

# Budget Status – March 2020

- Budget recommended with assumption Fall Town Meeting.
- Fall TM would have possible \$357,000 capital articles and two bond projects
  - Cordaville Hall & Town House windows.
- Advisory/BOS agree on all budgets with exception of one.
- New positions and services were proposed to be approximately \$260K:
  - Youth/Family: 1 Full Time position;
  - Police Department: 2 Full Time Officers;
  - Information Technology: One Part Time employee;
  - Treasurer/Collector: One Part Time employee;
  - Fire Department: Additional Administrative Hours (4 weekly)
  - Benefits budget: Adjusted for 3 FT employees.

# Budget Status – March 2020 Cont'd

- Estimated tax increase 3.13%
- Estimated Residential Average Increase \$330
- Excess Levy = \$2,913,285
- Operational Increase:
  - Town – 8.48%
  - School – 2.78%

# Budget Status – April 2020

## Updated Budget Estimates

	<u>WAS:</u>	<u>NOW:</u>	<u>DIFFERENCE:</u>
Local Aid <i>3% reduction from current year</i>	3,569,690	3,414,959	-154,731
Local Receipts <i>Investment Income, Hotel/Motel, Excise, Fines/Fees, Meals Tax</i>	3,818,400	3,652,900	-165,500
Library Int. Renov. <i>Capital Item moved to FY22</i>	115,000	0	115,000
Treasurer/Coll Budget <i>Eliminate PT hours</i>	252,854	228,252	24,602
Norfolk Agg. Budget <i>Confirmed 1 student versus 2</i>	89,268	44,634	44,634
	<b>NET CHANGE</b>		<b><u>-135,995</u></b>

# Budget Status – April 2020

## Updated Budget Estimates

	<u>WAS:</u>	<u>NOW:</u>	<u>DIFFERENCE:</u>
LEVY CAPACITY	2,913,285	2,777,290	-135,995
EST TAX % INC	3.13%	3.43%	+0.30%
AVG HOUSEHOLD	330	363	+33

# UPDATED 5 YEAR

	FY2020	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026
TOTAL LEVY LIMIT	<u>46,625,828</u>	<u>48,484,850</u>	<u>50,163,704</u>	<u>51,561,940</u>	<u>53,131,012</u>	<u>54,887,626</u>	<u>56,692,673</u>
TOTAL REVENUE	58,454,085	60,367,868	60,270,093	61,884,085	62,779,260	64,636,149	66,537,633
TOTAL EXPENDITURES	<u>55,538,638</u>	<u>57,590,578</u>	<u>59,974,889</u>	<u>61,856,643</u>	<u>63,131,633</u>	<u>64,434,163</u>	<u>66,928,140</u>
<b><u>LEVY BALANCE</u></b>	<b><u>2,915,447</u></b>	<b><u>2,777,290</u></b>	<b><u>295,204</u></b>	<b><u>27,442</u></b>	<b><u>-352,373</u></b>	<b><u>201,986</u></b>	<b><u>-390,507</u></b>

# RESERVES TO ASSIST

## **Reserve Fund:**

Advisory Board recommends amount annually. All requests go through this Committee in order to be spent.

Current balance: \$93,463

Pending Requests: \$29,000 (Building Vehicle)

Remaining for FY20 Requests: \$64,463

## **Stabilization Fund:**

Allowed by MA State Law- 2/3 TM vote to use.

Current balance: \$588,553

## Notes:

FY03 Stabilization = Approximately \$3,500,000

FY03 ratio Stabilization to Operating Budgets approximately 13%

FY20 ratio Stabilization to Operating Budgets approximately 1%

# NEXT STEPS

- Guidance from the State on revised FY21 revenues & revised Local Aid numbers;
- Further revisions to Local Receipts;
- Review deferred capital projects for possible further deferral – Capital Committee;
- Board to set any tax increase parameters/goals in light of updates;
- Review proposed new positions and hours for FY21.