,780 | 12.0% |
| | | | | |
| ARPA Funding | 438,000 | 0 | (438,000) | -100.0% |
| TOTAL | \$4,941,400 | \$5,045,180 | \$103,780 | 2.1% |

Special Funds

| Account | 2022 Adopted Budget | 2023 Proposed Budget | Amount Change | Percent Change |
|--------------------------------|------------------------------------|-------------------------------------|--------------------------|---------------------------|
| Economic Development Marketing | \$35,000 | \$35,000 | \$0 | 0.0% |
| Milwaukee 7 Contribution | 15,000 | 15,000 | 0 | 0.0% |
| Healthy Neighborhoods | 100,000 | 100,000 | 0 | 0.0% |
| TOTAL | \$150,000 | \$150,000 | 0 | 0.0% |

Special Purpose Accounts

| Account | 2022 Adopted Budget | 2023 Proposed Budget | Amount Change | Percent Change |
|-------------------------------------|---------------------------|----------------------------|------------------|-------------------|
| Land Management | \$0 | \$676,000 | \$676,000 | #DIV/0! |
| Milwaukee Arts Board Projects | 250,000 | 250,000 | 0 | 0.0% |
| Milwaukee Fourth of July Commission | 125,000 | 125,000 | 0 | 0.0% |
| TOTAL | \$375,000 | \$1,051,000 | 676,000 | 180.3% |
| | | | | |
| ARPA Funding (Land Mgmt) | 676,000 | 0 | (676,000) | -100.0% |
| TOTAL | \$1,051,000 | \$1,051,000 | \$0 | 0.0% |

Revenues

| Category | 2022 Adopted Budget | 2023 Proposed Budget | Amount Change | Percent Change |
|----------------------|------------------------------------|-------------------------------------|--------------------------|---------------------------|
| Taxes and PILOTS | \$875,000 | \$875,000 | \$0 | 0% |
| Charges for Services | 108,000 | 108,000 | 0 | 0% |
| Licenses and Permits | 50,000 | 40,000 | -10,000 | -20% |
| Miscellaneous | 12,000 | 32,000 | 20,000 | 167% |
| TOTAL | \$1,045,000 | \$1,055,000 | 10,000 | 1.0% |

Capital Improvements Budget

| Project | 2022 Adopted Budget | 2023 Proposed Budget | Amount Change | Percent Change |
|--|---------------------------|----------------------------|------------------|-------------------|
| Advanced Planning Fund | \$200,000 | \$200,000 | \$0 | 0 |
| TID-New Borrowing | 25,000,000 | 25,000,000 | 0 | 0.0% |
| TID-Developer Revenues | 10,000,000 | 12,000,000 | 2,000,000 | 20.0% |
| Commercial Investment Program | 500,000 | 500,000 | 0 | 0.0% |
| Brownfield Program | 750,000 | 500,000 | -250,000 | -33.3% |
| Housing Infrastructure Preservation | 100,000 | 0 | -100,000 | -100.0% |
| In Rem Property Maintenance Program | 400,000 | 400,000 | 0 | 0.0% |
| Strong Homes Loan Program | 1,000,000 | 1,000,000 | 0 | 0.0% |
| TOTAL | \$37,950,000 | \$39,600,000 | 1,650,000 | 4.3% |
| | | | | |
| <i>Total above includes ARPA Funding</i> | <i>1,500,000</i> | <i>1,500,000</i> | <i>0</i> | <i>0.0%</i> |

Budget & Service Changes

- Position reductions for budget savings
 - Economic Development Specialist
 - Office Assistant IV
- New ARPA funded positions (created in CCFN 211757)
 - Community Outreach Liaison
 - Housing Rehab Specialist
 - Real Estate Specialist