

# **FY 2024-25 Biennial Budget: Budget Policy Motion Goals & Priorities**

## **Budget Basics and New Leveraged Support Funding Process**

# Introductions

- Karen Alder, Finance Director / Monica Morton, Assistant Finance Director
- Andrew Dudas, Budget Director
- Purpose of Meeting:
  - Educate you on the budget process
  - Educate you on the new leveraged support funding process
  - This is YOUR meeting – please ask questions!

# Five Strategic Priorities



FISCAL SUSTAINABILITY



EXCELLENT AND EQUITABLE SERVICE DELIVERY



PUBLIC SAFETY

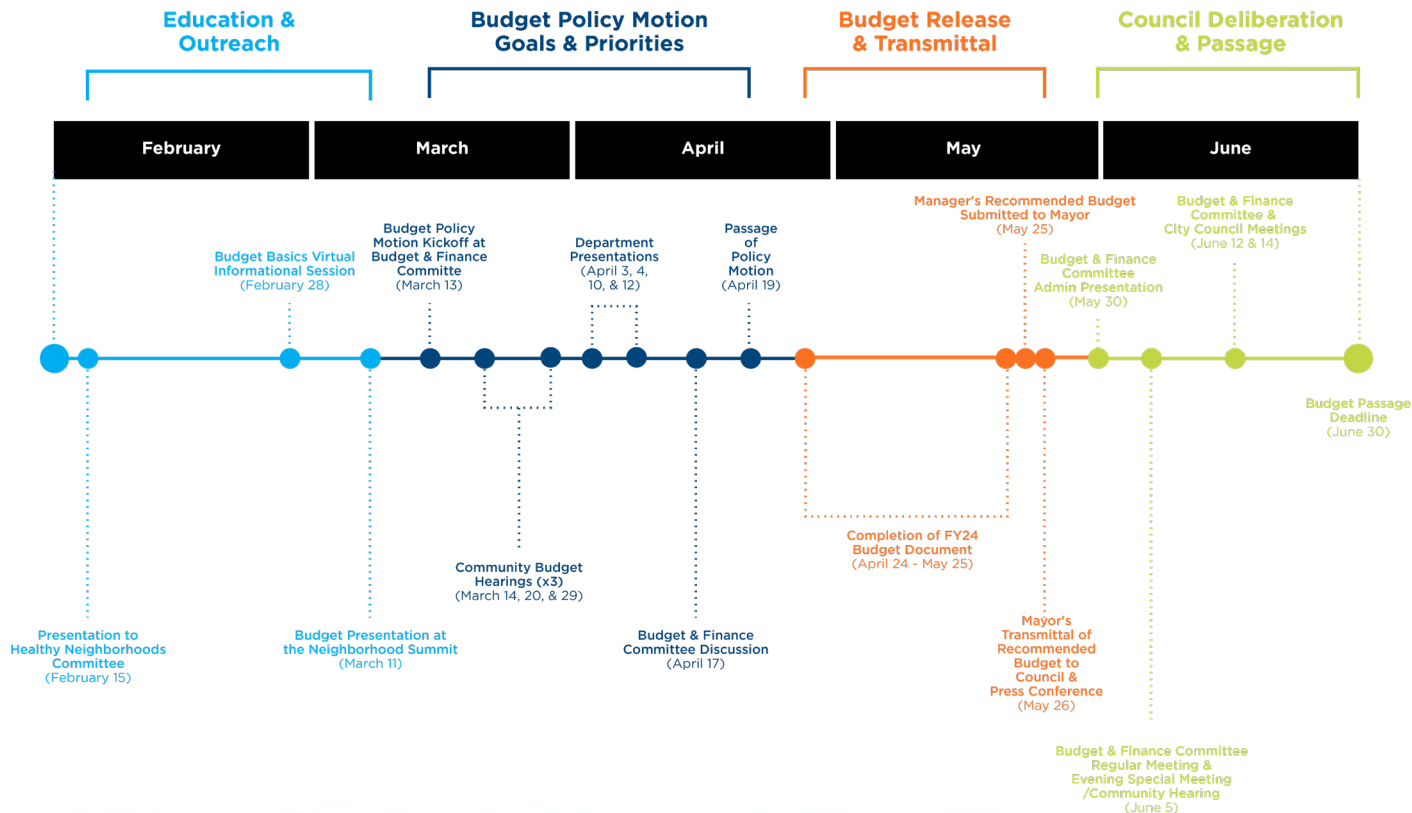


THRIVING NEIGHBORHOODS



GROWING ECONOMIC OPPORTUNITY

# Budget Schedule



# Overall Budget Strategy

- **Pass a structurally balanced budget**
  - Revenues  $\geq$  Expenditures
- **Expand the tax base**
  - Economic Development & Neighborhood Investment are focal points
  - Recruit and retain jobs



# Approved FY 2023 All Funds Budget Update

(\$ in Millions)	FY 2022 - 2023 Biennial Budget			From FY 2022 Approved		From FY 2023 Approved Biennial	
	Approved FY 2022	Approved FY 2023	Approved FY 2023 Update	\$ Change	% Change	\$ Change	% Change
Operating Budget							
