

Year End - VILLAGE OF Millbrook June 1,2022- May 31, 2023

In addition to the financial activity report, I would like to present a theme that is pertinent to the times. Last year it was stability. Stability gained through good solid information which in turn allows the Mayor, Village Board, and all of us residents to make decisions that support, sustain, and promote the Village of Millbrook.

This year it is Safety and Liquidity. Safety is the bank (or other agent) protecting the village’s funds they are holding. Liquidity is our ability to access these funds to cover short-term financial obligations easily and quickly, when needed. This requires a balance to invest, generate a profit and provide liquidity.

Challenges and successes describe this year’s financial activity for the village.

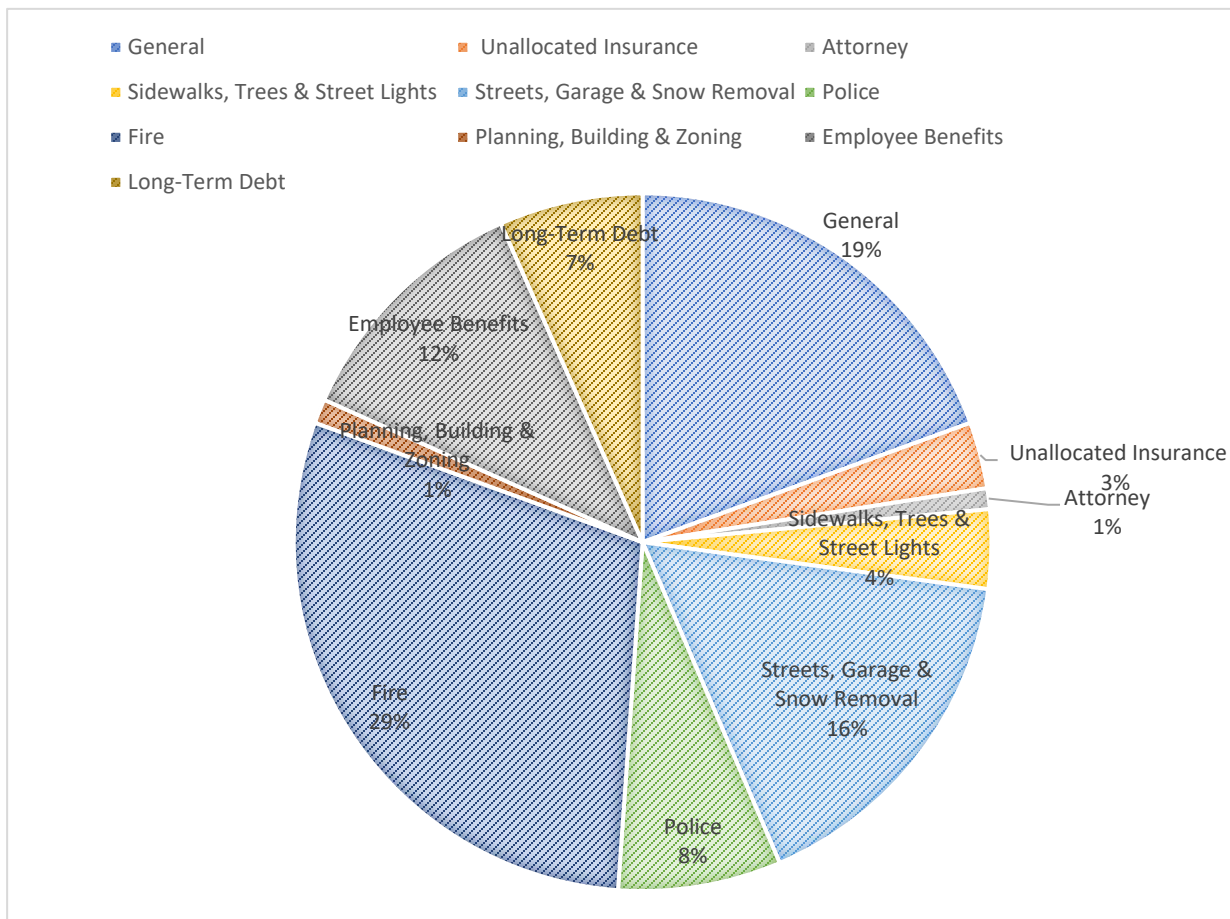
EXPENSES:

2022-2023 Expenses

General	\$410,363
Unallocated Insurance	\$65,035
Attorney	\$20,376.50
Sidewalks, Trees & Street Lights	\$77,389
Streets, Garage & Snow Removal	\$346,530
Police	\$159,478
Fire	\$621,535
Planning, Building & Zoning	\$23,799
Employee Benefits	\$245,731
Long-Term Debt	\$140,630
	\$2,110,866

Some Examples of General Fund Expenses:

