



Chicago 2023 Budget



budget

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About BudgetIT

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BudgetIT operates in Nigeria, Sierra Leone, Liberia, Ghana, and Senegal.

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A Quick Review of the Approved 2023 Chicago Budget

The Chicago 2023 budget is designed to help the City recover from past economic setbacks from the COVID-19 pandemic. The Mayor, Lori Lightfoot, highlighted the City's priorities and shared that the 2023 budget will focus on making transformative investments to keep Chicagoans safe, revitalize local communities, and care for vulnerable groups.

The \$16.4 billion 2023 'Stability Budget' supports investments such as camera systems, mental health, and first responders to enhance public health and violence prevention and reduction, with allocations towards programs that help at-risk youth, street outreach

efforts, and re-entry supports. This year, the City acknowledges the prevailing challenges and vows to extend continued support for the health and well-being of its residents by investing in affordable housing, homelessness prevention, continued mental health services, and reproductive healthcare. With the implementation of flagship programs like INVEST South/West to revitalize neighborhoods and commercial corridors on the South and West Sides.

While the City managed to avoid hiking property taxes, it was able to generate robust revenue from local taxes, proceeds, and local non-taxes.

Fiscal Framework

Projected City Revenue



Projected City Revenue



Expenditures



Expenditures



*Proceeds of debt issuance funds (\$1,563.9 million) are deducted from the City Funds to reflect the appropriation for the year 2023 accurately.



Where will the Money come from?

Revenue

This is the money that a government collects from taxes, fees, grants, and other sources. It is used to finance government projects and provide services such as education, healthcare, and infrastructure. The government generates its revenue from two primary sources: Local funds (Corporate funds, special revenue, pension funds, enterprise funds, and debt service funds), and grants funds. This year, the City of Chicago is projected to earn \$16.4 billion to

run the 2023 spending plan. See the breakdown of its sources of revenue below.

The City of Chicago makes its most significant revenue from Corporate Funds. The Chicago Corporate Fund is the general operating fund of the City of Chicago. The Corporate Fund's main revenue sources are local taxes, Proceeds and Transfers In, Intergovernmental Revenue, and Local Non-Tax Revenue.

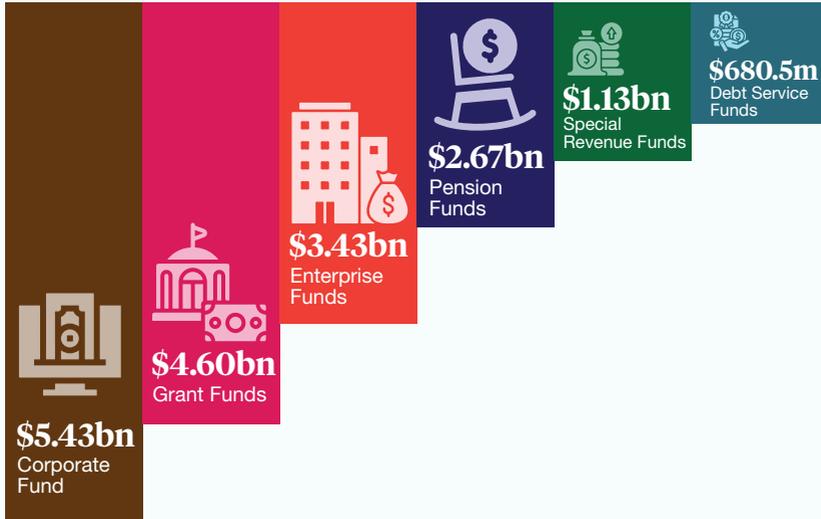
Where will the money come from?

