

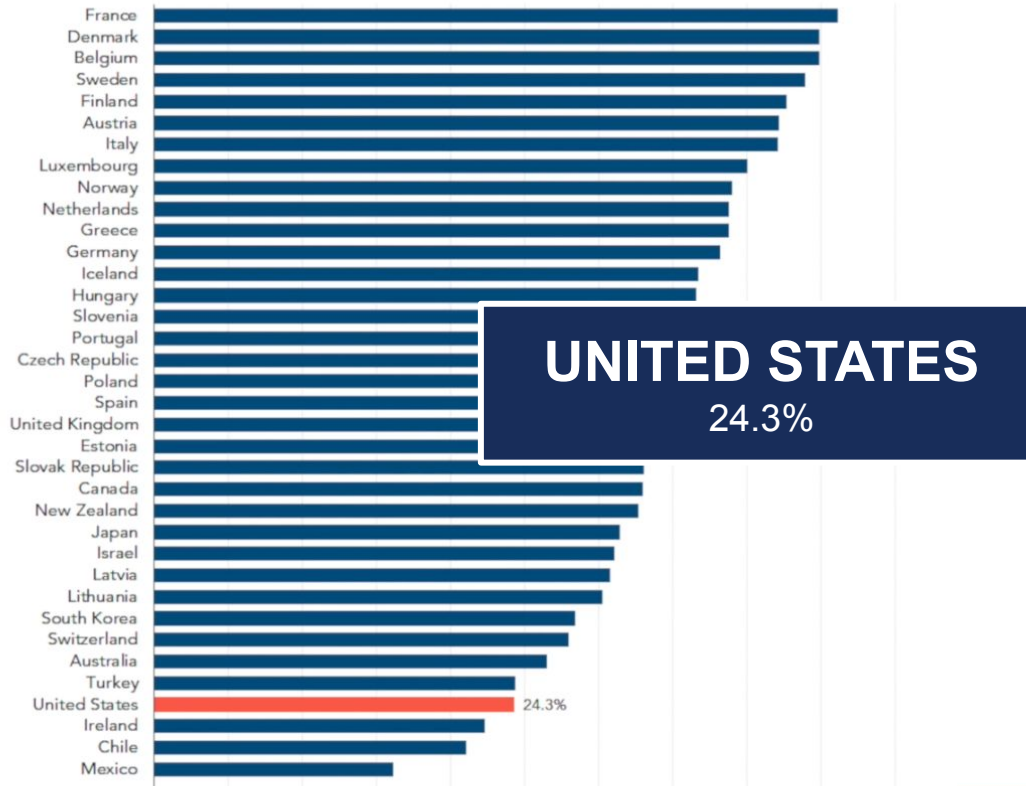


PHASE THREE: LOCAL INCOME TAX

September 9, 2020



Total Tax Revenue as a Share of GDP



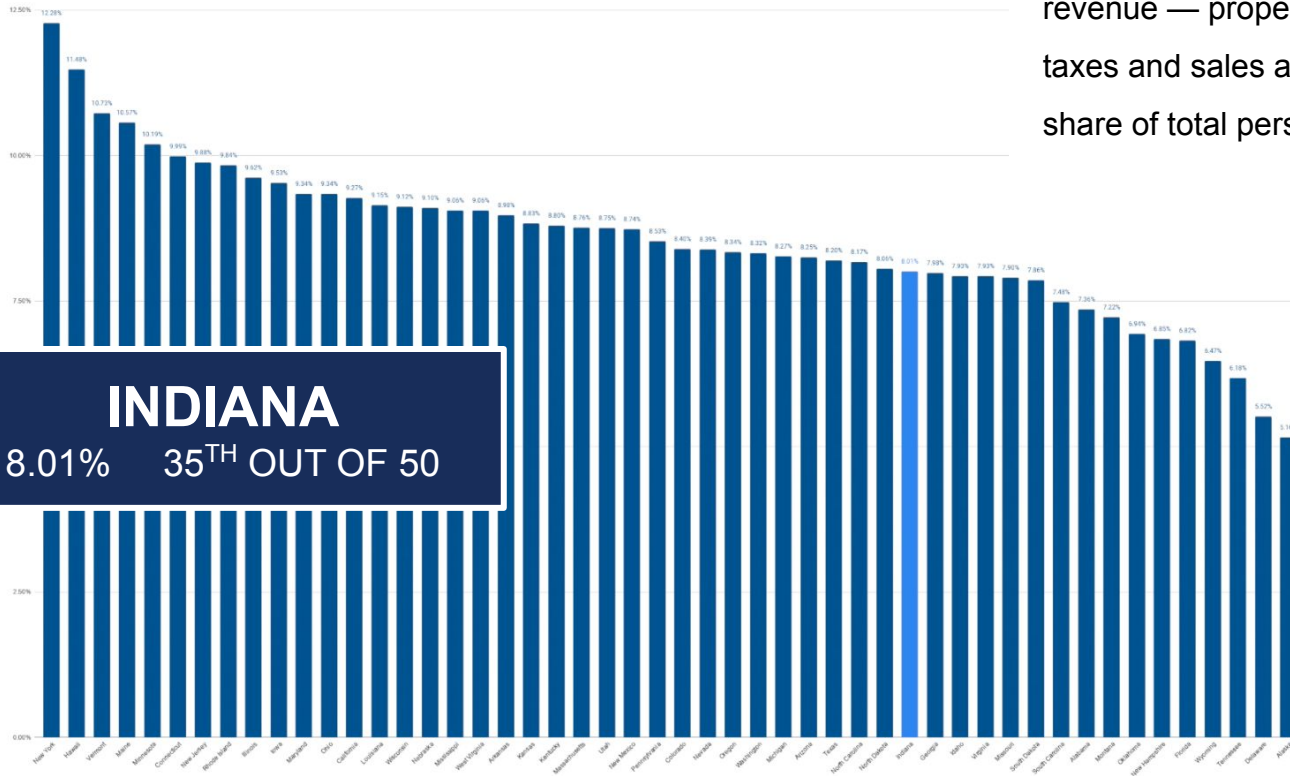
In 2018, taxes at all levels of US government represented 24 percent of gross domestic product (GDP), compared with an average of 34 percent for the other 35 member countries of the Organisation for Economic Co-operation and Development (OECD).