General Fund <sup>(1)(2)</sup>	\$440.6	\$442.6	\$474.1	\$33.5	7.6%	\$31.5	7.1%
Restricted Funds	\$770.9	\$723.6	\$732.1	-\$38.8	-5.0%	\$8.5	1.2%
Subtotal Operating Budget	\$1,211.5	\$1,166.2	\$1,206.2	-\$5.3	-0.5%	\$40.0	3.4%
Capital Budget							
General Capital Budget	\$85.1	\$53.9	\$127.1	\$42.0	49.3%	\$73.2	135.7%
Restricted Funds Capital	\$184.9	\$192.9	\$160.2	-\$24.7	-13.4%	-\$32.7	-17.0%
Special Revenue/Matching Capital	\$39.7	\$5.6	\$17.5	-\$22.2	-56.0%	\$11.9	212.0%
Subtotal Capital Budget	\$309.6	\$252.3	\$304.7	-\$4.9	-1.6%	\$52.4	20.8%
<b>Total All Funds Budget</b>	<b>\$1,521.1</b>	<b>\$1,418.5</b>	<b>\$1,510.9</b>	<b>-\$10.2</b>	<b>-0.7%</b>	<b>\$92.4</b>	<b>6.5%</b>

<sup>(1)</sup>The Approved FY 2022 and FY 2023 General Fund amounts do not include \$16.7 million and \$18.1 million respectively in Health Department funding that is transferred to the Cincinnati Health District Restricted Fund.

<sup>(2)</sup>The Approved FY 2023 General Fund Budget Update amount does not include \$18.9 million in Health Department funding that is transferred to the Cincinnati Health District Restricted Fund, \$67.3 million in funding that is transferred to the General Capital Budget.

