

# LOCAL GOVERNMENT EXPENDITURES AND REVENUES

PRESENTED TO

## LOCAL GOVERNMENT FUND AD HOC COMMITTEE

November 27, 2017

Revised

By

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# Local Government Finance Report

- Counties, Cities, and School Districts.
- Examines expenditures by functional group.
- Expenditure data is as reported by the local government entity, following specific guidelines.
- Examines revenues by source.
- Revenue data is a combination of data reported by the local government entity and data from the Department of Revenue.

# EXPENDITURES

## **Expenditure Functional Groups - Definitions**

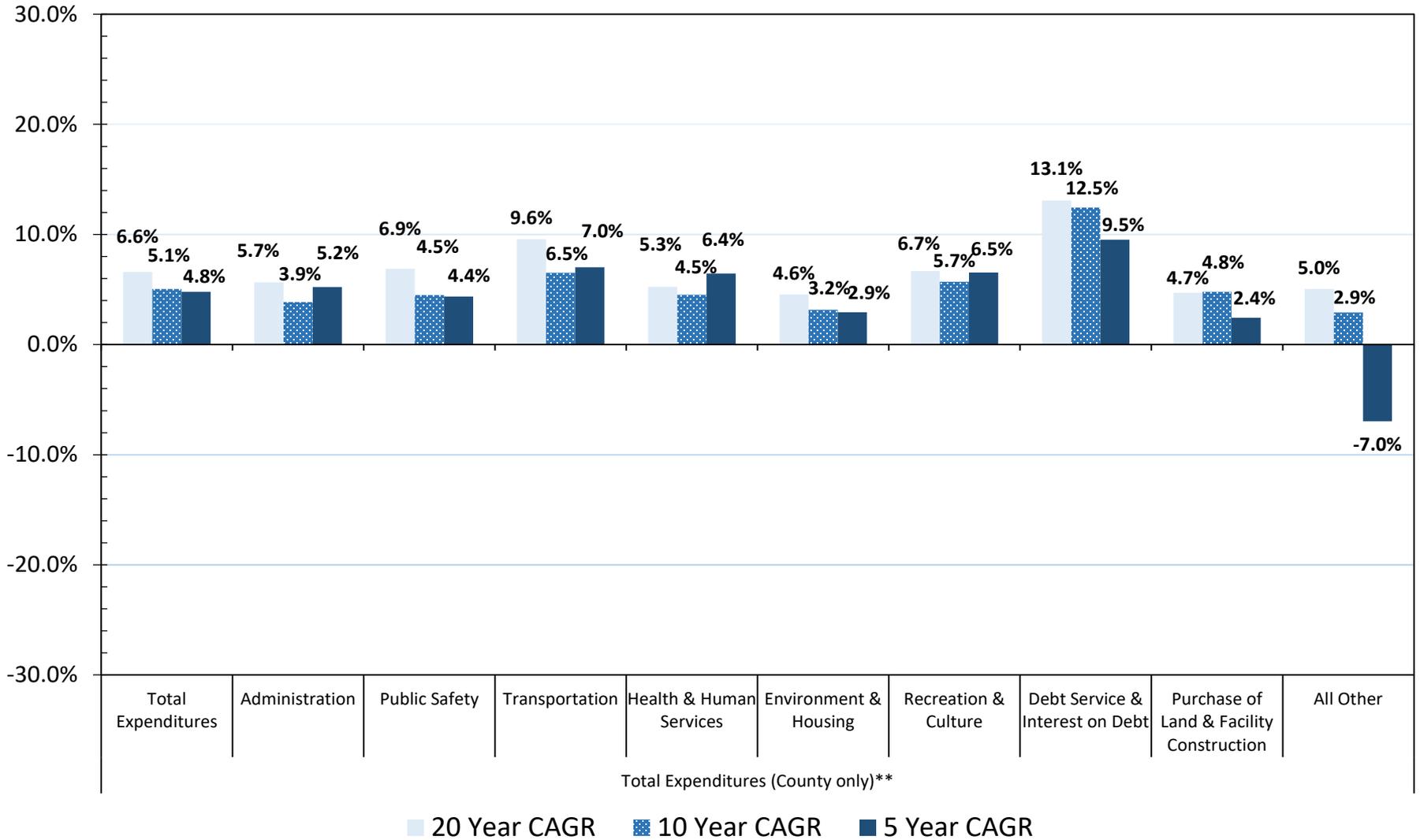
- Administration – County council, city administrator, routine building maintenance, economic development, zoning, etc.
- Public Safety – Law enforcement, fire protects, parking, etc.
- Transportation – Highways, streets, airports, etc.
- Health and Human Services – EMS, health departments, etc.
- Environment and Housing – Building inspection, stormwater, etc.
- Recreation – Libraries, parks, tourism, etc.
- Debt Service – General Fund, public transit, etc.
- Land and Facility Construction – Land, new construction and major renovation
- Other – Refunds, technical schools, and all items not in a category above.

# COUNTY EXPENDITURES

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## Average Annual Compound Growth Rate