Source: Tax Policy Center

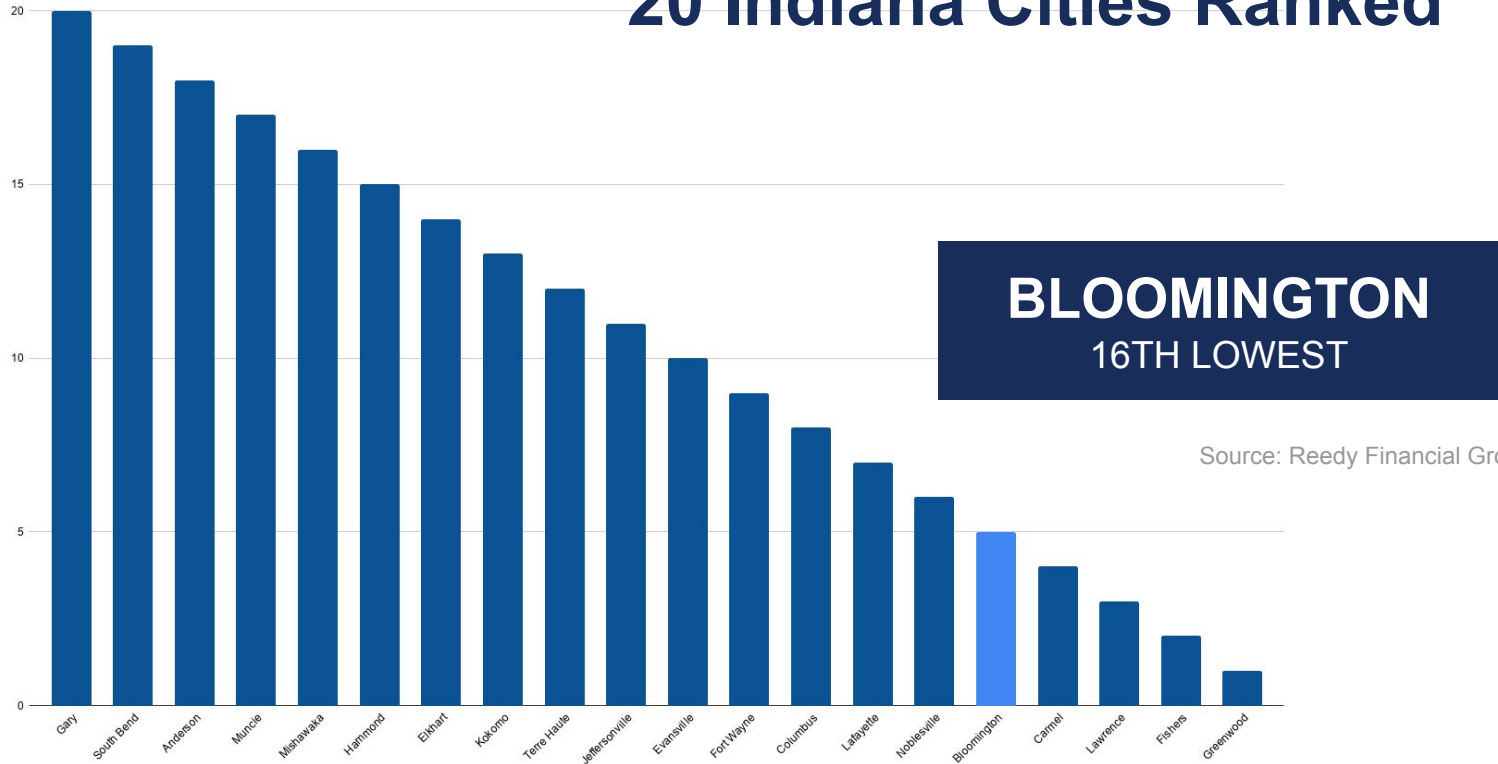
Total State & Local Tax Revenue

Indiana ranks 35th out of 50 states for total tax revenue — property taxes, individual income taxes and sales and excise taxes — as a share of total personal income in the state.