# FY 2023 General Fund Resources \$560.3 million\*

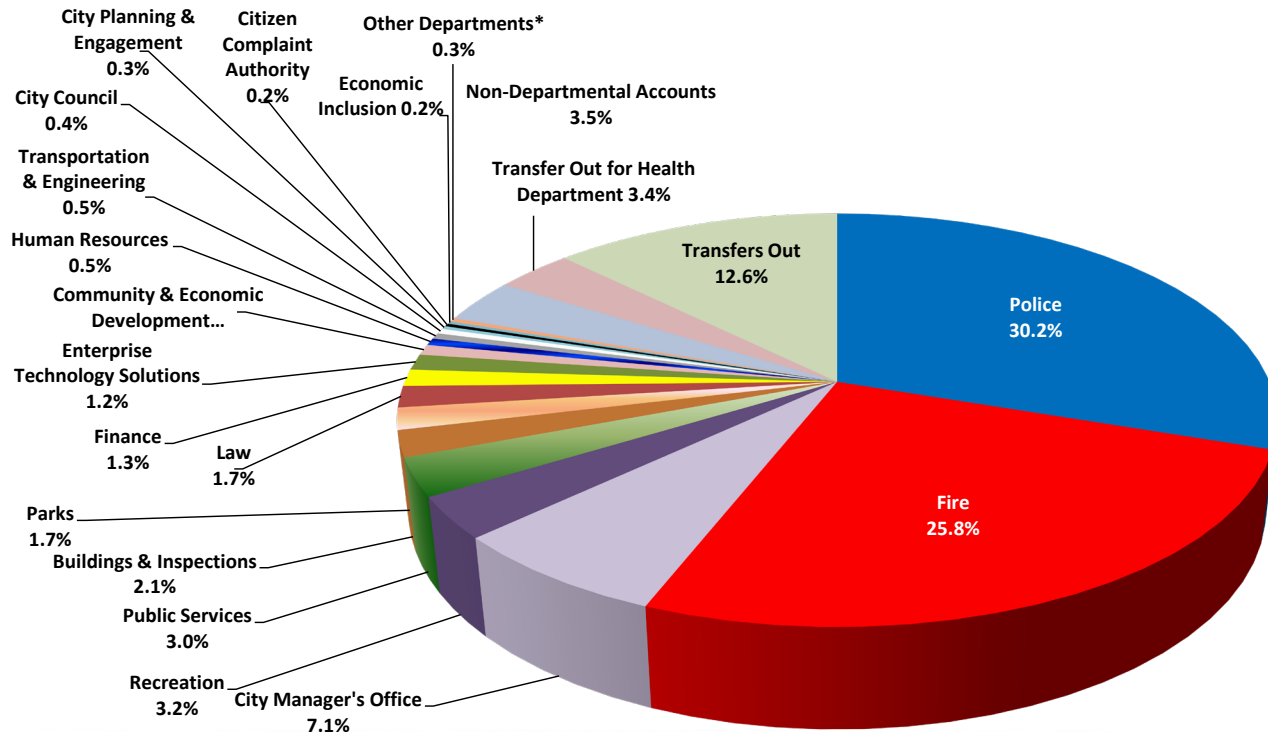
*So where does the money come from?*



\*Includes \$85.6 million in one-time ARP funds.