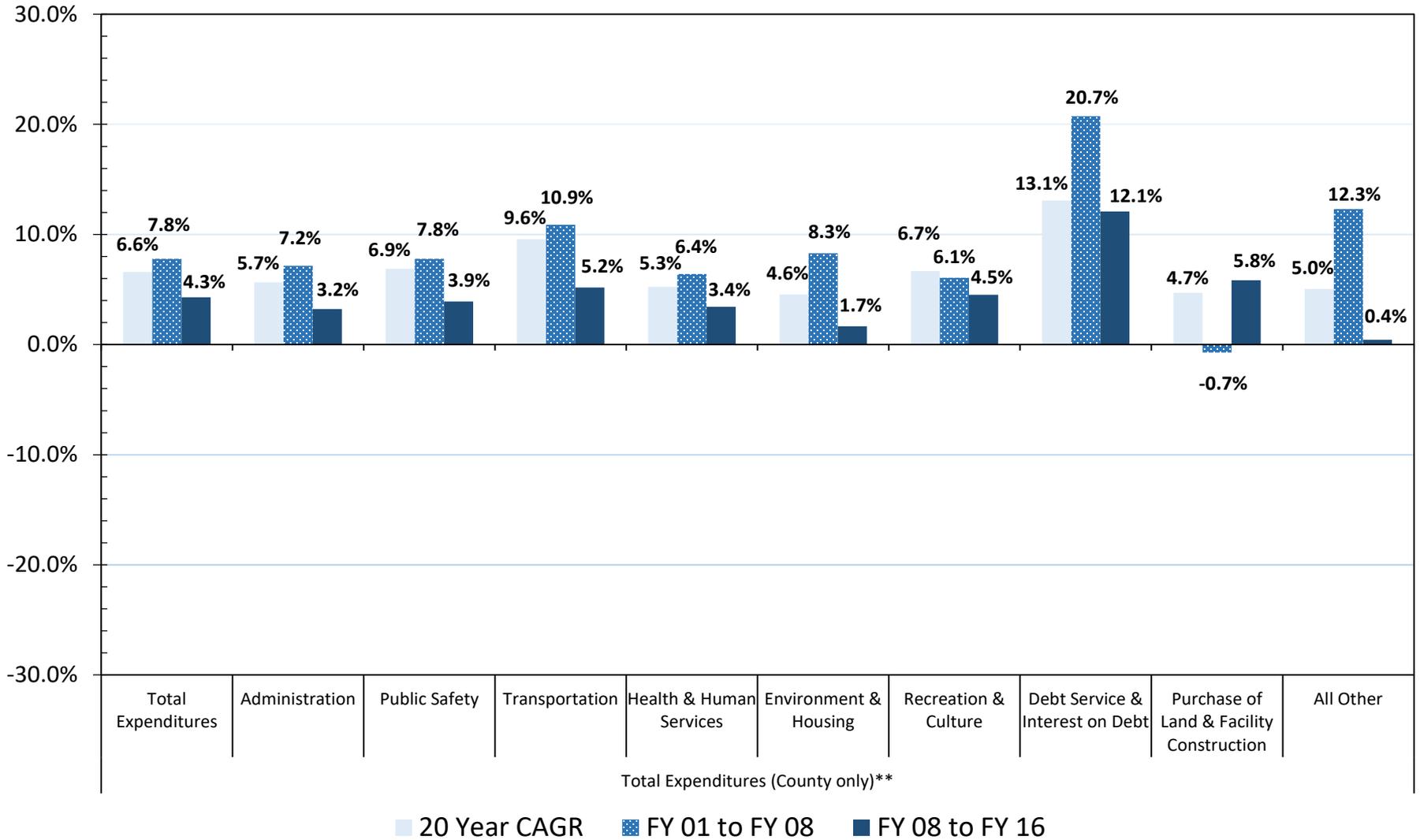
### 20 Year, 10 Year, and 5 Year



# COUNTY EXPENDITURES

## Average Annual Compound Growth Rate

20 Year, FY 01 to FY 08 (Pre-Act 388), and FY 08 to FY 16 (Post-Act388)



# Trends in Local Government Expenditures

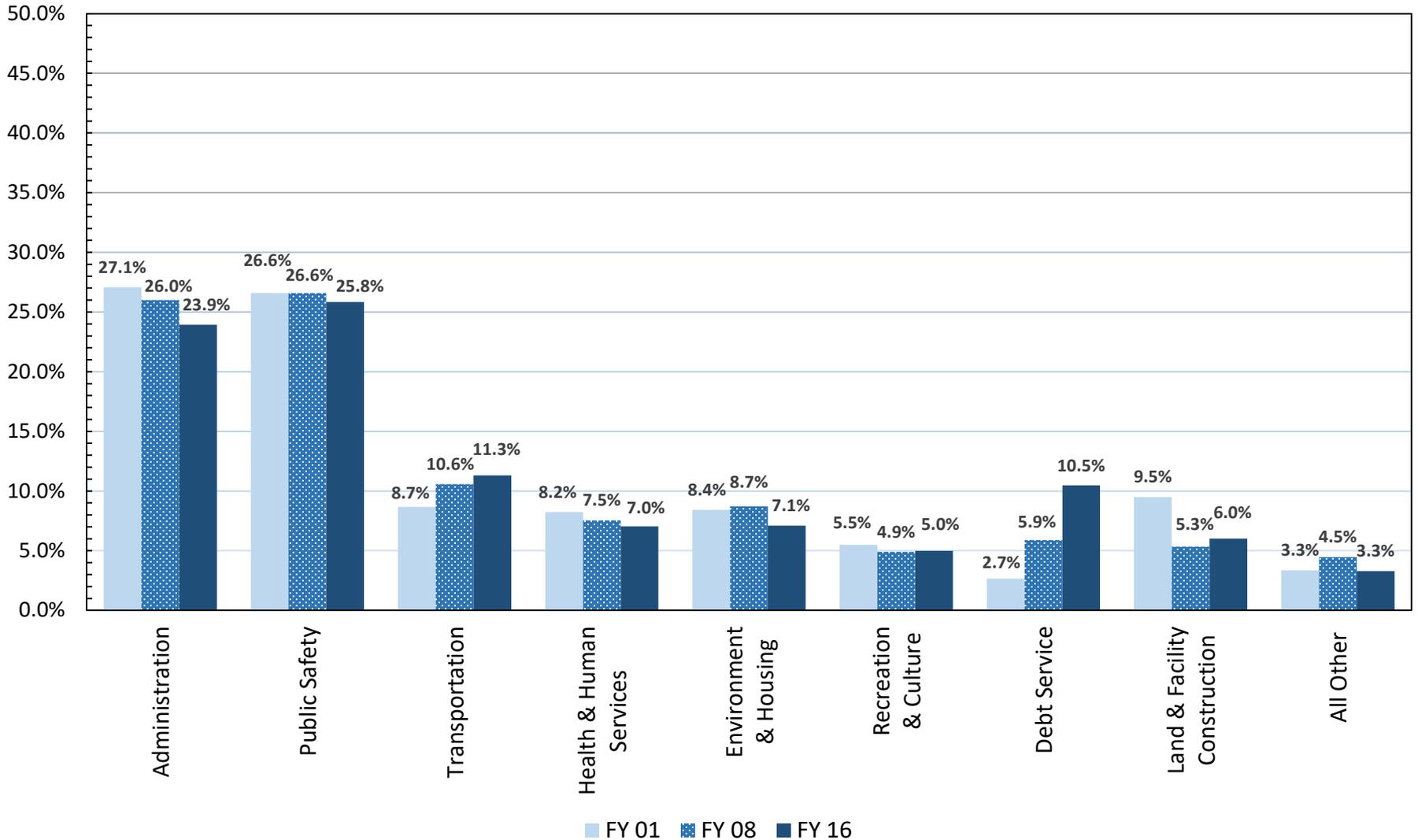
## Percentage of Total County Spending

	2001-2008	2008-2016	2001-2016
Administration	↓	↓	↓
Public Safety	↔	↔	↔
Transportation	↑	↔	↑
Health and Human Services	↔	↔	↓
Environment & Housing	↔	↓	↓
Recreation and Culture	↔	↔	↔
Debt Service	↑	↑	↑
Land and Facility Construction	↓	↔	↓
All Other	↑	↓	↔