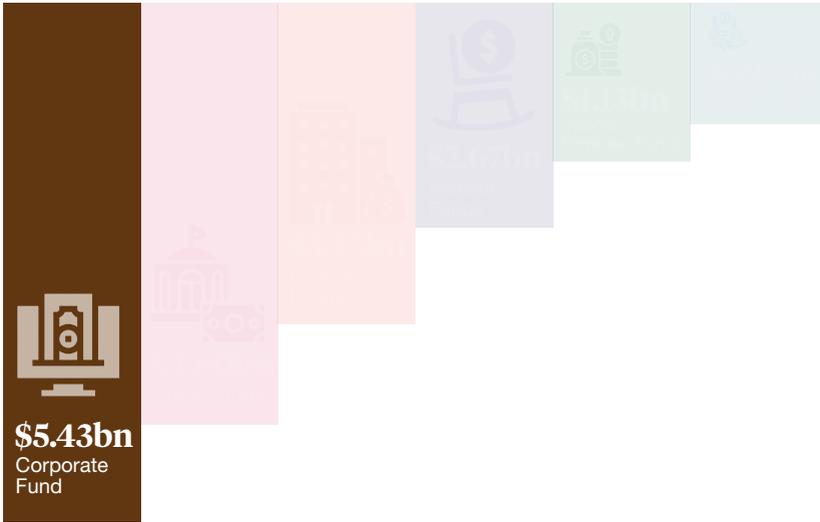
Grand Total

\$16.38bn

1.3% decrease from FY2022 budget

City Funds





Revenue-Corporate Funds



Components of Corporate Funds

Corporate Funds-Local Tax Revenue

Local Taxes include the Municipal Public Utility Tax, Chicago Sales Tax, Transactional Taxes, Transportation Taxes, Recreation Taxes, and Business Taxes.



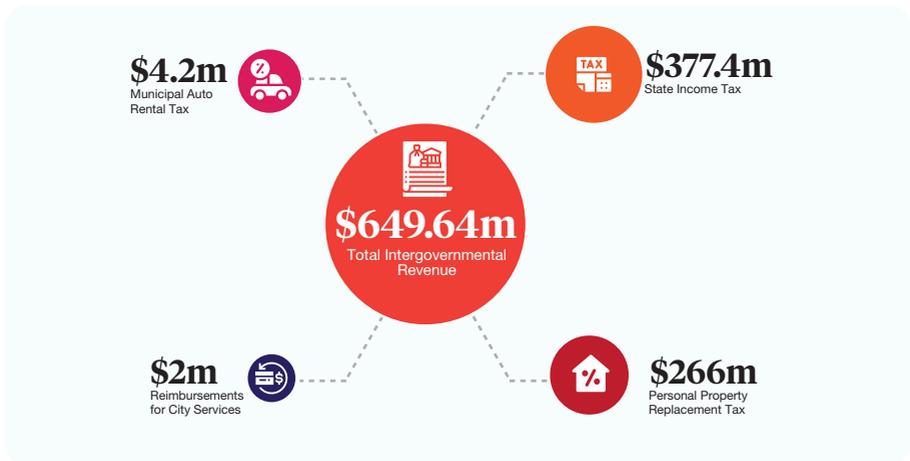
Corporate Funds-Proceeds and Transfers in

Proceeds and Transfers In include money from the sale of assets, grants, and other sources.