# OPERATING BUDGET

## General Fund Expenditures – \$560.3 million



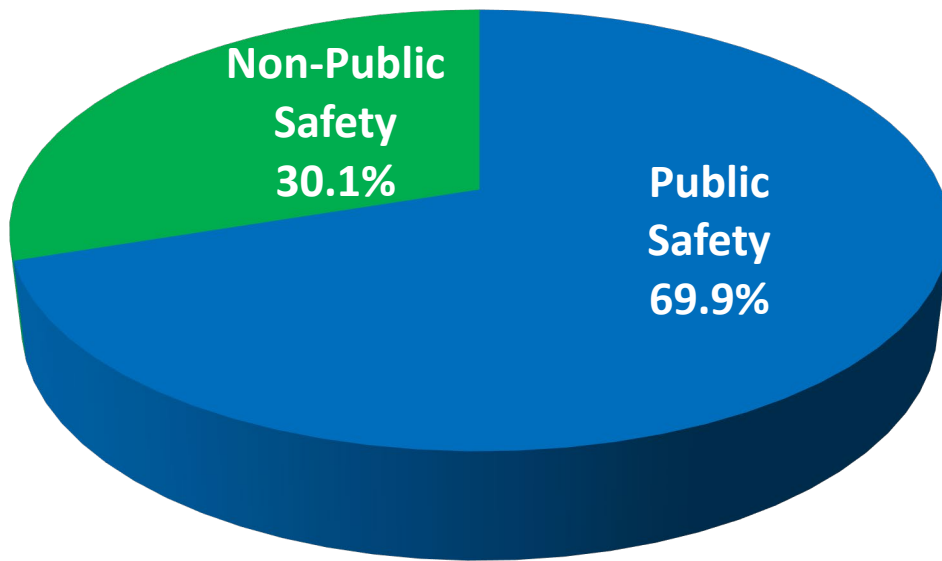


# OPERATING BUDGET

## General Fund Expenditures

*Where does the money go?*

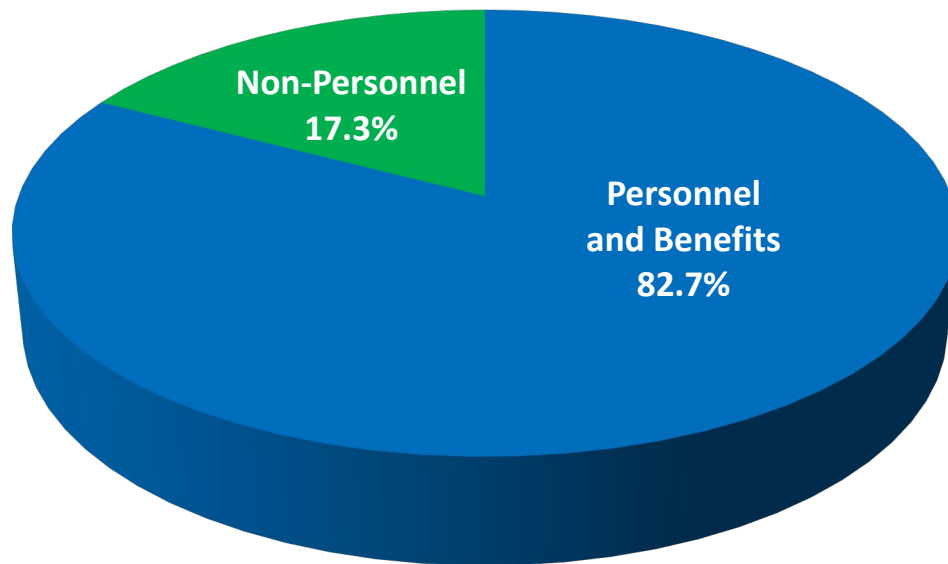
### Public Safety and Non-Public Safety



\*The Transfer Out for the Health Department is reflected here based on the budgeted expenses for the Health Department within these categories.

# OPERATING BUDGET

General Fund Expenditures  
*Where does the money go?*  
Personnel and Non-Personnel

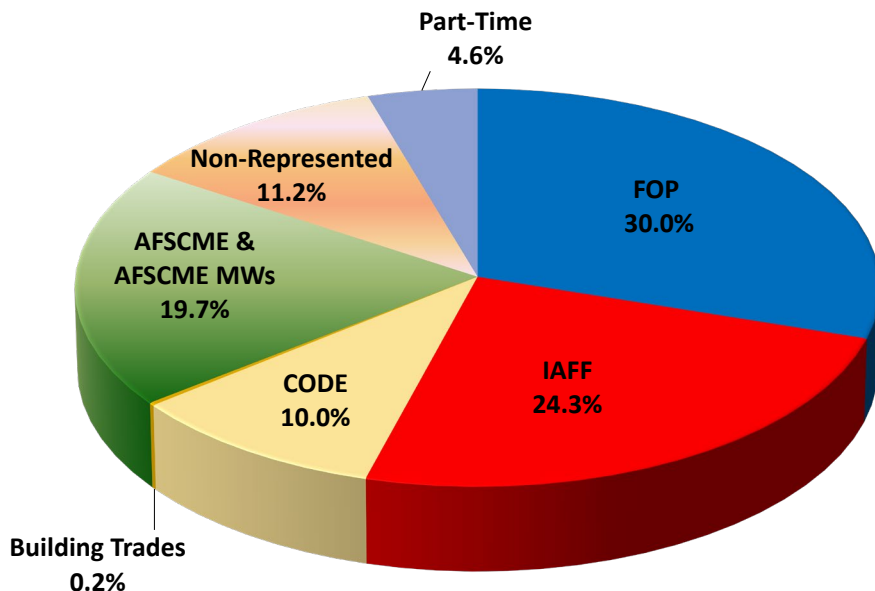


\*The Transfer Out for the Health Department is reflected here based on the budgeted expenses for the Health Department within these categories.