# COUNTY GOVERNMENT SPENDING

## Percentage of Total County Spending

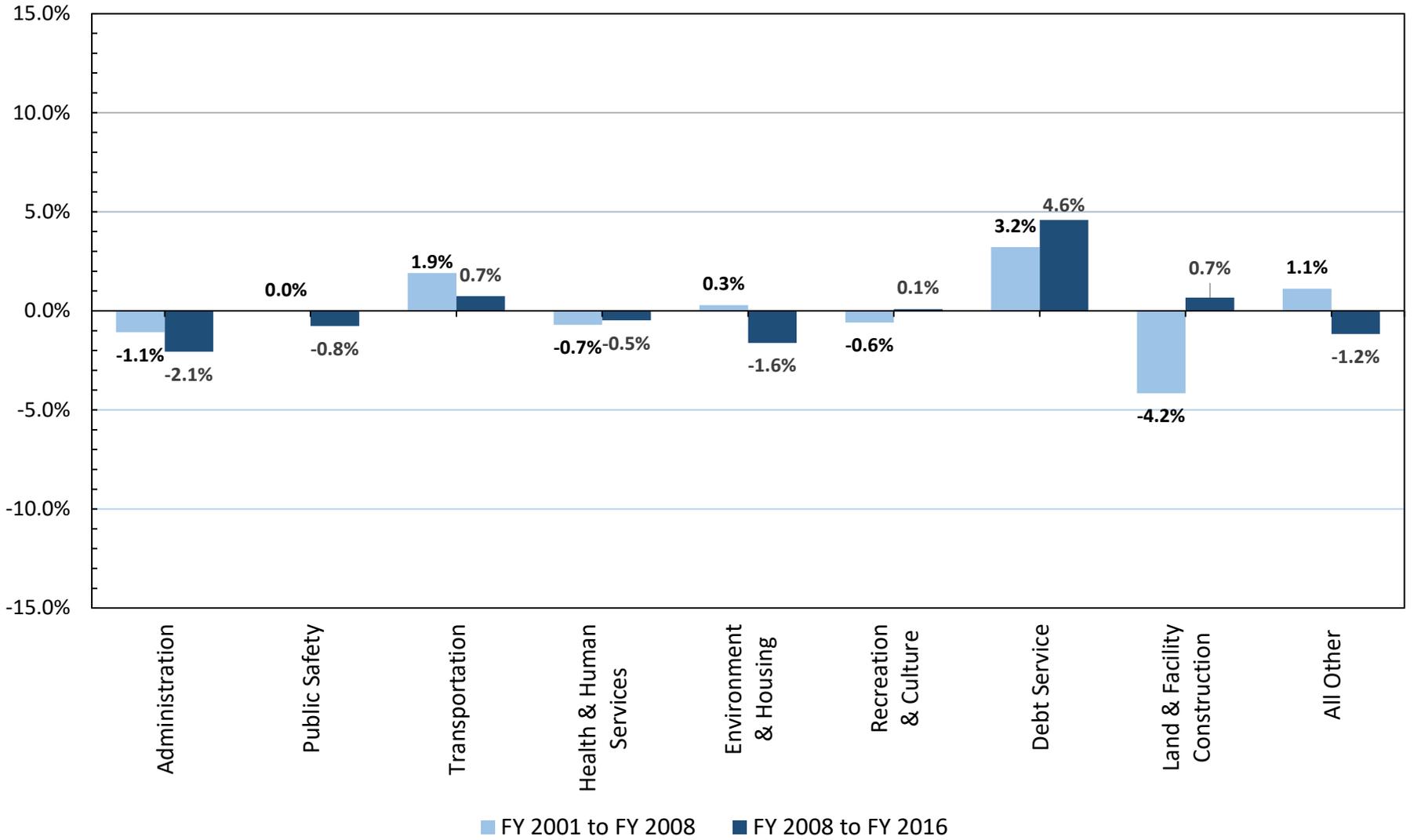
### FY 2000-01, FY 2007-08, and FY 2015-16



# COUNTY GOVERNMENT SPENDING

## Change in Percentage of Total County Spending

### FY 2000-01 to FY 2007-08 & FY 2007-08 to FY 2015-16



# **MUNICIPAL EXPENDITURES**

# Municipal Data Limitations

	FY 2001	FY 2008	FY 2016
Total Number of Cities Reported	210	264	236
Total Number of Cities Missing	60	6	34
Percentage of Cities Reporting	77.8%	97.8%	87.4%

## Trends in Local Government Expenditures

### Percentage of Total Municipal Spending

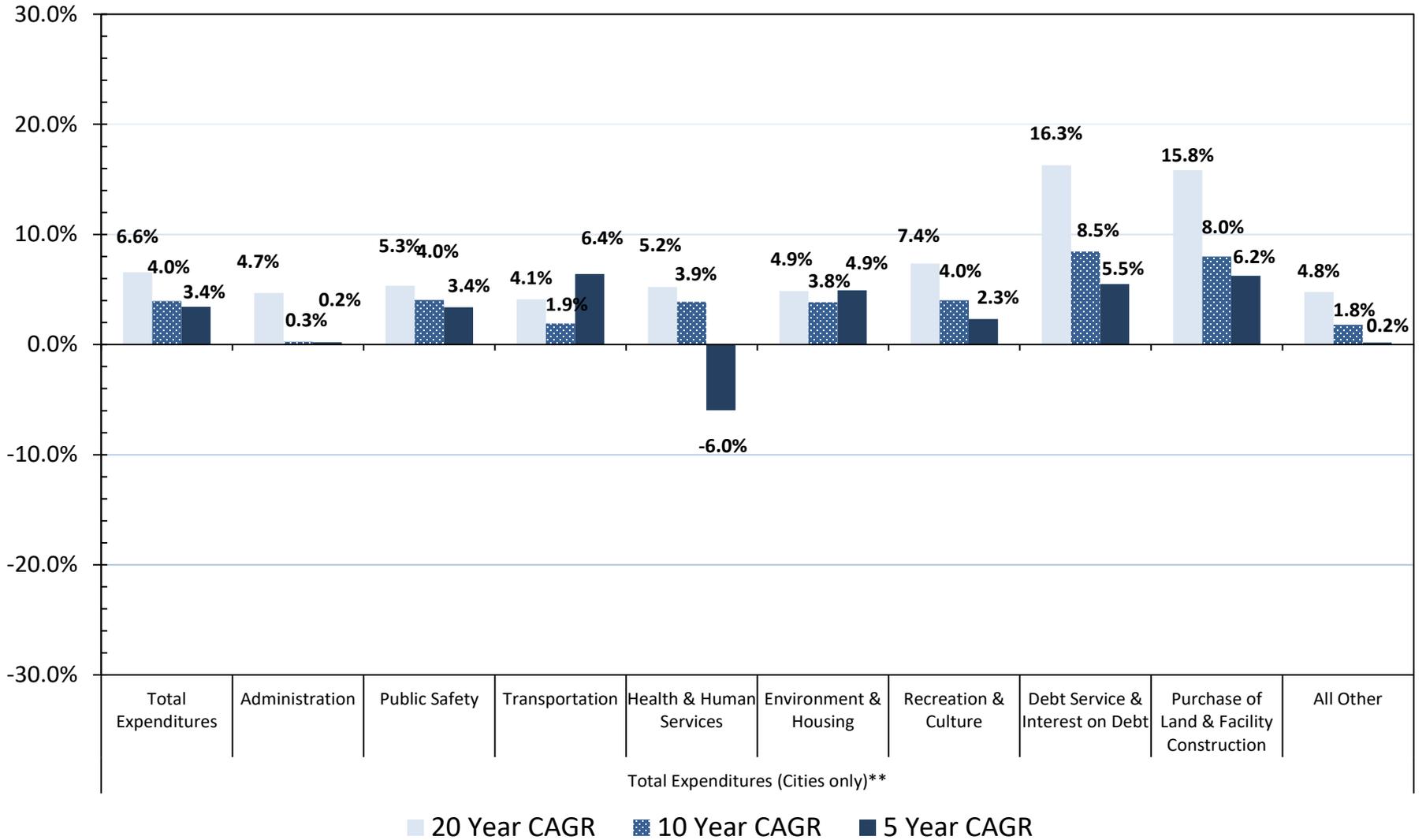
	2001-2008	2008-2016	2001-2016
Administration	↑	↓	↓
Public Safety	↓	↑	↓
Transportation	↓	↔	↓
Health and Human Services	↔	↔	↔
Environment & Housing	↓	↔	↓
Recreation and Culture	↔	↔	↔
Debt Service	↑	↑	↑
Land and Facility Construction	↑	↑	↑
All Other	↔	↓	↔

\* The municipal data set has limitations. The number of municipalities reporting is not consistent from year to year.