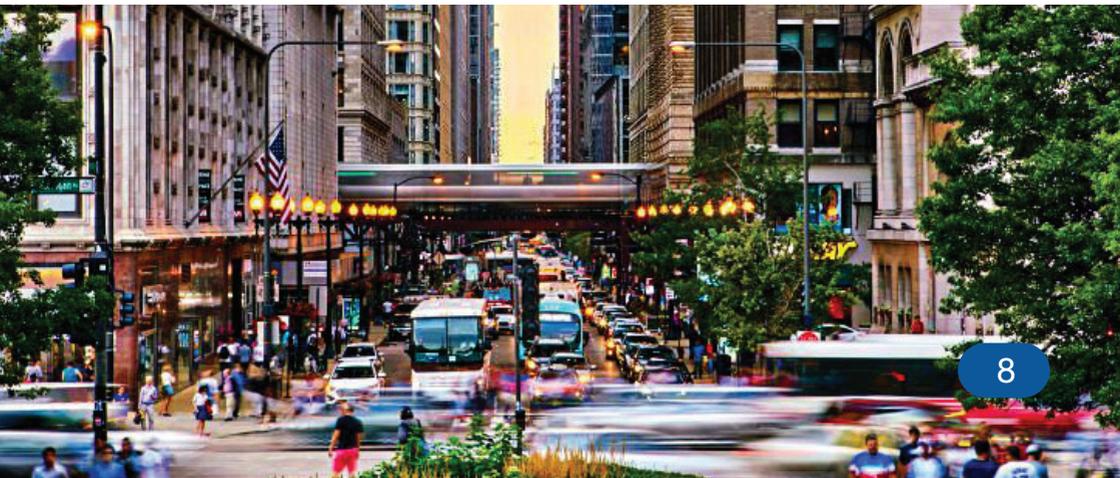
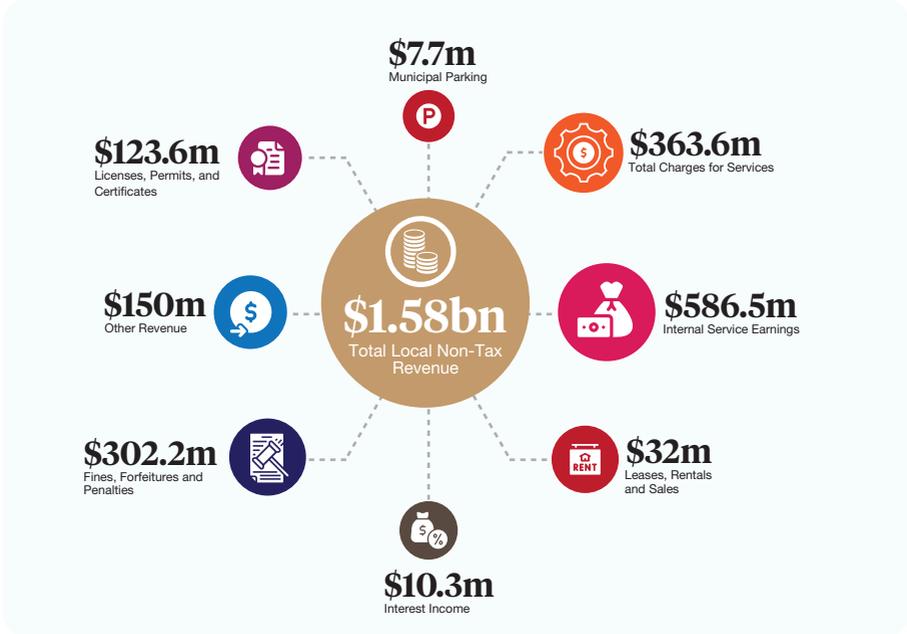
Corporate Funds-Intergovernmental Revenue

Intergovernmental Revenue includes money from the State of Illinois and the Federal Government.



Corporate Funds-Local Non-Tax Revenue

Local Non-Tax Revenue includes money from fees, fines, and other charges.



Project City Revenue- Special Revenue Funds

Special Revenue Funds	2023 Approved
Vehicle Tax Fund	\$254.4m
Emergency Communication Fund	\$183.1m
Library Fund	\$139.3m
Motor Fuel Tax Fund	\$126.5m
CTA Real Property Transfer Tax Fund	\$93m
Garbage Collection Fund	\$61.7m
Neighborhoods Opportunity	\$54.1m
Special Events and municipal Hotel Operators' Occupation Tax Fund	\$46.1m
Affordable Housing Opportunity Fund	\$34.2m
Chicago Police CTA Detail Fund	\$30m
Foreign Fire Insurance Tax Fund	\$27.1m
Tax Increment Financing Administration Fund	\$16.8m
Houseshare Surcharge- Homeless Services Fund	\$12.9m
Citywide Adopt-a-landmark Fund	\$11.6m
Local Impact Fund	\$11.5m

Project City Revenue- Special Revenue Funds

Special Revenue Funds	2023 Approved
Houseshare Surcharge - Domestic Violence Fund	\$10.5m
Cannabis Regulation Tax	\$9.8m
Chicago Parking Meter Fund	\$6.5m
Controlled Substances Fund	\$0.1m

