

**Kenosha**



**County**

**BOARD OF SUPERVISORS**

**RESOLUTION NO. \_\_\_\_\_**

<b>Authorizing Resolution</b> 2022 Kenosha County Budget – Advisory Levy Objective			
Original <input type="checkbox"/>	Corrected <input type="checkbox"/>	2nd Correction <input type="checkbox"/>	Resubmitted <input type="checkbox"/>
Date Submitted <b>July 15, 2021</b>		Date Resubmitted:	
Submitted By: Finance & Administration Committee			
Fiscal Note Attached: Yes		Legal Note Attached <input type="checkbox"/>	
Prepared By: Barna Bencs, Budget Director		Signature:	

Be it resolved, that the Kenosha County Board of Supervisors does hereby advise that the 2022 Kenosha County general purpose property tax levy may increase in an amount not to exceed 2.99% over the 2021 Kenosha County general purpose property tax levy. This levy objective shall apply to the operating and debt levy in accord with Kenosha County Financial Policy Management Statement – Annual County Budget Advisory Levy Objective as approved by the County Board.

Approved by:

Finance & Administration Committee

Jeff Gentz  
(Supervisor Jeffrey Gentz, Chairman)

Ronny Frederick  
(Supervisor Ron Frederick, Vice-Chair)

Monica Yuhas  
(Supervisor Monica Yuhas)

Jeff Wamboldt  
(Supervisor Jeff Wamboldt)

David Celebre  
(Supervisor David Celebre)

Edward D. Kubicki  
(Supervisor Edward Kubicki)

John Franco  
(Supervisor John Franco)

Aye      Nay      Abstain      Excused

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## 2022 ADVISORY LEVY FORECAST

### Finance & Administration Committee Presentation

July 2021

#### Anticipated Increases in Levy- Fixed Costs/Cost to Continue

Personnel expense increases (Salaries/OT/Temp)	\$	1,200,000
Increase in Debt Service	\$	800,000
Health/Prescription Insurance cost increase	\$	550,000
Human Services placement expense increase	\$	550,000
Sheriff inmate medical expense increase	\$	400,000
Sheriff personnel/non-personnel operating expense increase	\$	300,000
Net new positions levy	\$	250,000
Human Services non-personnel operating expense increase	\$	250,000
Public Works operating expense increase	\$	250,000
Joint Services levy increase	\$	150,000
Liability Insurance increase	\$	150,000
IT Data Processing Costs	\$	120,000
Tax Delinquencies/Penalties increase	\$	100,000
Property Insurance increase	\$	30,000

Projected Levy Increase- Costs to Continue	\$	5,100,000
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#### Potential Decreases in Levy

Sales Tax Revenue	\$	500,000
Other Unknown Revenue Sources - TBD	\$	400,000
Potential Levy Decreases Total	\$	900,000

Net Projected Potential Increase to Levy	\$	4,200,000
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2022 County General Purpose Levy @ 2.99%	\$	72,712,607
2021 County Levy	\$	70,601,619
Increase in Dollars	\$	2,110,988
Total Projected Levy Increase	\$	4,200,000
Total Expenditures to Cut / Revenue Increase to achieve advisory levy	\$	2,089,012

Advisory Levy Percentage	2.99%
New Construction Actual (2020)	2.92%
Projected Levy Increase for County homeowner	0.07%
Last 12 month CPI-U percentage (through May 2021)	5.00%
Inflation Adjusted Increase/(Decrease)	-4.93%

Estimated Taxes on \$100,000 Home in 2021 - Adjusted for Inflation

2021 - \$437.69    2022 Estimate - \$416.12

## **Fiscal Note**

### **Levy Objective Benchmark**

It is estimated that adopting a levy objective of 2.99% adjusted for inflation would result in a reduction in taxes to the County homeowner.

This estimate is arrived at as follows: Using 2.92% as an estimate of new construction increase, a levy of 2.99% would result in a 0.07% increase in levy for the County homeowner. The Consumer Price Index (CPI) for the last 12 months ending May 2021 was 5.0%. Applying a 5.0% CPI decrease to the rate results in an inflation-adjusted decrease of 4.93% or approximately \$21.57 for a \$100,000 home.

### **Fiscal Impact of Levy Objective**

The Administration estimates that to achieve the example of a 2.99% levy increase, it would be necessary to increase revenue or reduce spending by a combined net total of \$2.09 million. This estimate does not include potentially material additional costs that could influence this amount negatively. These factors include but are not limited to, State budget changes causing added unfunded mandates, higher Human Services juvenile placement costs, changes to certain employee group compensation, and the lingering economic effects of the COVID-19 pandemic. It is not known at this time whether this advisory levy amount would impact programs or services. The Administration will identify this as part of the budget process as necessary. There are presently no new County Board adopted programs that would impact the 2022 levy.

### **Debt Service**

Debt service shall be included as part of the levy objective. Debt service is currently projected to increase \$800,000 in 2022.