# MUNICIPAL EXPENDITURES

## Average Annual Compound Growth Rate

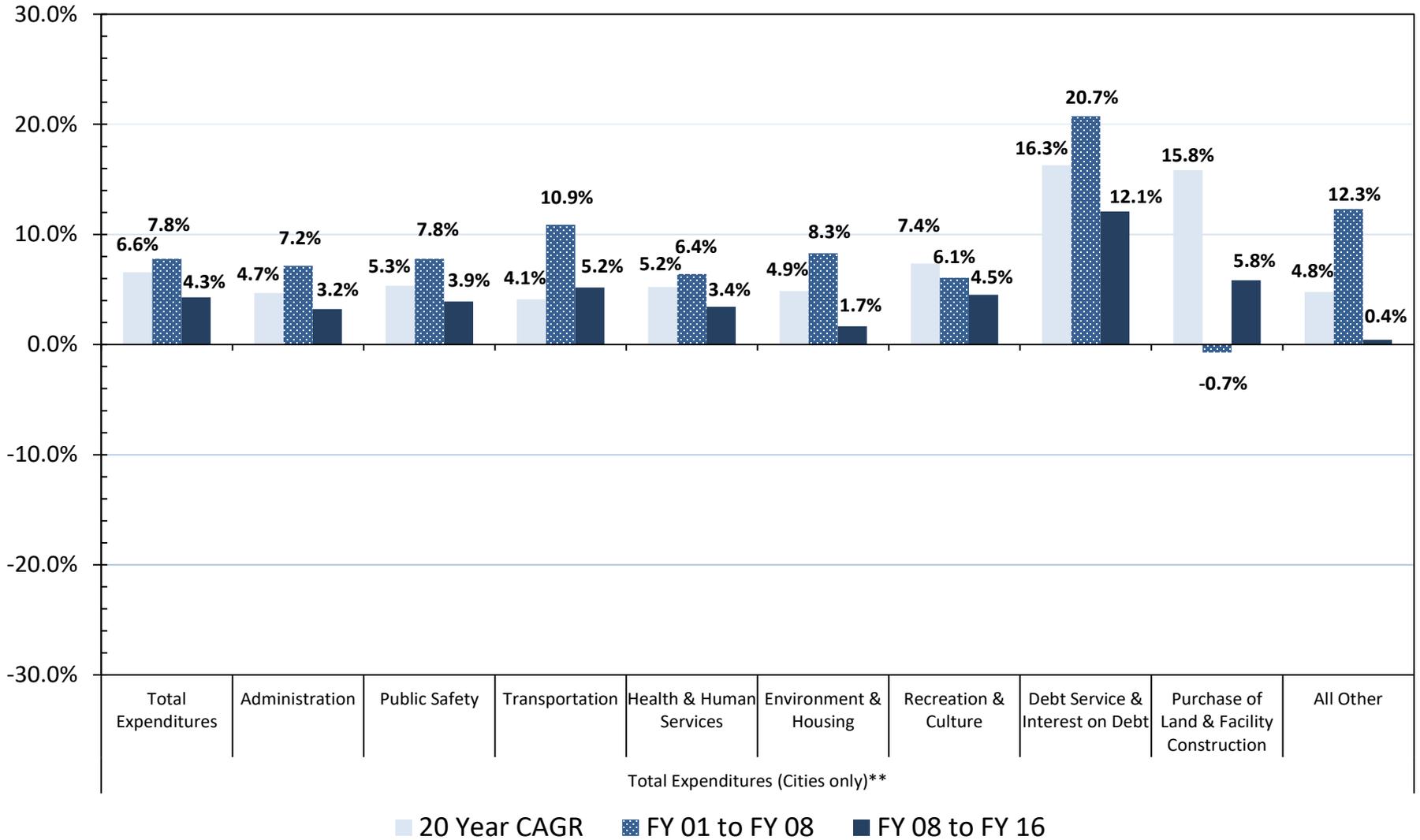
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# MUNICIPAL EXPENDITURES

## Average Annual Compound Growth Rate

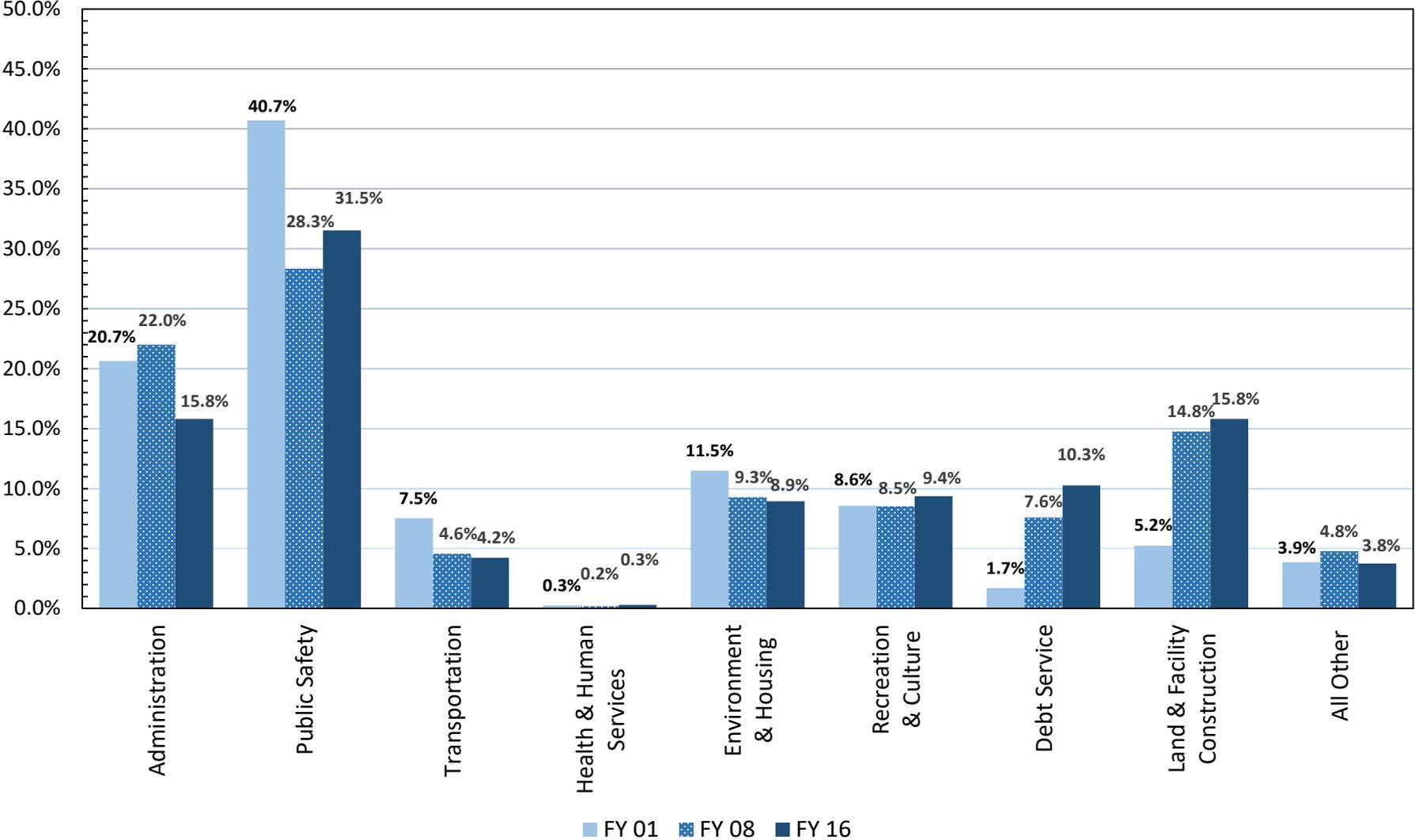
20 Year, FY 01 to FY 08 (Pre-Act 388), and FY 08 to FY 16 (Post-Act388)



