

# 2023 City Budget Overview

Prepared for City-County Homeless Issues Committee

September 19, 2022

# City of Madison Budget Timeline

Capital Budget Process	Dates
Executive Budget Released	Sept 6 <sup>th</sup>
Finance Committee Briefings Finance Budget Amendments Due	Sept 12 <sup>th</sup> -13 <sup>th</sup> Sept 21 <sup>st</sup>
Finance Committee Acts on Budget	Sept 28 <sup>th</sup>
Common Council Amendments Due	Nov 9 <sup>th</sup>
Common Council Final Adoption of Budget	Nov 15 <sup>th</sup> -17 <sup>th</sup>

Operating Budget Process	Dates
Executive Budget Released	Oct 11 <sup>th</sup>
Finance Committee Briefings Finance Budget Amendments Due	Oct 17 <sup>th</sup> -18 <sup>th</sup> Oct 26 <sup>th</sup>
Action on Finance Committee Amendments	Oct 31 <sup>st</sup>
Common Council Amendments Due	Nov 9 <sup>th</sup>
Final Common Council Action	Nov 15 <sup>th</sup> -17 <sup>th</sup>

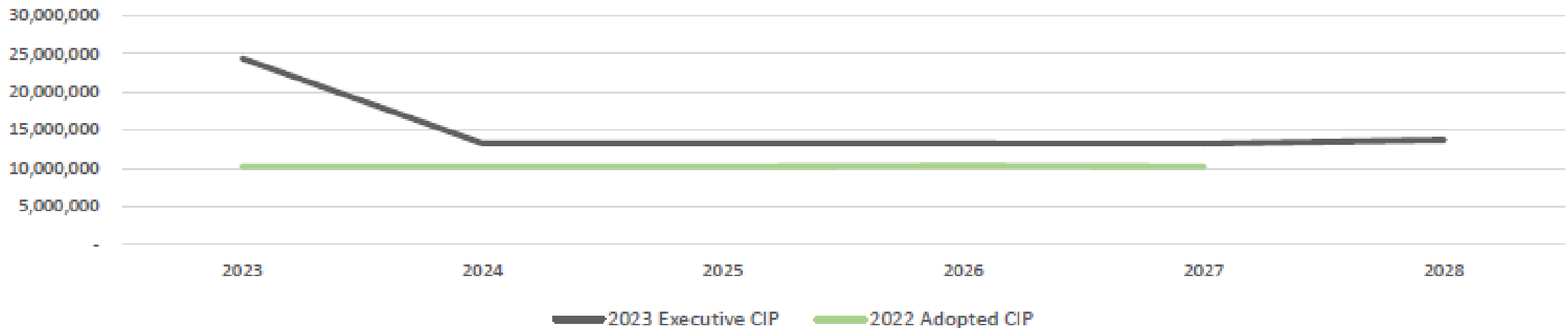
# COMMUNITY DEVELOPMENT DIVISION

## 2023 Executive Capital Budget Overview

	2023	2024	2025	2026	2027	2028
Affordable Housing-Consumer Lending	3,157,000	3,157,000	3,207,000	3,207,000	3,207,000	3,257,000
Affordable Housing-Development Projects	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,500,000
Permanent Men's Shelter	11,000,000	-	-	-	-	-
Reserve Fund to Maintain Temporary Shelter Facilities	150,000	-	-	-	-	-
Senior Center Building Improvements	47,000	52,000	40,000	98,000	-	-
	<b>\$ 24,354,000</b>	<b>\$ 13,209,000</b>	<b>\$ 13,247,000</b>	<b>\$ 13,305,000</b>	<b>\$ 13,207,000</b>	<b>\$ 13,757,000</b>