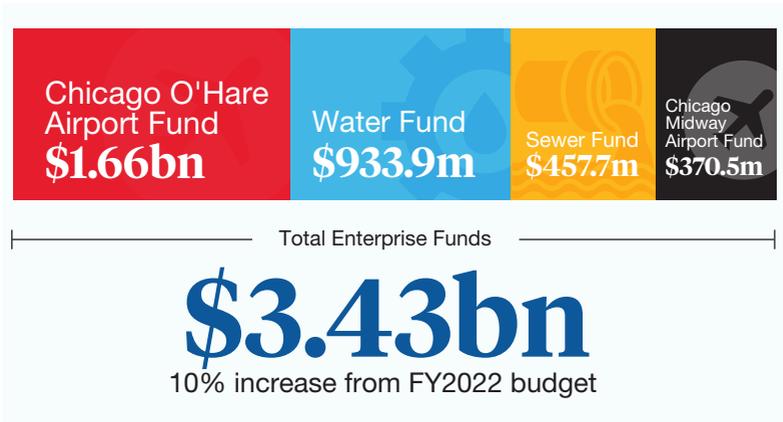
\$1.13bn

15.9% increase from FY2022 budget

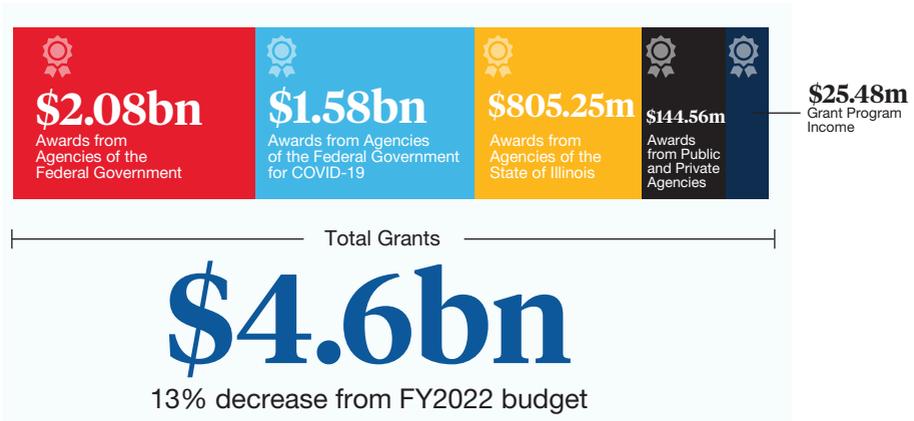
— Total Special Revenue Funds —



Projected City Revenue - Enterprise Funds



Projected City Revenue - Grants

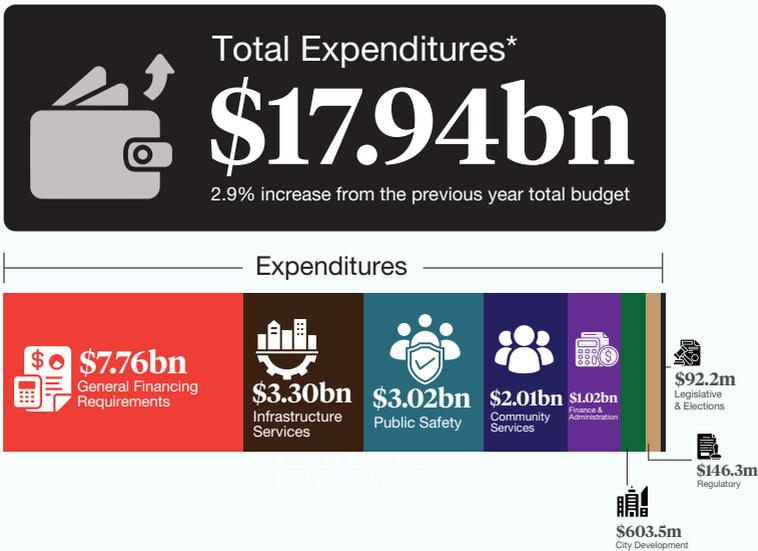


Where Will The Money Go?

Expenditure

This is the amount a government spends on goods and services, including transfer payments. The City funds of \$17.94 billion are distributed among the City departments, which are grouped into the following functional areas: Finance and Administration, Legislative and Elections, City Development,