# MUNICIPAL GOVERNMENT SPENDING

## Percentage of Total Municipal Spending

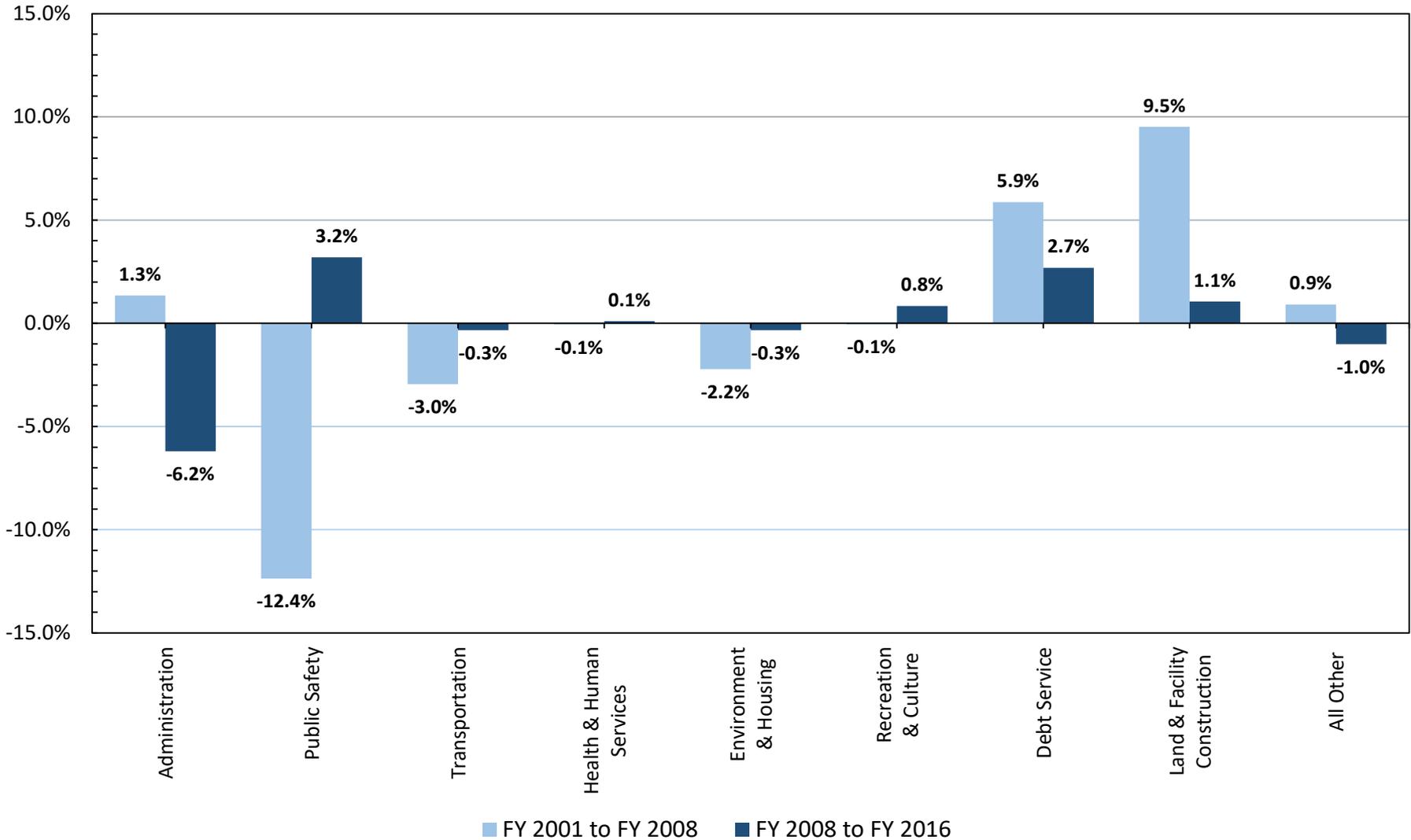
### FY 2000-01, FY 2007-08, and FY 2015-16



# MUNICIPAL GOVERNMENT SPENDING

## Change in Percentage of Total Municipal Spending

### FY 2000-01 to FY 2007-08 & FY 2007-08 to FY 2015-16



# REVENUES

## Revenue Functional Groups - Definitions

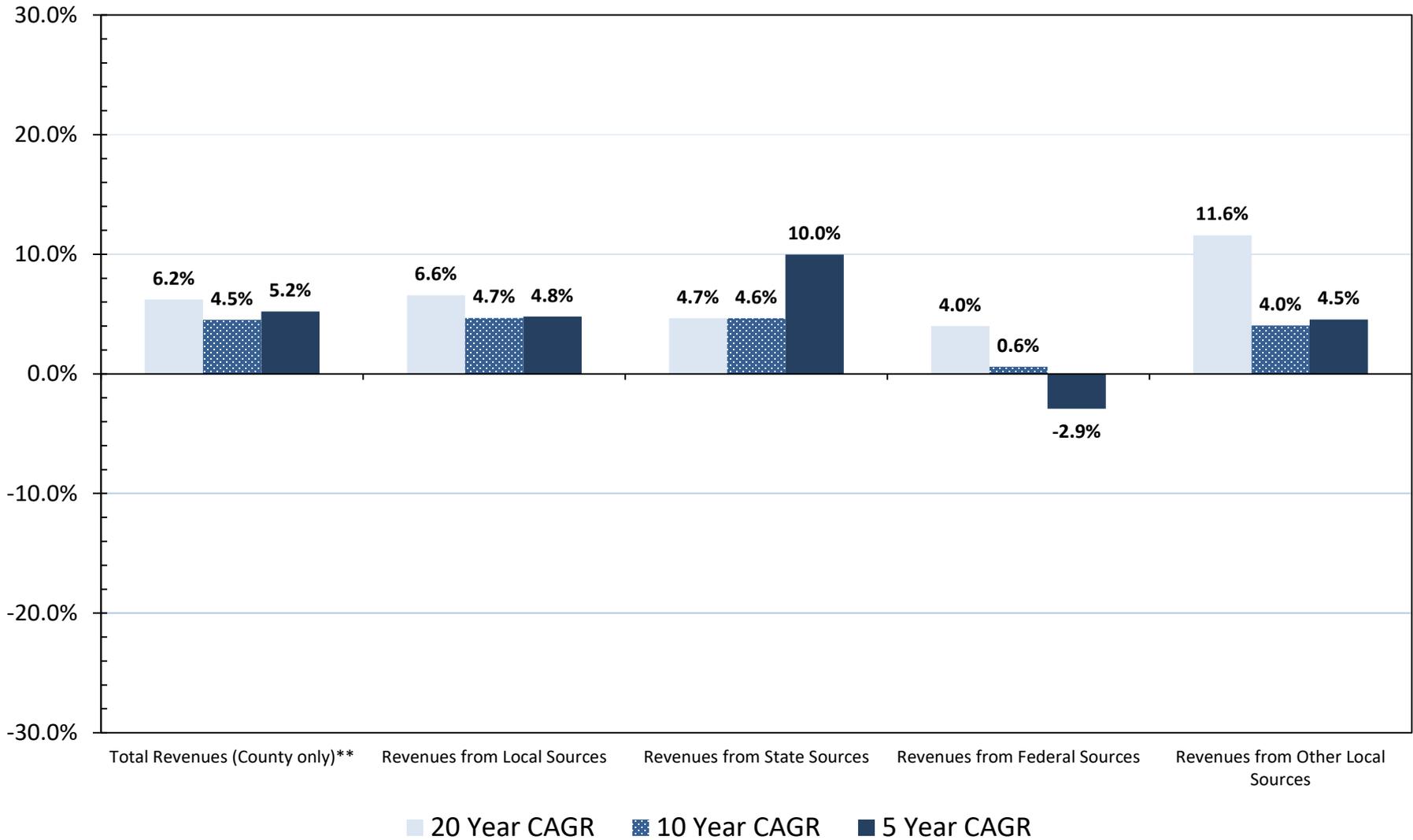
- Local Sources – Property tax, local option sales tax, hospitality tax, accommodations tax, capital projects/transportation tax, and licenses and fees.
- State Sources – Property tax relief, aid to subdivisions, EFA, EIA, grants, manufacturer's depreciation reimbursement, etc.
- Federal Sources – Grants
- Other Local Sources – Reimbursements from other counties or cities for joint projects, contracts, etc.