### Changes from 2022 CIP

2023 Capital Improvement Plan  
2023 Executive vs. 2022 Adopted



## COMMUNITY DEVELOPMENT DIVISION

# 2023 Executive Capital Budget: Highlights

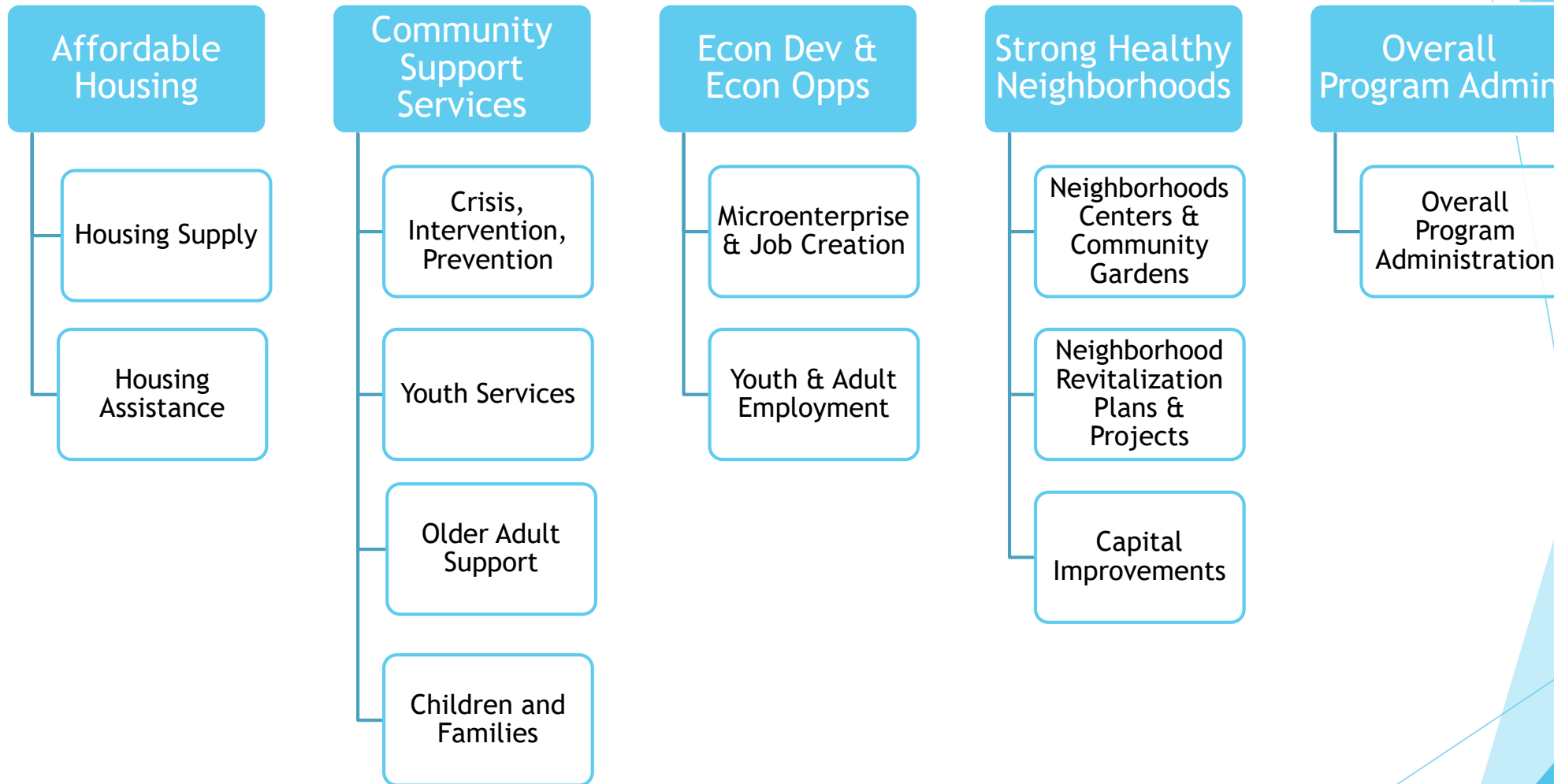
- ▶ Permanent men's shelter (+11M)
  - ▶ Engineering preliminary cost estimate - \$21M
  - ▶ \$10M currently authorized (\$4M City GO, \$2M City ARPA, \$1M Land Acquisition Fund, \$3M County)
  - ▶ Added contributions to meet cost projection
    - ▶ \$2M Federal Grant
    - ▶ + \$6M Dane County
    - ▶ + \$3M City GO
- ▶ Expansion of affordable housing fund (+\$3M/Yr)
  - ▶ Raises annual program fund level to \$10M
  - ▶ Authorizes use of program funds for ongoing costs to administer the AHF
  - ▶ Draws on TID cash contributions