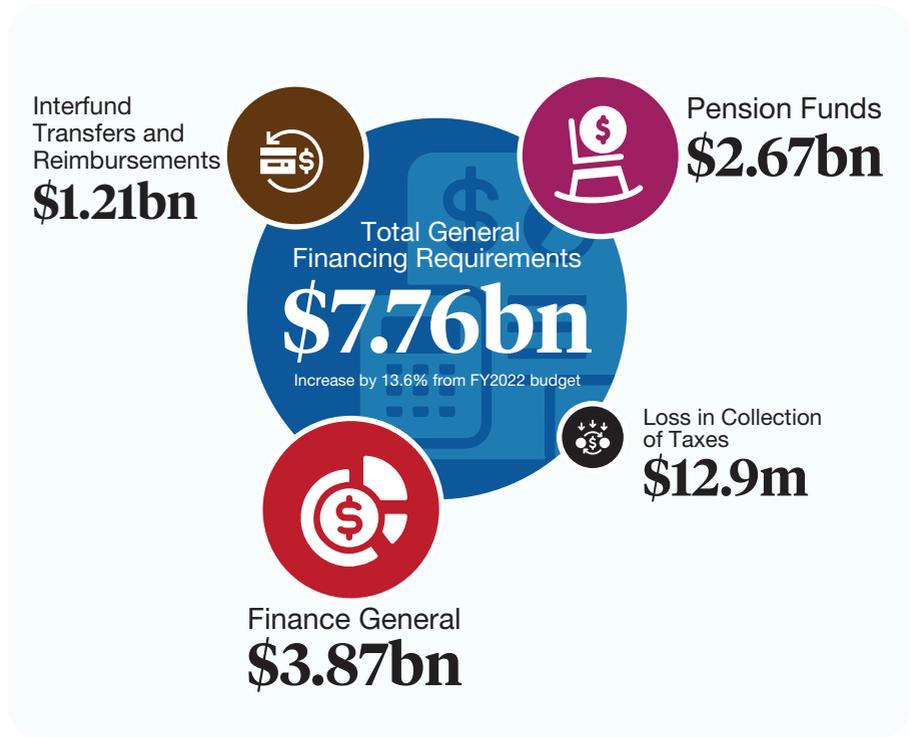
Community Services, Public Safety, Regulatory, and Infrastructure Services. And expenditures such as pension contributions, debt service, and employee healthcare are budgeted separately from City departments and accounted for under the General Financing Requirements category.



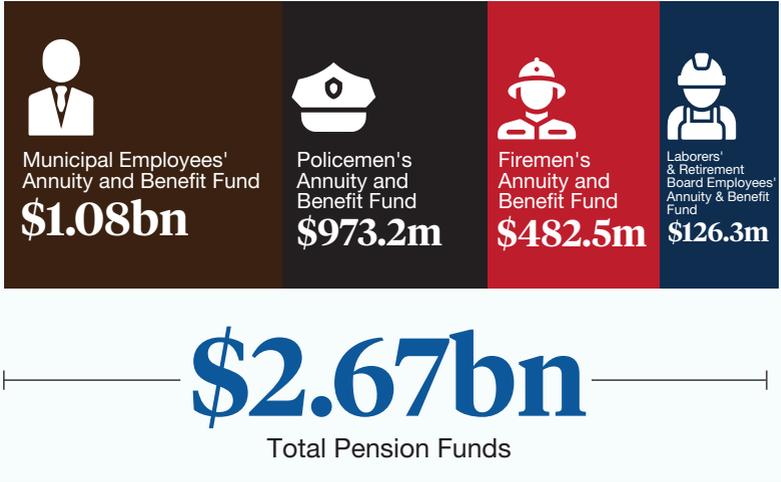
*The total funding of \$17.94 billion also comprises the proceeds (\$1.56 billion) and grant funds (\$4.60 billion)

Expenditure By Department

Expenditures- General Financing Requirements



General Financing Requirements- Pension Funds



General Financing Requirements- Finance General Overview



Expenditures- Infrastructure Services



Department of
Streets & Sanitation
\$310.7m



Chicago Department
of Transportation
\$1.4bn



Chicago Department
of Aviation
\$1.2bn



Department of
Water Management
\$384.4m

\$3.30bn

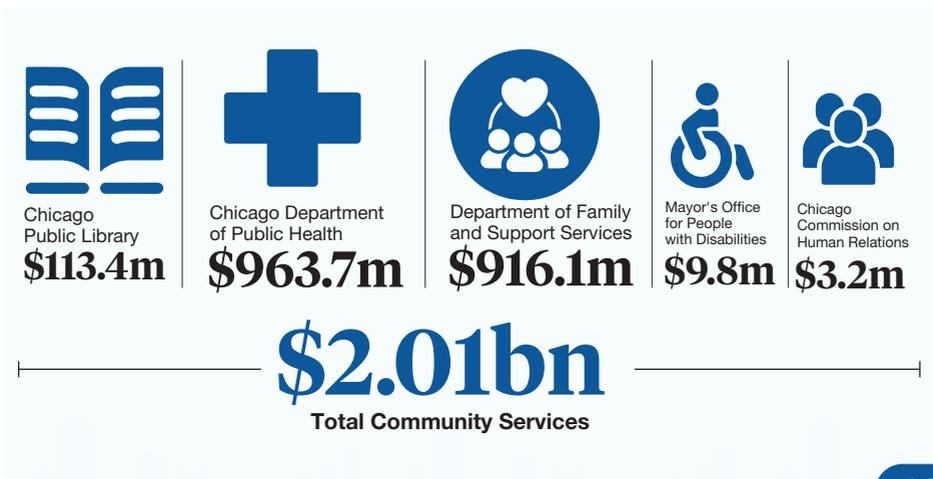
Total Infrastructure Services
Increase by 40% from FY2022 budget