# COUNTY REVENUES

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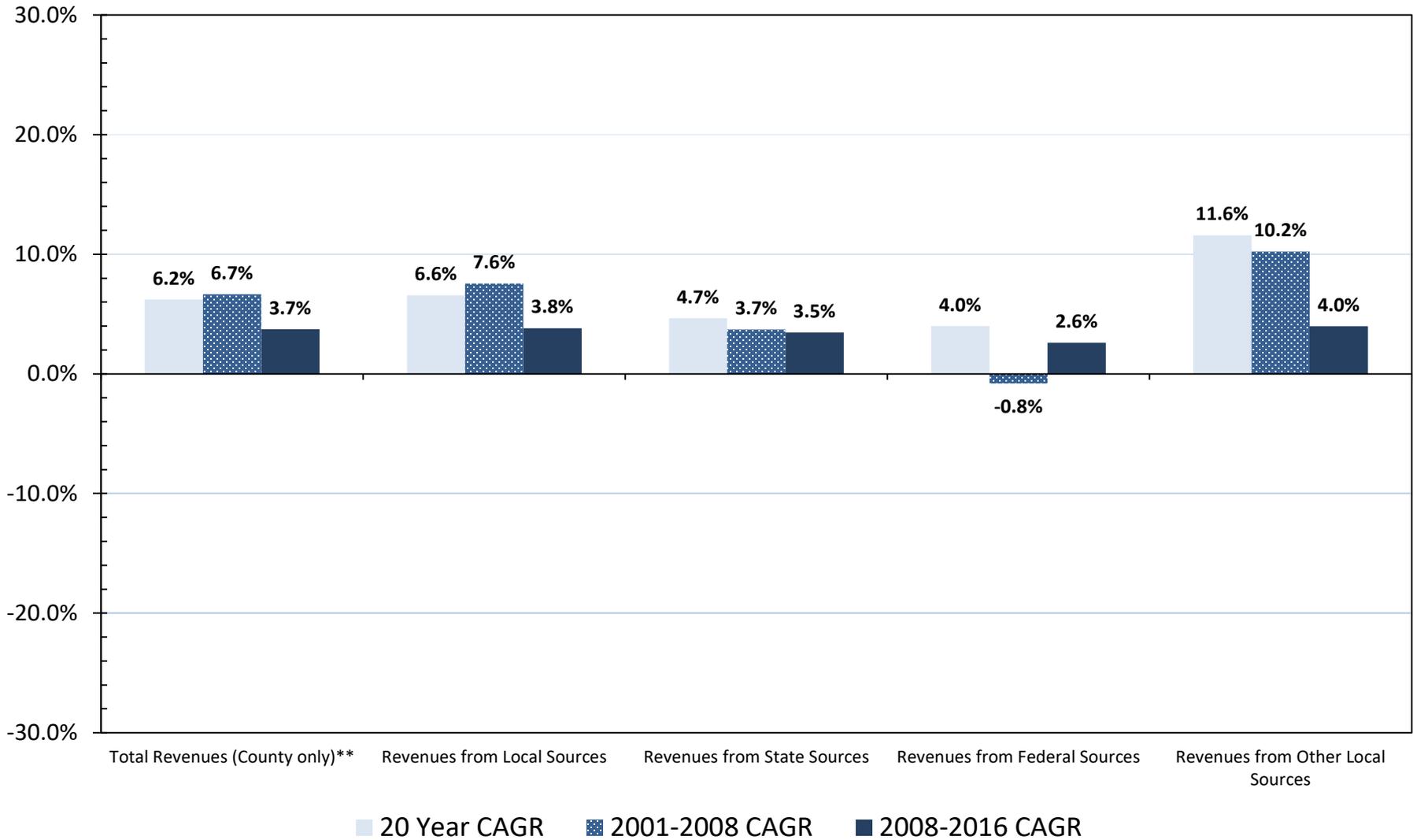
## Average Annual Compound Growth Rate

### 20 Year, 10 Year, and 5 Year



# COUNTY REVENUES

**Average Annual Compound Growth Rate - Act 388 Impacts**  
**20 Year, FY 01 to FY 08 (Pre-Act 388), and FY 08 to FY 16 (Post-Act388)**



# Trends in Local Government Revenues

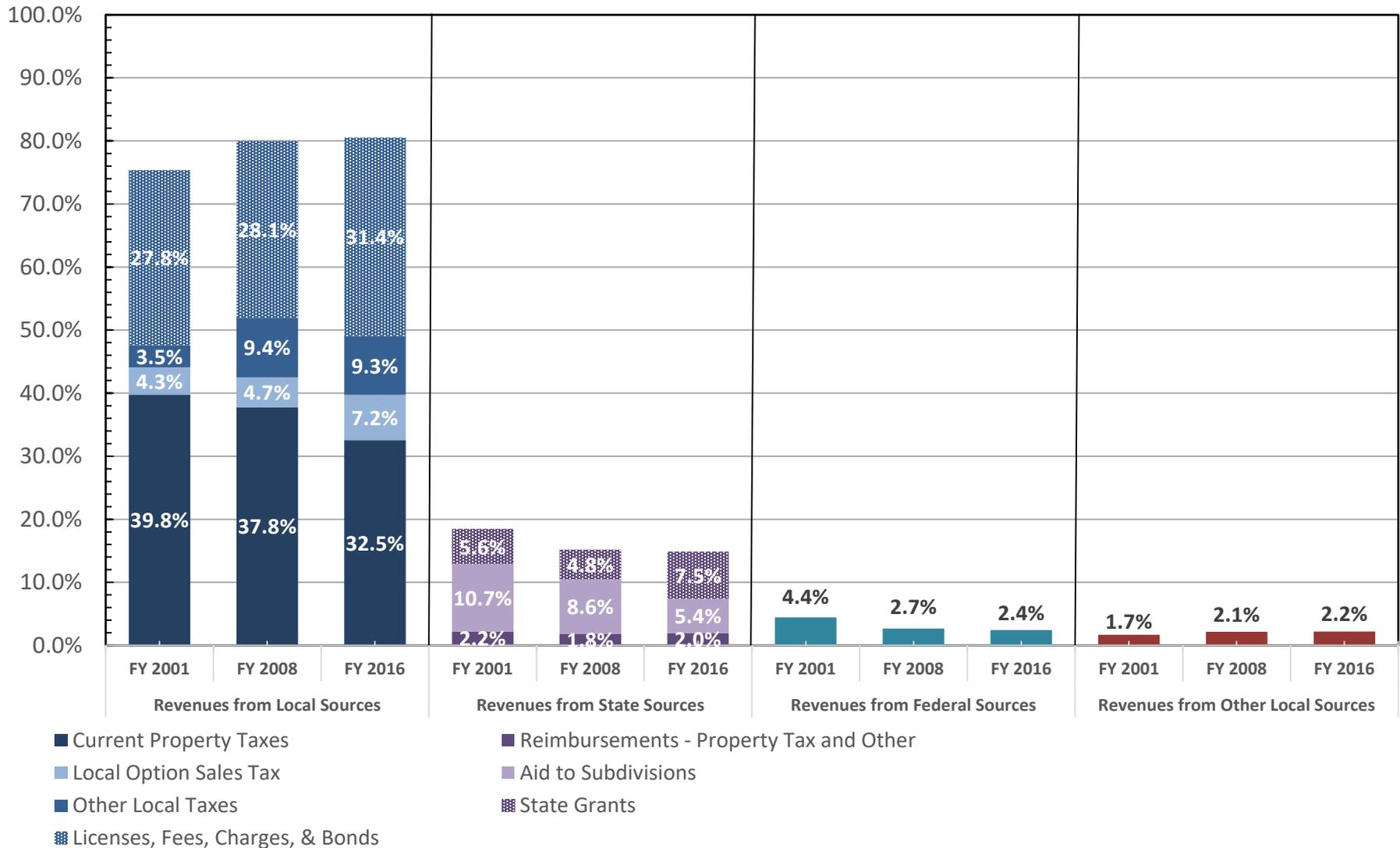
## Percentage of Total County Revenues by Source