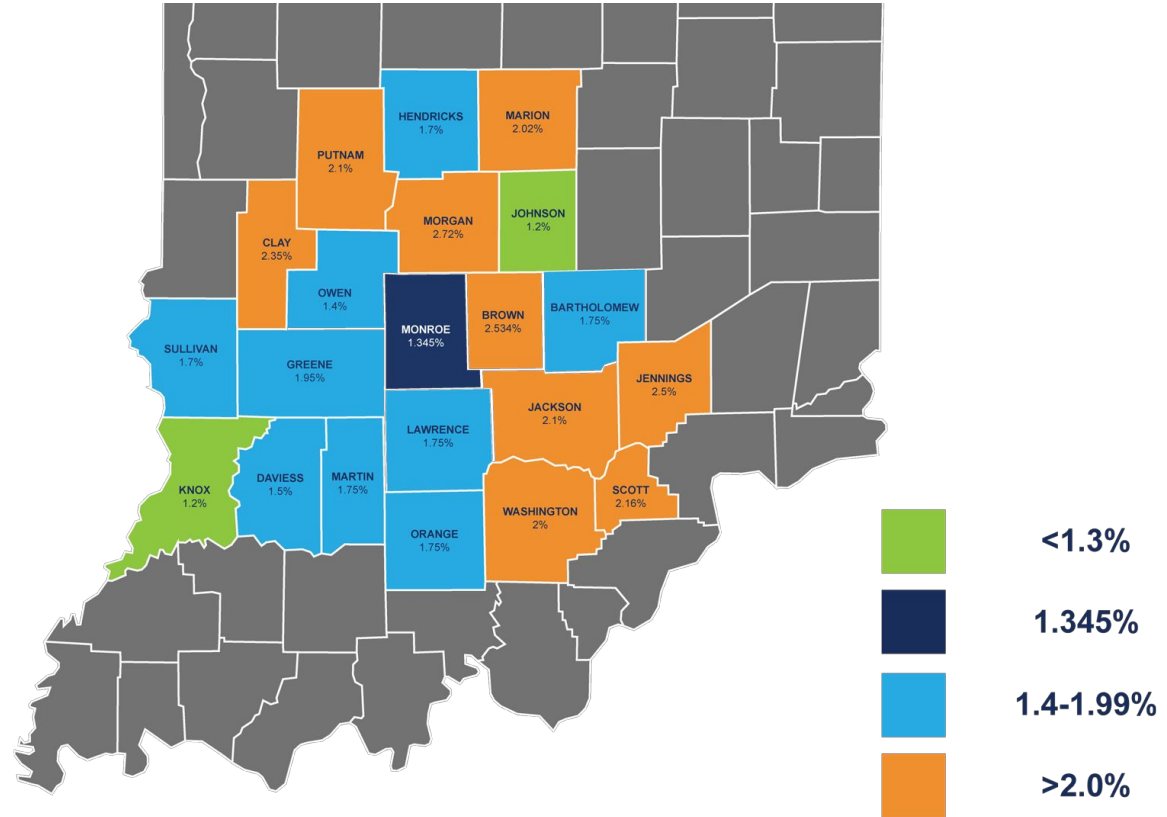
Source: WalletHub.com



Combined Property & Local Income Tax Rates, 20 Indiana Cities Ranked



Local Income Tax Rates, Monroe County & Region



Monroe County LIT Demographics

From Reedy Financial Group, P.C.

By Income Band				
Inc Groups	Households	% Households	% LIT Revenue Paid	\$ LIT Revenue Paid
thousands				thousands
100+	9,784	18%	50.5%	\$ 2,019
75-100	5,724	11%	14.3%	\$ 573
50-75	8,724	16%	15.4%	\$ 617
25-50	13,374	25%	14.1%	\$ 562
0-25	16,672	31%	5.7%	\$ 230
	54,278	100%	100%	\$ 4,000

Income greater than	# of Households	Est % LIT Revenue Paid
thousands		
200	2,227	21.5%
150	1,822	9.1%
125	2,007	7.9%
100	3,728	12.0%
75	5,724	14.3%
60	4,764	9.2%
50	3,960	6.2%
45	2,273	3.1%
40	2,518	3.1%
35	2,644	2.8%
30	2,697	2.5%
25	3,242	2.6%
20	2,761	1.8%
15	3,292	1.7%
10	3,660	1.3%
0	6,959	1.0%
Total	54,278	100%

Recover Forward - DRAFT ED-LIT “Capital Plan”

	2022	2023	2024	2025	2026
Lower energy/cost for built environ.	\$650,000	\$650,000	\$650,000	\$650,000	\$650,000
Improve mobility options	\$1,425,000	\$2,700,000	\$2,725,000	\$2,775,000	\$2,825,000
Improve local food/quality of life	\$1,400,000	\$1,525,000	\$1,550,000	\$2,450,000	\$2,475,000
Jobs support	\$575,000	\$575,000	\$575,000	\$575,000	\$575,000
Housing support	\$650,000	\$650,000	\$650,000	\$650,000	\$650,000
City government infrastructure	\$600,000	\$650,000	\$700,000	\$750,000	\$850,000
Cost adjustments* *Housing Development Fund, PS-LIT, administrative expenses	(\$38,000)	(\$30,000)	(\$26,000)	\$14,000	\$21,000
TOTAL	\$5,262,000	\$6,720,000	\$6,824,000	\$7,864,000	\$8,046,000

Lower Energy Use/Cost for Built Environment

- Subsidies for energy conservation investment, homes/apartments/businesses, and jobs (including plumbing, appliances, etc.)
- LED replacements of all street lights