Expenditures-Public Safety



Expenditures-Community Services



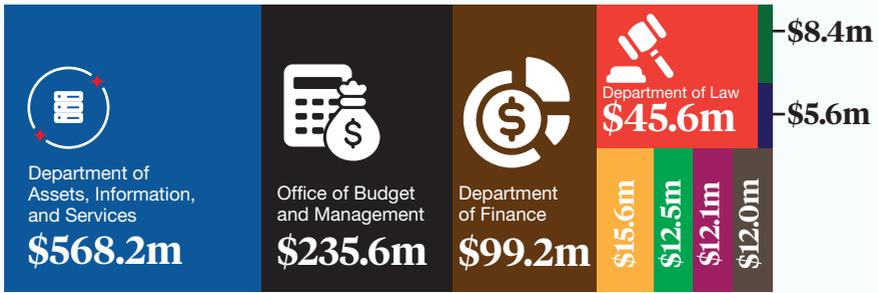
Expenditures- Finance and Administration



\$1.02bn

Total Finance and Administration

57% decrease from FY2022 budget



- Office of the Mayor ■ Office of City Clerk ■ Department of Human Resources
- Department of Procurement Services ■ Department of Human Resources
- Department of Administrative Hearings ■ City Treasurer's Office

Expenditures-City Development



Department
of Cultural Affairs
& Special Events

\$71.4m



Department
of Housing

\$323.8m



Department of
Planning & Development

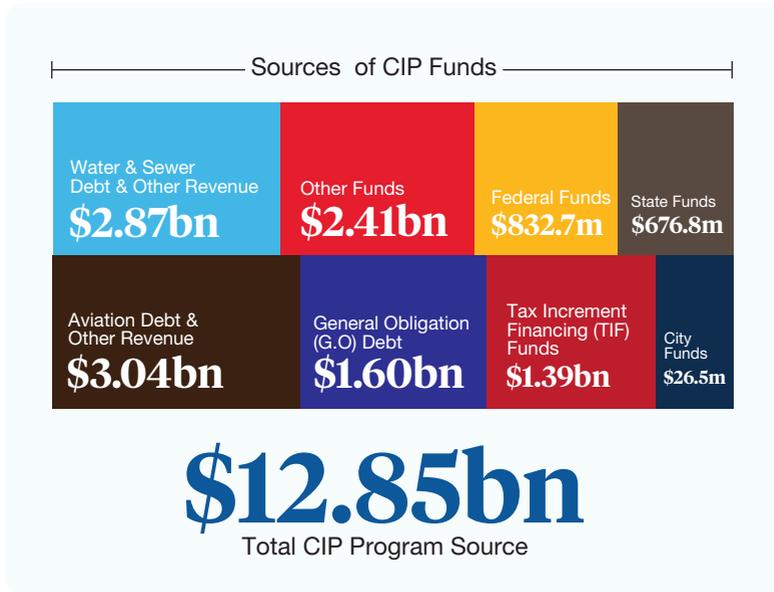
\$208.4m

\$603.5m

Total City Development

City Capital Improvement Program (CIP) Funding 2022-2026

The City's Capital Improvement Program is a standalone five-year spending plan set aside to improve or replace long-lasting infrastructure and facilities, such as roads, bridges, water mains, facilities, and pavements. This fund is updated annually based on recent revenue estimates and project priorities. The current projection stands at \$12.85 billion for 2022 to 2026.



Source: 2022-2026 CIP Book

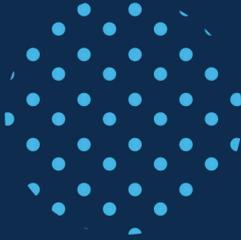
City Capital Improvement Program (CIP) Funding 2022-2026



Source: 2022-2026 CIP Book

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