

## **Summary of Bridge from FY2020-2021 to FY2021-2022**

### **Background issues:**

A-fund finished FY2019-2020 -\$100K (expenses exceeded revenues).

Unrestricted fund balance dropped below \$100K.

NYS OSC reduced VoM fiscal stress rating from "No designation" to "Susceptible fiscal stress."

- Action: Need to increase fund balance.

2020-2021 budget did not include sufficient funds for base salaries, estimated O.T. & shift coverage.

Water fund owes General fund \$50K.

Sewer fund owes General fund \$60K.

### **New issues for FY2021-2022:**

Added new police vehicle & dump truck (+\$33K) w/2 payments remaining on 2019 dump (new news).

Must include estimated O.T. & shift coverage (+\$42K).

Booked police reform action plan (Cost TBD).

Need firehouse roof replacement (50% of \$110K).

Thorne trust payments (revenue) end (-\$25K).

### **Action plan:**

- 1) Repay monies from Water & Sewer funds to General fund by July 2021:
  - Will add \$110K to General fund balance.
- 2) Start reserves for both water & sewer funds for future capital improvements.
- 3) Freeze payments to most reserve accounts (ambulance, highway vehicle, police vehicle, village hall restoration).
- 4) Book \$0 Contingency.

## Comparison Overview of FY2020-2021 => FY2021-2022 Budgets

F-fund: Water Fund \$294,400 => \$328,610 (+\$34,210) (+11.6%)

Increased revenue projected from prior (2019) rate increase

Necessary to:

- pay back \$50K owed to General fund,
- cover long-term debt obligations from water plant upgrades: \$500K bond, \$550K BAN, \$200K BAN,
- establish capital reserve fund for future infrastructure improvements.

G-fund: Sewer Fund \$289,050 => \$350,890 (+\$61,840) (+21.4%)

Increased revenue from 16% rate increase & \$10K SBA increase

Necessary to:

- pay back \$60K owed to General fund,
- cover maintenance/repair of aging infrastructure,
- establish capital reserve fund for near-term future infrastructure improvements.

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A-fund: General Fund \$1,884,450 => \$1,939,241 (+\$54,791) (+2.9%)

Fire/Rescue: \$700K

Front Office: \$500K

Highway: \$500K

Police: \$200K

Tax Cap Levy \$976,000 => \$991,500 (+\$15,500) (+1.6%)

Tax Levy \$976,000 => \$1,034,464 (+\$58,464) (+6% = Property Tax Increase)

**Top expense category increases:**

<u>Category</u>	<u>2020-2021 Budget</u>	<u>2021-2022 Budget</u>	<u>\$/% Increase</u>	<u>Causes</u>
Police	\$161K	\$208K	\$47K/29%	Base & O.T. pay, Shift coverage \$19K, Veh \$9K, Retire \$8K
NYS Retire	\$40K	\$48.5K	\$8.5K/21%	Unrealistic 2019 est.
Soc Sec	\$25K	\$40K	\$15K/60%	"
Atty fees	\$10K	\$25K	\$15K/150%	"
Streets Maint	\$258K	\$271K	\$13K/5%	Added O.T. for snow
Ambul/NDP	\$395K	\$407K	\$12K/3%	NDP contract +2.5%
Clerk/DClerk	\$112K	\$122K	\$10K/9%	Added O.T.
Garage	\$47K	\$57K	<u>\$10K/22%</u> \$131K	New dump truck loan
V. Hall	\$46K	\$32K	-\$14K	(Oil burner repl 2020)
Fire	\$282K	\$272K	-\$10K	Cost scrubbing
Medical	\$95K	\$84K	-\$11K	(HRA overfunded)
Contingency	\$5K	0	-\$5K	
Reserves	\$33K	0	<u>-\$33K</u> -\$73K	