

# Community Development 2024 Budget Presentation

Monday, November 13, 2023





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# **Agenda**

- 2024 vs 2023 Budget Request
- Full-Time and Part-Time Employee Positions
- Explanation of 2024 Budget increases
- New Initiatives
- Challenges
- Discussion





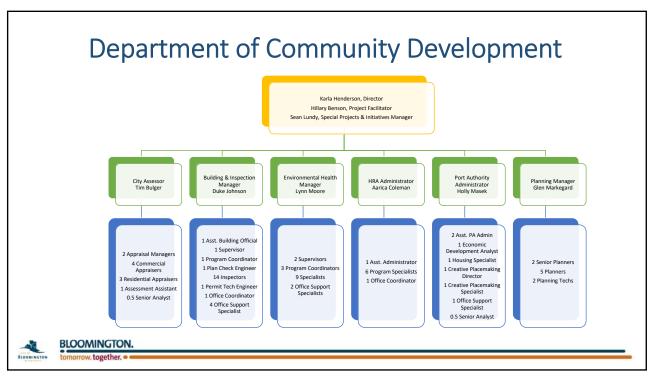


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#### 2024 Budget Request Slide **Community Development - General Fund** 2024 Budget Request 2023 2024 \$ from % from Budget Budget 2023 2023 Revenues Program Income 5,500 6,532 \$ 1,032 18.76% Permits and Licenses 350.000 362,000 12,000 3.43% 14,000 0.00% Intergovernmental Other Revenues 155,300 190,000 34,700 22.34% Transfers from Other Funds 0.00% **Total Revenues** 524,800 572.532 47,732 9.10% Expenditures Salaries and Benefits Materials, Supplies, & Services 9,196,211 9,414,223 218.012 2.37% 320,850 9.43% 293,190 27,660 Internal Charges 1,312,689 2.23% Capital Outlay 0.00% Transfer to Other Funds 0.00% **Total Expenditures** \$ 10,773,446 \$ 11,047,762 Less Expenses Charged to Other Funds [43,182] Net Total Expenditures \$ 10,730,974 \$ 11,004,580 \$ 273,606 2.55% Revenues less Expenditures \$ (10,206,174) \$ (10,432,048) \$ (225,874)

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### Community Development Budget Structure

#### **General Fund**

- Assessing
- Building & Inspections
- Environmental Health
- Planning
- Administration

#### **Component Units**

- Housing and Redevelopment Authority
- Port Authority





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# Explanation of 2024 Budget Increases

#### **Succession Planning**

<u>Assistant Building Official</u> - hired in 2023 to begin training in under the current Building Official as he begins his phased retirement in July 2023. The person in the role of Assistant Building Official will be the successor of the Building Official.





# Explanation of 2024 Budget Increases

- Increase from \$40,000 to \$83,000 for Professional Services:
  - Language Access Plan Plan will provide equal access to City services for BIPOC community members that do not speak English as their first language.
  - Outside legal counsel to support the changes in the sign ordinance Sign ordinance changes will
    spur activity and improvement of the small business community in Bloomington. Outside counsel
    will ensure that the adopted standards for signage allows for high levels of commercial and
    noncommercial expression while protecting public peace and safety in a manner that survives
    legal scrutiny.
  - Consulting to develop the operations plan for the Small Business Development Center 2043 has been hired to assist Port Authority staff with developing an operations plan for the SBDC.
  - Professional services for the Community Development Racial Equity Action Team (CDREAT)-CDREAT works to educate current staff and increase efforts to drive diversity into the department so that the work reflects the needs of the Bloomington community.



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tomorrow. together. •

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#### **New Initiatives**





Small Business Development Center (SBDC) - Scheduled to open in late 2024. The SBDC will

scheduled to open in late 2024. The SBDC will create a space and community that inspires the entrepreneurial spirit in Bloomington. This includes being intentional in providing resources equitably to BIPOC businesses, women-owned ventures, artists, and youth-led enterprises at every stage of economic inspiration.

The SBDC operations will be staffed by members of the Port Authority.



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#### **New Initiatives**



**Hatch Bloomington** – A retail pitch competition located in the City of Bloomington that gives ambitious entrepreneurs the opportunity to compete for \$100,000 in financial assistance, significant exposure, and a robust business network to tap into.

City of Bloomington contributes \$50,000

 M.S. § 469.191, Contributions to Regional or Local Organizations

MPLS Regional Chamber contributes \$50,000

- · Maintains fiduciary oversight of funds
- · Administers program

Collaboration with Minneapolis Regional Chamber of Commerce to bring Hatch Bloomington to life.





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## Challenges

#### 2022 landscape for construction/permits:

- Record year for revenue better than average
- Industry changes for remote office working, tenants reducing their footprint led to higher-than-average commercial permits for tenant remodels
- Several multi-family development projects: Noble apartments, BCS IV apartments, Risor Senior Living, Aire etc.
- Higher interest rates encouraged homeowners to remodel existing homes vs. moving to a larger homes.
- Many residents remodeled homes and added spaces for home offices as well as additional living spaces.

#### 2024 landscape for construction/permits:

- · Increased costs on construction material
- Labor shortage
- Interest rate increases









