



# Flint's Economy

# Flint's Economy is Improving

- The City's unemployment rate has fallen from 14.1% in 2020 to 9.7% in 2022.
- Over 1,000 new jobs were added to Flint's economy since 2020.
- The City's tax base is up 17% or \$100 million since 2020.





# Proposed FY 23-24 Budget

# FY 23-24 Budget Priorities

- Enhance public safety and city services.
- Keep property tax rates unchanged.
- Meet Flint's pension system obligations.
- Keep fees and utility costs unchanged.



# Budget includes 16 Funds

## General Fund

### Special Revenue Funds

- Major streets fund
- Local streets fund
- Public safety fund
- Neighborhood policing fund
- Parks and recreation fund
- Street lighting fund
- Rubbish collection fund
- EDA revolving loan fund
- Drug law enforcement fund
- Building inspection fund
- Section 108 fund

### Debt Service Fund

- General debt service fund

### Capital Project Fund

- Public improvement fund

### Enterprise Funds

- Sewer fund
- Water fund





# General Fund Revenues

# Taxes and Fees

The proposed budget does **NOT** increase property taxes.

- The City tax levy remains at 19.1 mills.
- Other jurisdictions include the county, ISD, MCC, state, MTA, airport and library taxes, for a total of 32 mills.

<b>Local Taxing Authority</b>	<b>Property Tax Rate</b>
City of Flint	19.1 mills
Other jurisdictions	32.0083 mills
<b>TOTAL RESIDENTIAL PROPERTY TAX</b>	<b>51.1083 mills</b>



# General Fund (101) - Revenues

Revenue	FY22 Actual	FY23 Amended	FY24 Proposed
Property Taxes	\$ 5,579,633	\$ 6,350,100	\$ 6,500,000
Income Taxes	\$ 19,076,507	\$ 14,000,000	\$ 19,500,000
State Revenue	\$ 23,767,607	\$ 21,815,299	\$ 23,999,632
Charges for Services Rendered	\$ 5,579,764	\$ 7,313,615	\$ 7,667,673
Transfers In	\$ 0	\$ 0	\$ 5,218,695
Other	\$ 847,762	\$ 1,233,067	\$ 778,194
<b>TOTAL</b>	<b>\$54,851,273</b>	<b>\$50,712,081</b>	<b>\$63,664,194</b>







# General Fund Expenditures

# General Fund (101) - Expenditures

<b>Expenditure</b>	<b>FY22 Actual</b>	<b>FY23 Amended</b>	<b>FY24 Proposed</b>
Salaries/Wages/Fringes	\$45,407,333	\$47,500,607	\$49,905,843
Supplies & Operating	\$13,152,948	\$17,170,302	\$16,148,701
Capital Outlay	\$68,943	\$207,402	\$609,650
Transfers Out	\$29,978	\$265,641	\$0
<b>TOTAL</b>	<b>\$58,659,202</b>	<b>\$65,143,952</b>	<b>\$66,664,194</b>



# Funding for Critical Services

<b>Public Service</b>	<b>FTE-General Fund</b>	<b>FTE-Other Funds</b>	<b>FTE-Total</b>
Governance	51	26	77
Police	125.5	28.5	154
Planning & Development	8.2	32.8	41
Finance & Admin	45.7	17.3	63
Fire	69	16	85
DPW	0.3	173.7	174
<b>Total</b>	<b>299.7</b>	<b>294.3</b>	<b>594</b>



# Key Investments

- **Enhancing personnel and equipment.**
- **Blight remediation:**
  - Increasing blight enforcement.
  - Cleaning up blighted properties.
  - Demolishing blighted structures.
- **Enhancing public safety.**
- **Investing in community and senior centers:**
  - Hasselbring, Brennan, and Berston Field House



# Michigan Local Pension Grant Program

- Protects the fiscal health and long-term stability of the Flint pension system.
- Without this grant program, pension expenses would increase from \$30 million to \$39 million in FY 24.
- We are fulfilling our obligation to our retirees.
- **Thanks to our partners in Lansing**, the state is investing in the City of Flint's future.



# Michigan Local Pension Grant Program

- Without the Local Pension Grant, our budget is **balanced but weak**.
- Provides long-term stability, and saves the City from insolvency.
  - Flint residents, active employees, and retirees win.
- **Learn more about MI Local Pension Grant Program:**





# Beyond the General Fund

# Water & Sewer Funds Overview

- Rates remain the same in FY 24 proposed budget.
- We are investing in required capital maintenance and improvements.
- While GLWA is increasing the City's costs for water, **NO RATE INCREASES** for residents are being proposed for FY 24.







# Review and Next Steps

# Overview and Next Steps

- **This is what it costs to operate the City of Flint**
  - Our largest single increased expense is meeting retiree and pension obligations.
  - Any budget cuts would have a detrimental impact on our ability to provide city services.
- **We face some uncertainty**
  - Workforce disruption now and in the future.
  - Further rate hikes from the Federal Reserve.
  - Spending slowdown at the federal level.
  - Uncertainty surrounding global/US economic downturn or recovery.



# Continuing the budget process

- A public hearing will be held to gather input on the budget from the public and stakeholders.
- Per Charter Sec. 7-101 (A)(6), “On or before the first Monday in June the City Council shall adopt a budget with or without amendment for the next fiscal year.”





**THANK YOU!**

**We look forward to your  
partnership as we work together  
on the FY 24 budget.**