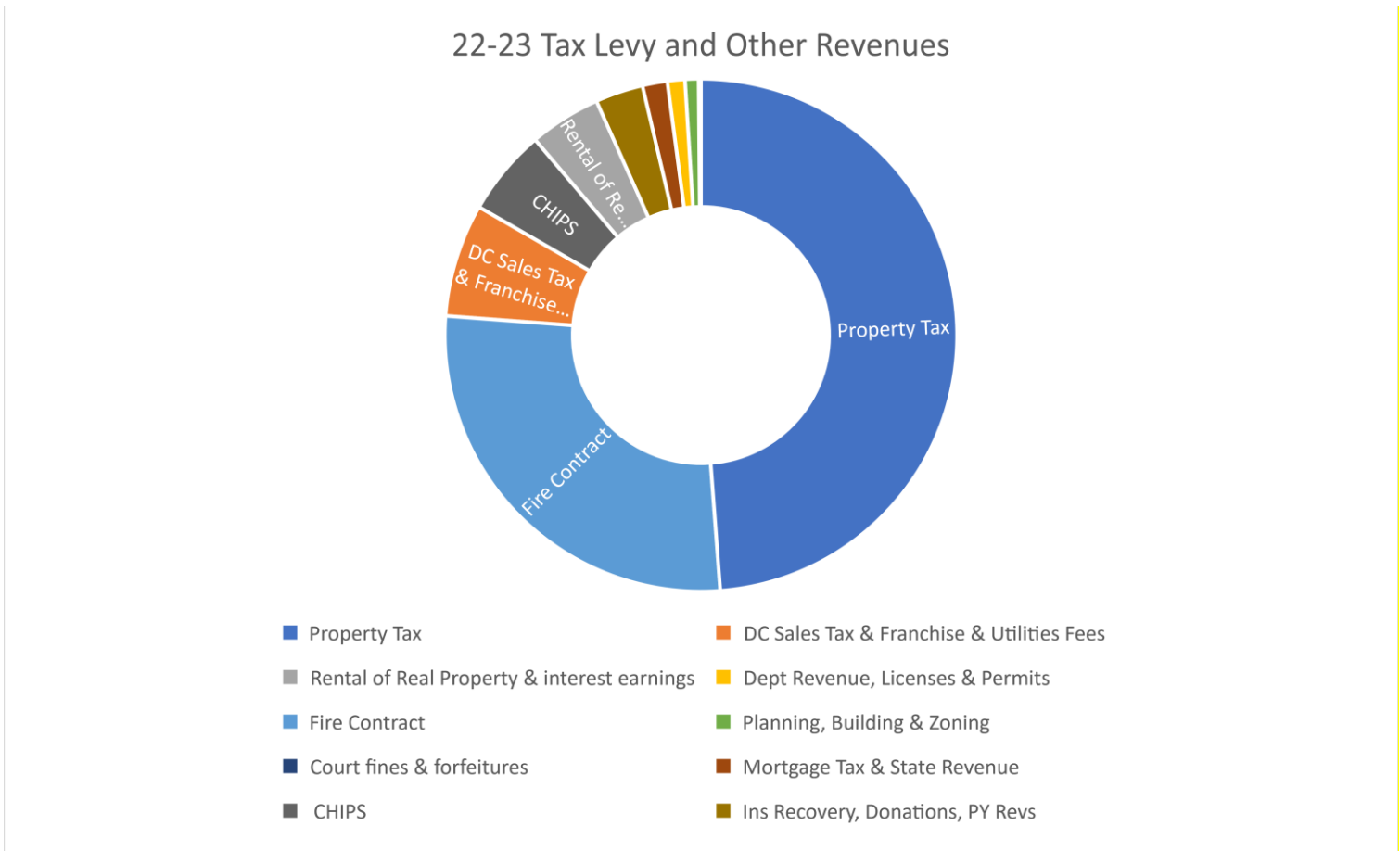
- Increase in utility costs- electric, heating fuel, gas & diesel.
- Workers Comp, general liability, and medical insurance
- Fire Dept- contract increases (NDP, Cancer, and LOSAP).
- Public Works- road paving projects- equipment replacements
- Village Hall Updates- window project- new server



REVENUE:

Property Tax	\$1,076,449
DC Sales Tax & Franchise & Utilities Fees	\$157,266
Rental of Real Property & interest earnings	\$99,663
Dept Revenue, Licenses & Permits	\$24,340
Fire Contract	\$604,529
Planning, Building & Zoning	\$18,877
Court fines & forfeitures	\$3,130
Mortgage Tax & State Revenue	\$34,686
CHIPS	\$120,626
Ins Recovery, Donations, PY Revs	\$66,576
	\$2,206,142

Property tax remained under the 2% NYS Tax Cap. The tax rate for 22-23 was \$4.85 per 1000 assessed value, up \$0.07 from last year.