	2001-2008	2008-2016	2001-2016
<b>Local Sources</b>	↑	↔	↑
Property Taxes	↓	↓	↓
Local Option Sales Tax	↔	↑	↑
Other Local Taxes	↑	↔	↑
Licenses and Fees	↔	↑	↑
<b>State Sources</b>	↓	↓	↓
Reimbursements	↔	↔	↔
Aid to Subdivisions	↓	↓	↓
State Grants	↔	↑	↑
<b>Federal Sources</b>	↓	↔	↓
Other Sources	↔	↔	↔

# LOCAL GOVERNMENT REVENUES

## County Revenues by Source

### FY 2001, FY 2008, and FY 2016

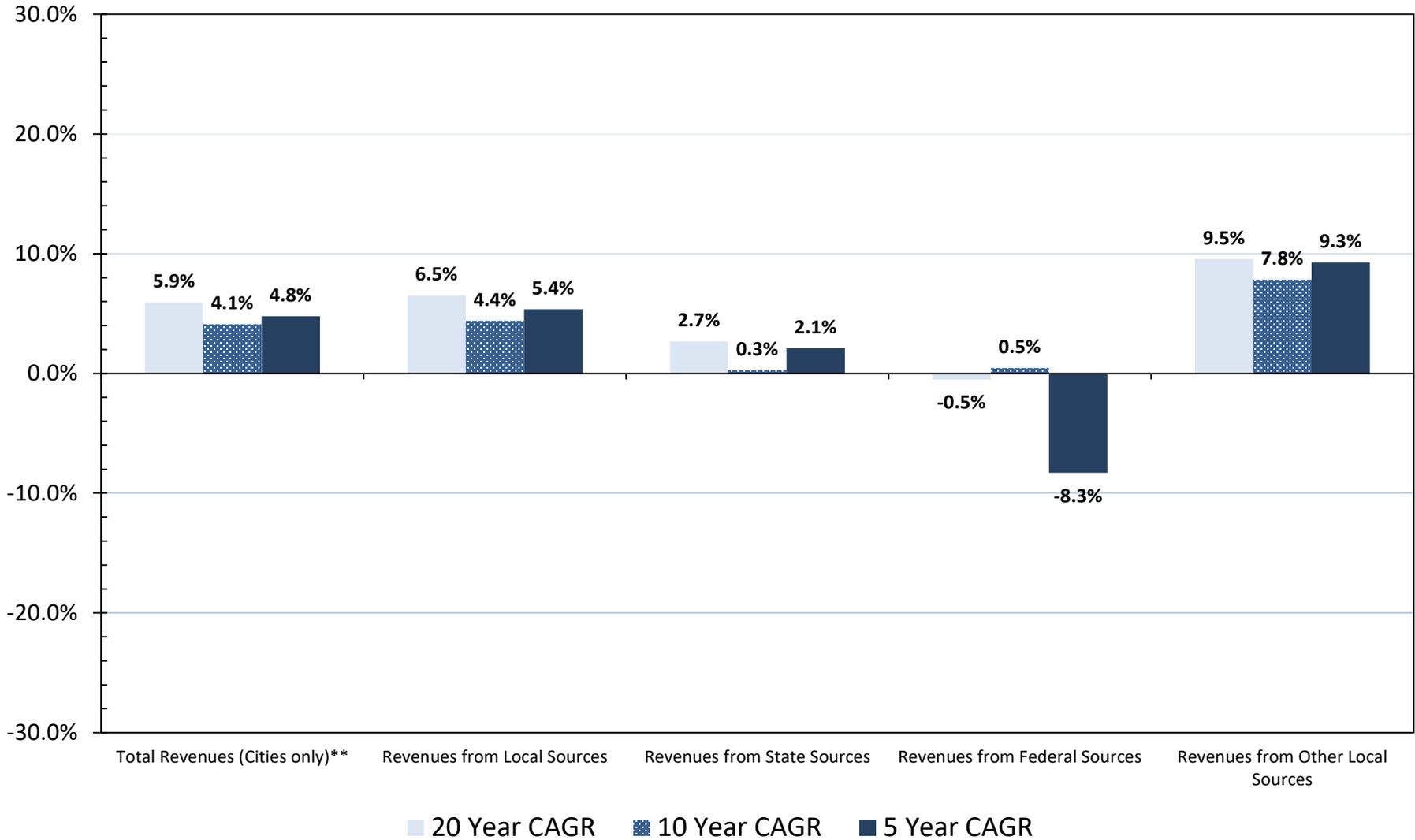


# **MUNICIPAL REVENUES**

# MUNICIPAL REVENUES

## Average Annual Compound Growth Rate

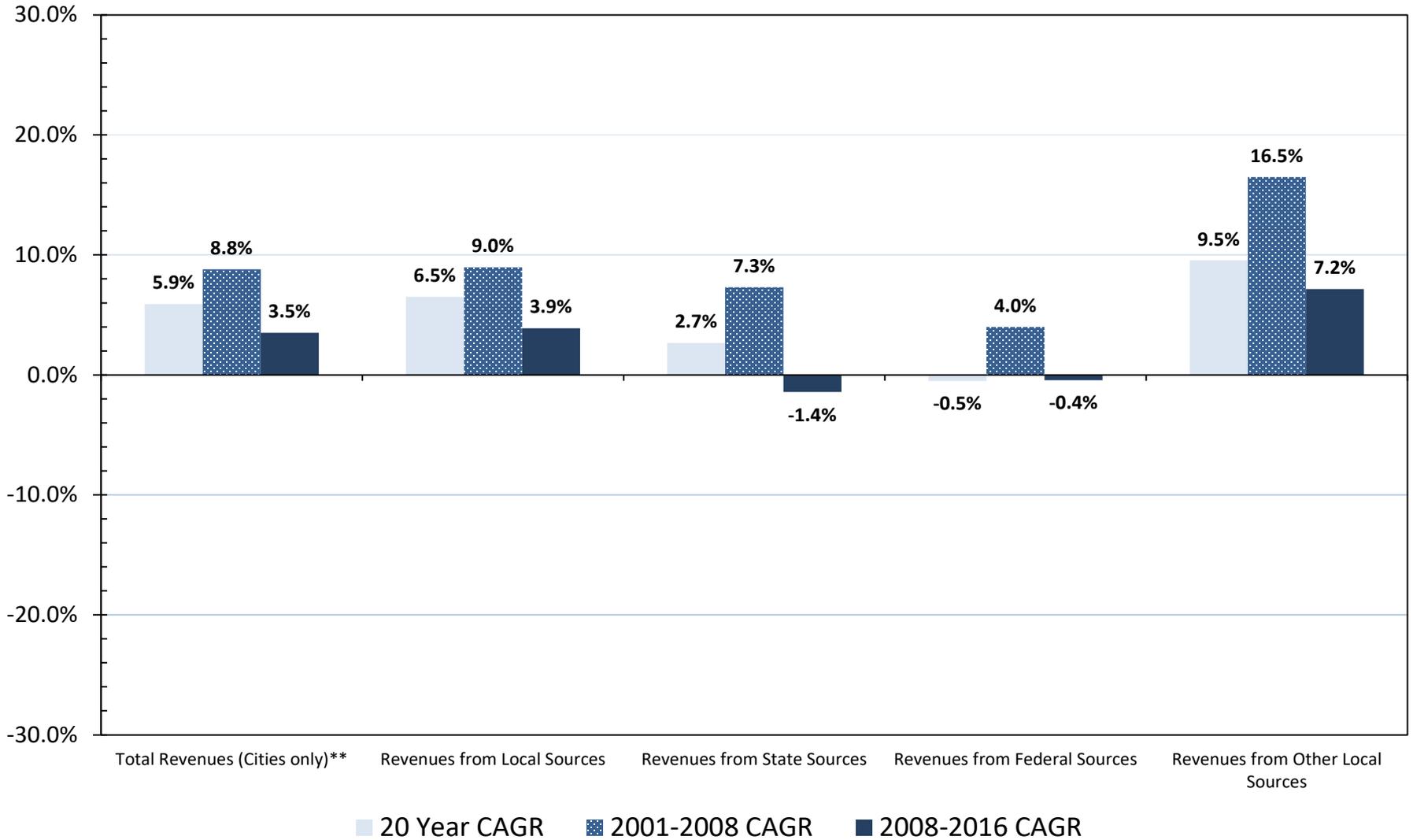
### 20 Year, 10 Year, and 5 Year Compound Annual Growth Rates



# MUNICIPAL REVENUES

## Average Annual Compound Growth Rate - Act 388 Impacts

20 Year, FY 01 to FY 08 (Pre-Act 388), and FY 08 to FY 16 (Post-Act 388)