*COMMUNITY DEVELOPMENT DIVISION*

# 2023 Executive Capital Budget: Additional Items

- ▶ Carry-over of potential ARPA-funded projects
  - ▶ Salvation Army Darbo site acquisition - \$2.5M
  - ▶ Youth centered housing development - \$2M
  - ▶ Renter's choice - \$1M
  - ▶ Hotel conversion - \$1M

# CDD Operating Budget Service Structure



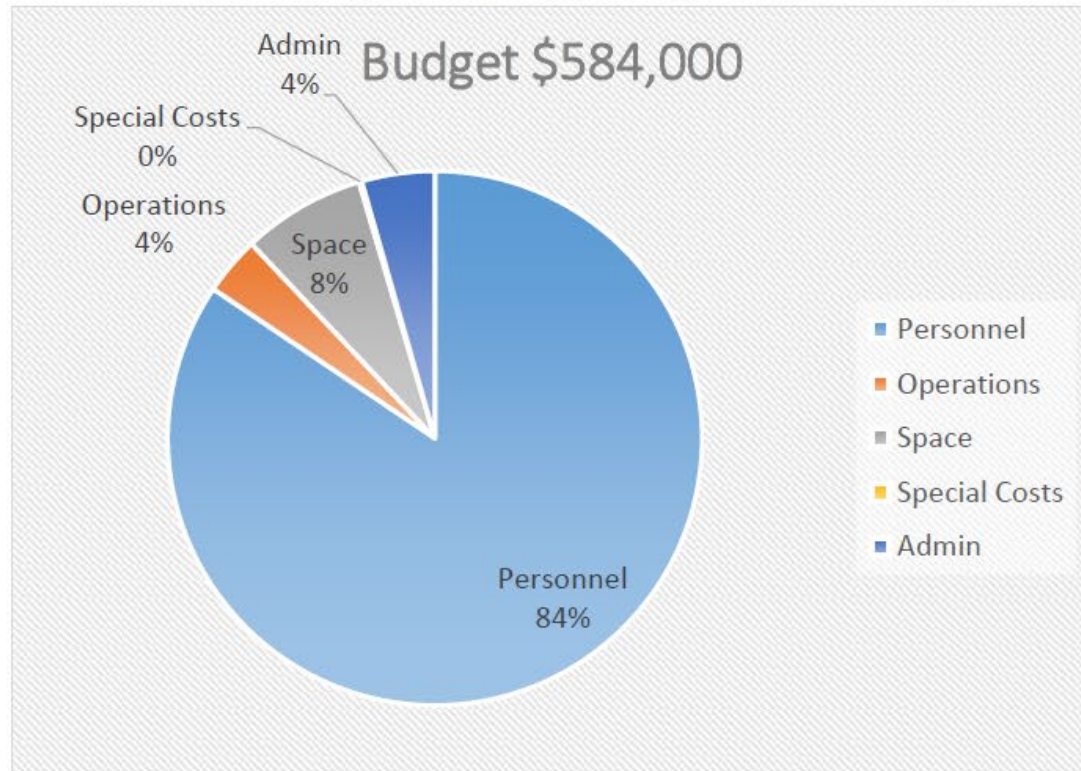
## COMMUNITY DEVELOPMENT DIVISION

# Mayor's 2023 Operating Budget Instructions

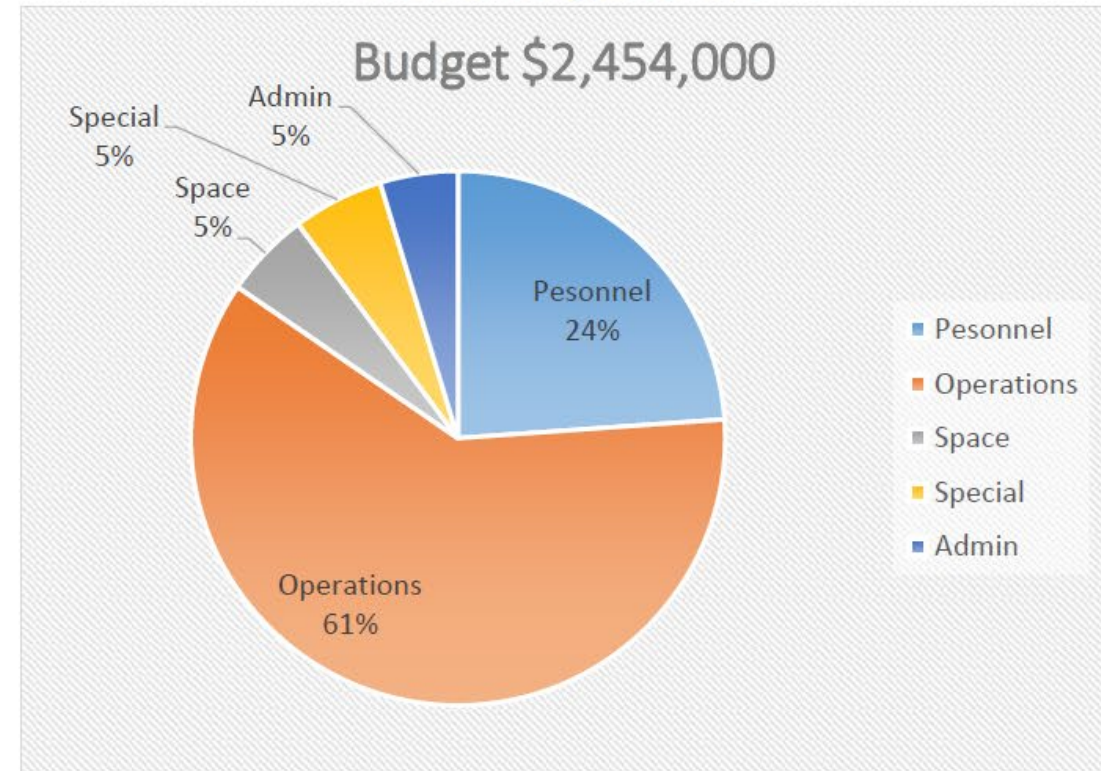
- ▶ Reduce levy-funded expenditures by 1%
  - ▶ Translates to \$150K in CDD budget
  - ▶ Achieved through 1.4% cuts to all purchase of service contracts
  - ▶ Unlikely to be incorporated into Executive Budget
- ▶ Able to submit one supplemental spending request
  - ▶ CDD request - additional funding for young adult employment programs
- ▶ Address existing budget gaps
  - ▶ Operational costs of Temporary Men's Shelter
  - ▶ Continuation of Dairy Drive Urban Campground
  - ▶ Currently supported with Federal funds

# Expenses for Temporary Men's Shelter

## 2019 Expenses (pre-pandemic)



## 2022 Expenses





# Dairy Drive Campground

**Operators: Machonehealth and Kabba Recovery Services**

- **30 Pallet homes connected to electricity**
- **Showers and Bathrooms**
- **Property management**
- **Substance use and Mental health Counselors**
- **Housing Navigators**
- **\$875K annual budget**