State aid and Mortgage tax distributed by Dutchess County remained constant. Better budget process helped with gauging expected revenues- some lines exceeded expectations, and some came just under.

NYCLASS INVESTMENT ACCOUNTS- ENROLLED NOVEMBER 2022:

<i>Investor ID</i>	<i>Report Period</i>	<i>Start Date</i>	<i>End Date</i>	<i>Average Yield for the Period</i>	
NY-01-1309		6/1/2022	5/31/2023	3.2352%	
<i>Account Name</i>	<i>Beginning Balance</i>	<i>Contributions</i>	<i>Withdrawals</i>	<i>Ending Balance</i>	<i>Income Earned for Period</i>
<i>Fire Truck Reserve</i>	0.00	260,000.00	0.00	265,168.22	5,168.22
<i>Tax Account</i>	0.00	300,000.00	0.00	304,684.72	4,684.72
<i>Water Fund</i>	0.00	25,000.00	0.00	25,467.82	467.82
<i>Sewer Fund</i>	0.00	585,000.00	250,000.00	340,670.93	5,670.93
Total	0.00	1,170,000.00	250,000.00	935,991.69	15,991.69

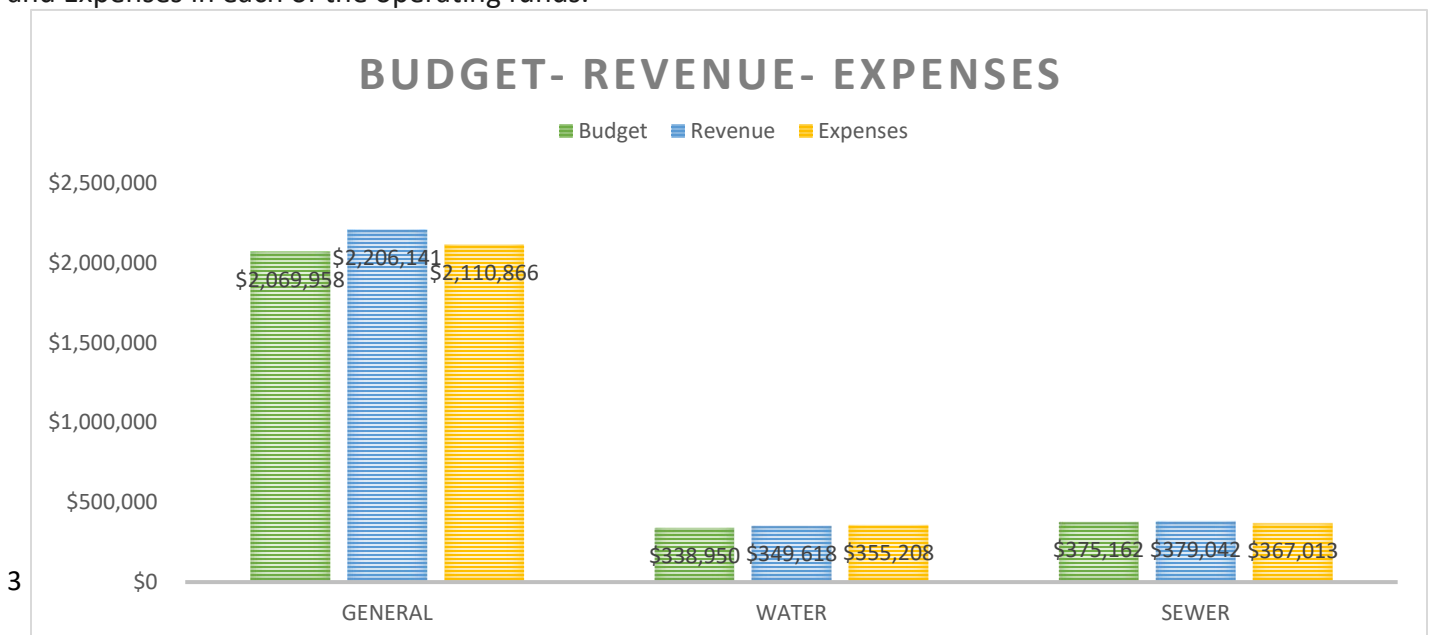
Safety and Liquidity:

An essential part of the revenue picture is our investments in securities. The village has partnered with the New York Cooperative Liquid Assets Security System. (NYCLASS).

With rates continuing to rise, local government investment pools like NYCLASS continue to be an excellent investment option for cash management needs. Interest compounds daily, they are self-collateralized and offer convenient liquidity.

This total interest earnings of \$15,992 was possible by maintaining a balance between the cash requirements of the operating funds and a balance to invest, generate a profit and provide liquidity. It is important to take advantage of the high interest rates while they are here.