# Trends in Local Government Revenues

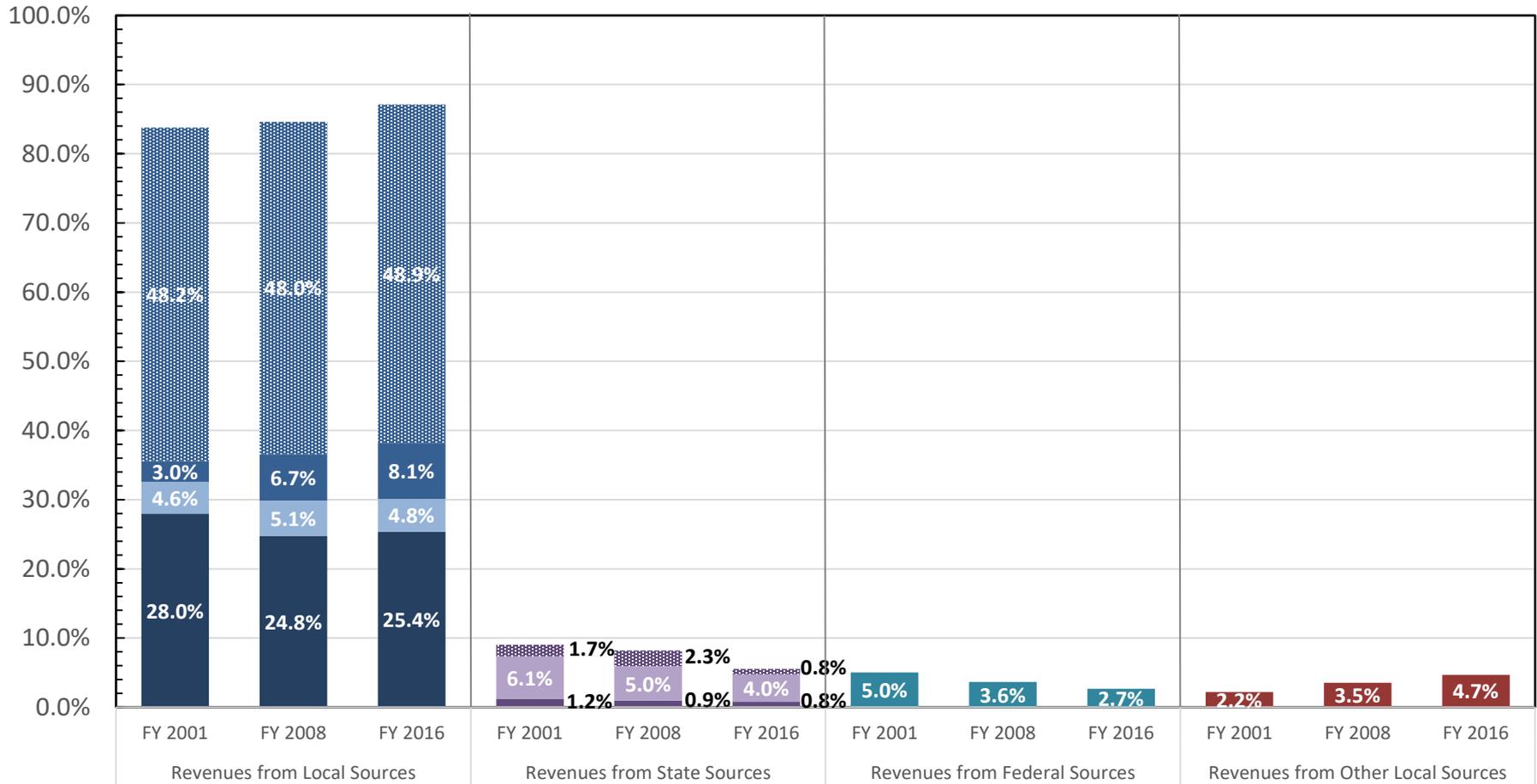
## Percentage of Total Municipal Revenues by Source

	2001-2008	2008-2016	2001-2016
<b>Local Sources</b>	↔	↑	↑
Property Taxes	↓	↔	↓
Local Option Sales Tax	↔	↔	↔
Other Local Taxes	↑	↑	↑
Licenses and Fees	↔	↔	↔
<b>State Sources</b>	↓	↓	↓
Reimbursements	↔	↔	↔
Aid to Subdivisions	↓	↓	↓
State Grants	↔	↔	↔
<b>Federal Sources</b>	↓	↔	↓
<b>Other Sources</b>	↑	↑	↑

# LOCAL GOVERNMENT REVENUES

## Municipal Revenues by Source

### FY 2001, FY 2008 and FY 2016



- Current Property Taxes
- Local Option Sales Tax
- Other Local Taxes
- Licenses, Fees, Charges, & Bonds
- Reimbursements - Property Tax and Other
- Aid to Subdivisions
- State Grants