# OPERATING BUDGET

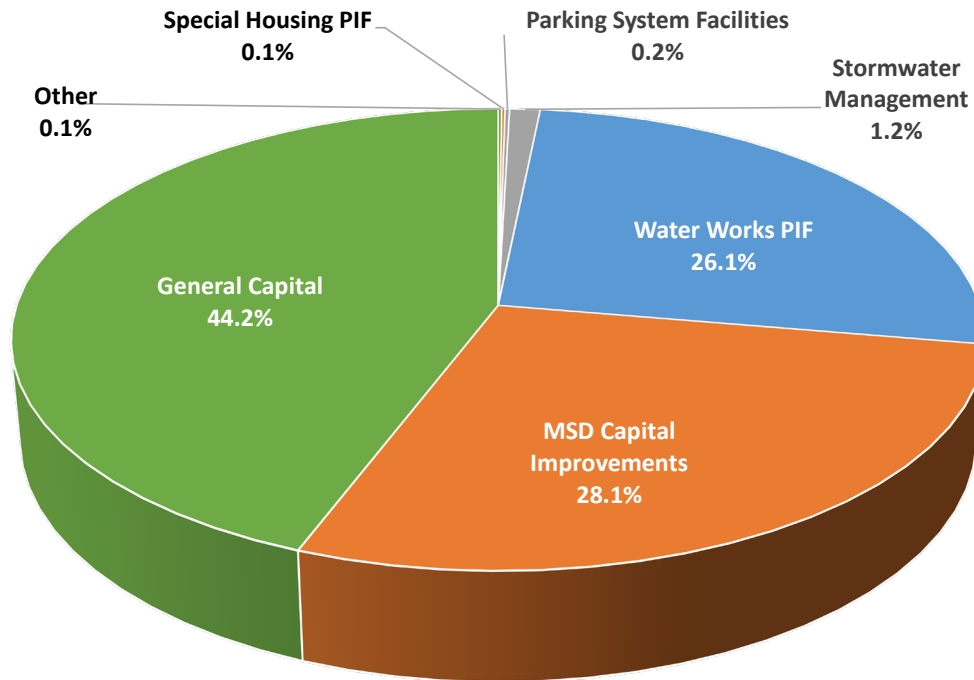
## General Fund Expenditures

**Personnel Expenses represent 82.7% of the General Fund Budget  
with 84.2% of employees represented by labor contracts.**



# CAPITAL BUDGET

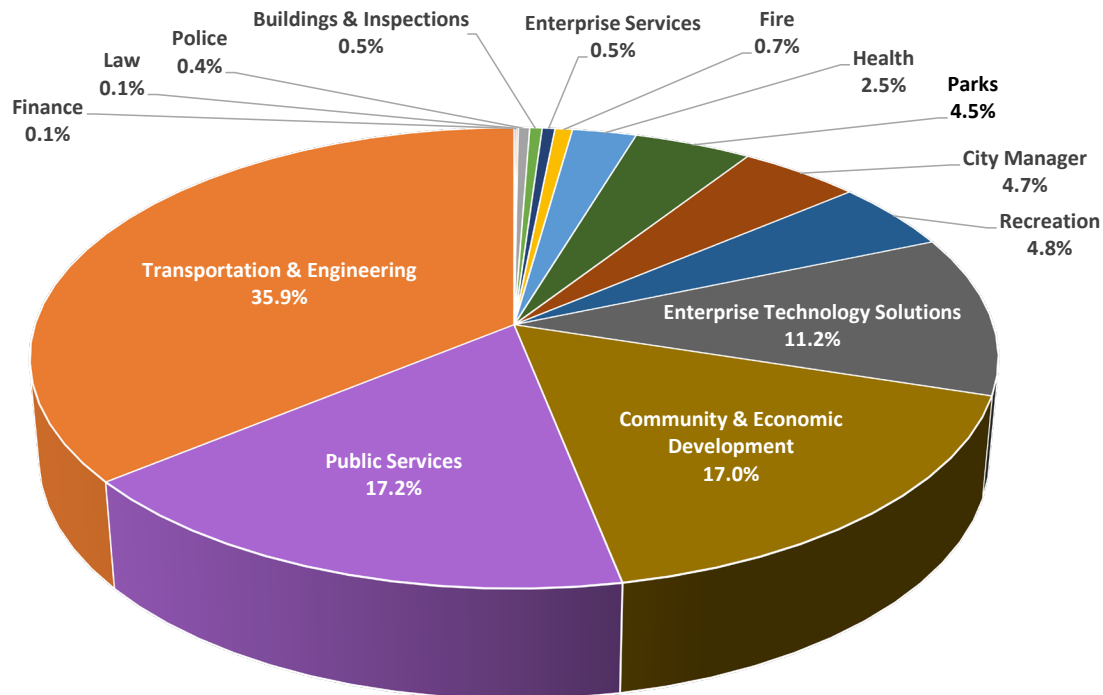
**All Funds Capital Budget Update, FY 2023 = \$287.6 million\***