BUDGET – REVENUE – EXPENSES: This chart illustrates the relationship between the Budget, Revenue and Expenses in each of the operating funds.



FUND BALANCE HISTORY & ANALYSIS:

Analysis of the Village of Millbrook Fund Balance as of 5/31/2023

GENERAL

21/22 Fund Balance	713,915
Less assigned Fund Bal & Reserves	-3707
Less 25% Investments in Securities	-142,463
Unassigned Fund Balance	567,745
add YTD Revenue	2,206,143
deduct YTD expenditures	-2,110,866
Fund Balance as of 5/31/23	\$663,022

WATER

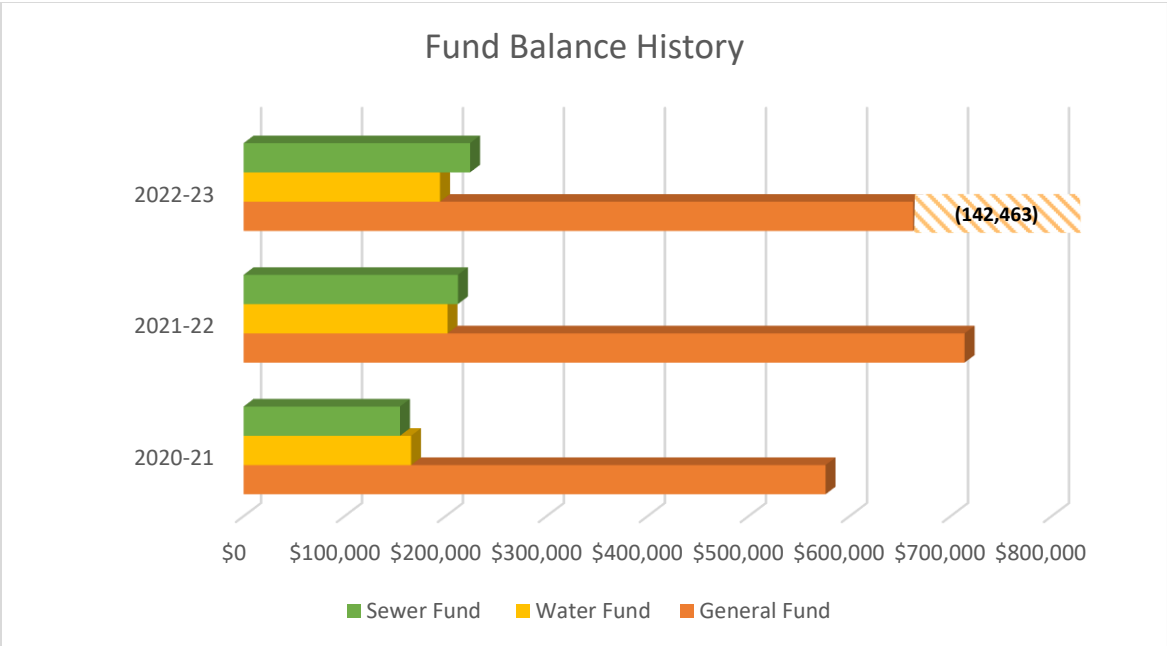
21/22 Fund Balance	202,060
add YTD Revenue	346,788
deduct YTD expenditures	-354,236
Fund Balance as of 5/31/23	\$194,612

SEWER

21/22 Fund Balance	212,356
add YTD Revenue	379,042
deduct YTD expenditures	-367,013
Fund Balance as of 5/31/23	\$224,385

At fiscal year-end May 31, 2023, fund balance in the General Fund as above stated are with the assumption of retaining a portion of investments in securities and maintaining the Capital Account balances.

It is important to note that Fund Balance is a net-position and considers cash, receivables, payables and due to/due from amounts, pending grants and transfers to Capital Projects. Maintaining a healthy fund balance provides stability and safety.



	2020-21	2021-22	2022-23
General Fund	\$576,282	\$713,915	\$663,022
Water Fund	\$165,865	\$202,060	\$194,612
Sewer Fund	\$154,981	\$212,356	\$224,385

In conclusion, although the village’s finances are favorable at this time, there are challenges to consider:

- Aging infrastructure and equipment.
- Cost and availability of supplies, equipment, and services.
- Finding and maintaining reliable personnel.

We have maintained adequate fund balances; we continue to monitor expenses and budget responsibly; and we are always looking for safe, viable sources of revenue, that in turn stabilize the village tax rate.

2022-23's Challenge- 2023-24's Charge

2022-23 year’s challenge was the increased cost of supplies, equipment, fuel, and electricity, as well as the availability of these items.

2023-24 year’s charge will be “adaptability” *the quality of being able to adjust to new conditions and the capacity to be modified for a new use or purpose.*