	2022	2023	2024	2025	2026
Subsidies for energy conservation investments, homes/apartments/businesses, and jobs	\$350,000	\$350,000	\$350,000	\$350,000	\$350,000
LED replacements, all street lights	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000
TOTAL	\$650,000	\$650,000	\$650,000	\$650,000	\$650,000

Improve Mobility Options

- Sidewalk and path enhancements, including maintenance
- Accessibility improvements for Bloomington Transit stops
- Transportation Demand Management (TDM) program

- High-priority bicycle network per adopted Transportation Plan
- High-priority trail projects per parks/ greenway Master Plan

	2022	2023	2024	2025	2026
Sidewalk and path enhancements	\$400,000	\$400,000	\$400,000	\$400,000	\$400,000
Accessibility for BT stops	\$25,000	\$25,000	\$25,000	\$25,000	\$25,000
TDM program	\$250,000	\$275,000	\$300,000	\$350,000	\$400,000
Bicycle network* <small>*Special fund support: matching state/federal grants</small>	-	\$1,250,000	\$1,250,000	\$1,250,000	\$1,250,000
Trail projects <small>*Special fund support: matching state/federal grants</small>	\$750,000	\$750,000	\$750,000	\$750,000	\$750,000
TOTAL	\$1,425,000	\$2,700,000	\$2,725,000	\$2,775,000	\$2,825,000

Improve Local Food/Other Quality of Life

	2022	2023	2024	2025	2026
Local agricultural support	\$200,000	\$200,000	\$200,000	\$200,000	\$200,000
Extra Jack Hopkins funding	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000
Recovery grants for arts community <small>*Special fund support: BUEA</small>	\$300,000	\$350,000	\$350,000	\$350,000	\$350,000
Investments in digital equity	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000
BFD community care pilot program <small>*Special fund support: PS-LIT</small>	\$50,000	\$100,000	\$100,000	\$100,000	\$100,000
Parks capital improvements	\$150,000	\$175,000	\$200,000	\$225,000	\$250,000
Urban forestry (tree planting, pruning)	\$350,000	\$350,000	\$350,000	\$350,000	\$350,000
Curbside composting program	-	-	-	\$875,000	\$875,000
TOTAL	\$1,400,000	\$1,525,000	\$1,550,000	\$2,450,000	\$2,475,000

Job Support

- Helping underemployed/underserved residents find new jobs
 - Building Trades program for new workers
 - Re-entry program for those long out of the workforce
 - Parks and Rec/Centerstone partnership for public works efforts
 - Direct jobs support
- Job support in the life sciences, w/ Ivy Tech program
- Child care support for low- to moderate-income households

	2022	2023	2024	2025	2026
Help residents find new jobs	\$375,000	\$375,000	\$375,000	\$375,000	\$375,000
Life sciences job support	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000
Childcare support	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000
TOTAL	\$575,000	\$575,000	\$575,000	\$575,000	\$575,000

Housing Support

- \$10,000 down payment assistance for homebuyers (<120% AMI)
- Up to \$50,000 per homebuyer, shared-appreciation, low-cost second mortgage (<120% AMI)
- Services to people experiencing or at risk of homelessness

	2022	2023	2024	2025	2026
Down payment assistance	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000
Second mortgage support* <small>*Special fund support: Housing Development Fund</small>	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000
Homelessness services	\$250,000	\$250,000	\$250,000	\$250,000	\$250,000
TOTAL	\$650,000	\$650,000	\$650,000	\$650,000	\$650,000

City Government Infrastructure

- IT infrastructure upgrades
- City facility upgrades (Energy Efficiencies; Capital improvement Plans)

	2022	2023	2024	2025	2026
IT infrastructure upgrades	\$250,000	\$300,000	\$350,000	\$400,000	\$500,000
City facility upgrades	\$350,000	\$350,000	\$350,000	\$350,000	\$350,000
TOTAL	\$600,000	\$650,000	\$700,000	\$750,000	\$850,000

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