\*"Other" combines the FY 2023 Approved Capital Budget Update amount for the following funds: Telecommunications Services, General Aviation, and Convention Center. Individually, each of these funds consist of less than 0.1% of the Approved FY 2023 All Funds Capital Budget Update. This chart does not include Grant Funds.

# CAPITAL BUDGET

General Capital Budget Update, FY 2023 = \$127.1 million



# New Leveraged Support Funding Process

## Definition of “Leveraged Support”

Financial support from the City of Cincinnati to an external organization (i) as general operating support to fund their work in the City or (ii) as funding for a specific program aimed at addressing a public need in the City.

# Eligibility Criteria

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Minimum eligibility criteria and request parameters are as follows:

- **The applicant must be an existing organization** that has at minimum three years of audited financial statements or federal tax returns and must not be debarred from contracting or subcontracting with the City.
  - Start-up organizations are not eligible to apply and should instead apply under the City's Boots on the Ground program.
  - Applications requesting funding for new programs of existing organizations are acceptable.
- **Applicants should not request more than \$500,000 or less than \$50,000.**
  - Only in extraordinary circumstances will an award be granted in excess of \$500,000.
- **Applicants must be offering a service that directly benefits City residents** under one of the categories identified by the Administration.

City funding of third parties to perform elements of City Operations – managing city-owned assets or programs – are not subject to the application process.



# Categorization

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Each new category is designed to show priorities within the community and how the City is addressing these needs.

1. **Arts:** Organizations that support artistry, creativity, and culture within Cincinnati.
2. **Economic Development and Neighborhood Support:** Organizations that invest in communities or specific neighborhoods within Cincinnati to develop the local economy or increase neighborhood vitality.
3. **Environment:** Organizations dedicated to addressing climate change and improving the local ecosystems in Cincinnati.
4. **Equity and Inclusion:** Organizations focused on combatting institutional discrimination, bolstering diversity, and uplifting all genders, sexual orientations, and races in economic pursuits.
5. **Homelessness and Eviction Prevention:** Organizations aimed at combatting the affordable housing crisis, providing tenant protections, maintaining homeownership and quality rentals, and preventing homelessness.
6. **Human Services and Violence Prevention:** Organizations aimed at improving public health, legal representation, and safety among Cincinnati residents.
7. **Workforce Programming and Poverty Reduction:** Organizations that assist residents in finding and maintaining gainful employment and reducing poverty.

# Online Application

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The online application can be found on the City's website:

<https://www.cincinnati-oh.gov/budget/leveraged-support-application/>

- Applications are being accepted from February 14<sup>th</sup> through March 24<sup>th</sup>.
- Questions about the application process can be directed to:
  - Angela Wright, City Manager's Office
  - [Angela.wright@cincinnati-oh.gov](mailto:Angela.wright@cincinnati-oh.gov) / 513-352-5335
- Recipients will be included in the City Manager's Recommended FY 2024-25 Biennial Budget
  - Budget Release targeted for May 2023
  - Subject to approval by the City Council in June 2023

# Questions? Comments?

Please visit our websites:

<https://www.cincinnati-oh.gov/budget/>

<https://www.cincinnati-oh.gov/finance/>