

Town of Yarmouth

FY 20 Budget Overview



OPERATING BUDGET



OPERATING BUDGET - AT A GLANCE - REVENUES

REVENUE ESTIMATES

Tax Levy 2.5% Increase	\$1,475,808
New Growth	\$400,000
Local Receipts	\$1,068,000
Total Growth Estimate	\$2,943,808

LOCAL RECEIPTS ESTIMATE

- FY 20 estimate is \$1,068,000 more than budgeted for in FY 19;
- FY 20 estimate is 95% of actual receipts collected in FY 18;
- Estimate is based on a line-by-line assessment of potential growth / decline. Estimate will be refined as more FY 19 information becomes available.

OPERATING BUDGET - AT A GLANCE - EXPENDITURES

MAJOR COST INCREASES

DY School @ 2.5%	\$849,337
Cape Tech @ 2.5%	\$58,529
Town Wages (COLA, steps, longevity, buybacks)	\$613,543
Pension	\$193,727
Insurance (health, property / liability)	\$516,835
Total Cost Increase	\$2,231,971

ADDITIONAL COST INCREASES

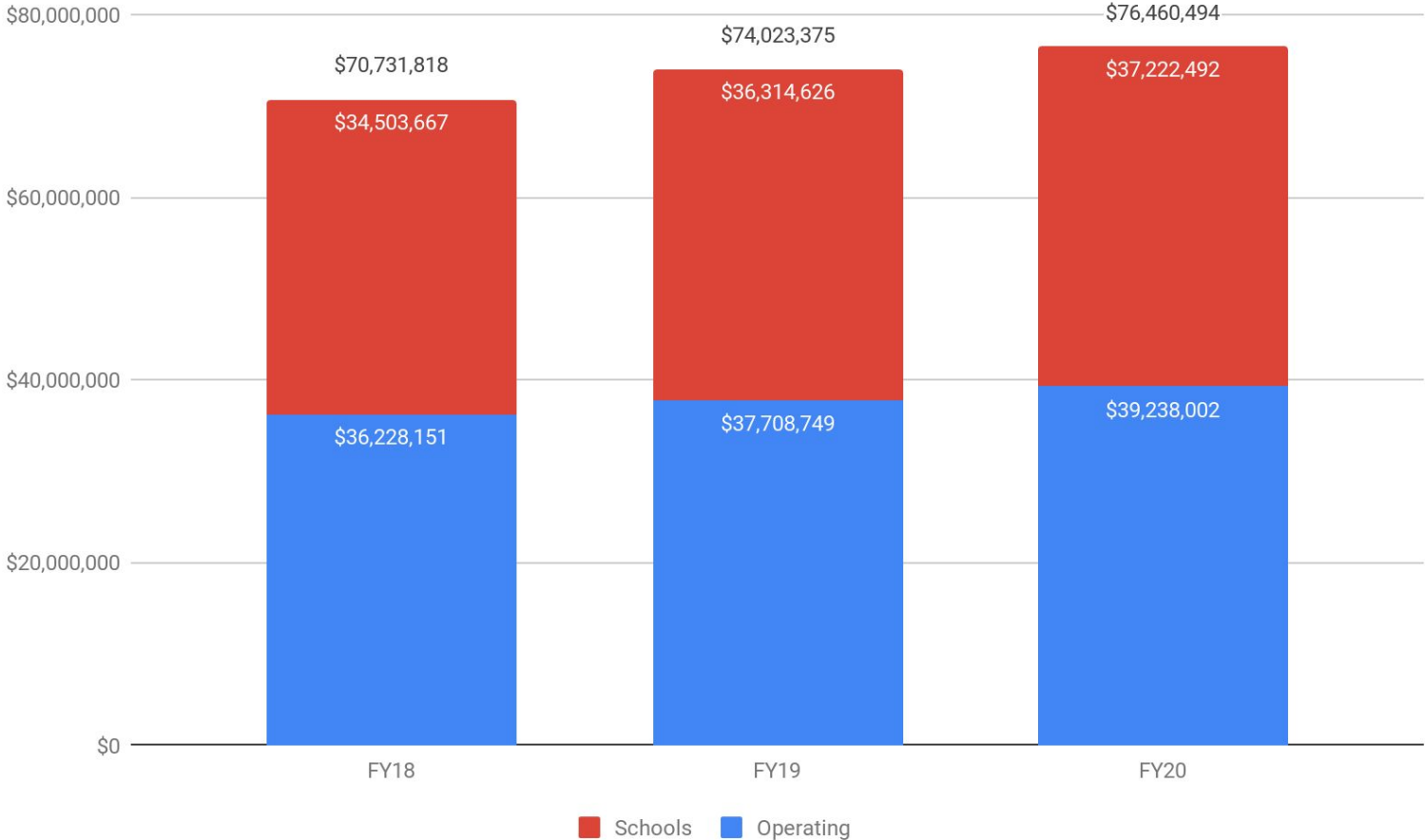
IT Needs	\$94,792
OSHA / Employee Safety	\$22,800
Fall Town Meeting (Anticipated)	\$6,750
All other budget increases	\$581,003
Total Cost Increase	\$705,345

OPERATING BUDGET - BALANCED & IN-LINE WITH BUDGET POLICY

Total Growth Estimate	\$2,943,808
Total Cost Increase	\$2,937,316
Estimated Levy Capacity	\$6,492

- ✓ Provides for essential town services;
- ✓ Increase up to 2 ½% for education;
- ✓ Fully funds contractual obligations: utilities, pension, health & liability insurance;
- ✓ Includes 1.5M in routine capital spending;
- ✓ Includes 1.2M + 2 ½% for road maintenance

OPERATING BUDGET - THREE YEAR OVERVIEW



OPERATING BUDGET - CONSIDERATIONS & POTENTIAL IMPACTS

- Cape Tech Assessment unconfirmed
- DY Regional School District
 - **Student Shift.** Preliminary enrollment figures, excluding choice & charter, project an increase of 45 students in Yarmouth and a decrease of 73 students in Dennis, resulting in a total enrollment split of 70.4% / 29.6%, respectively. A rough estimate of this cost, beyond a 2 ½% increase in the schools' budget is: \$980,875 for the Yarmouth student increase, or \$2.5M for the total shift, including the reduction of Dennis students.
 - **Middle School Project.** Building project costs for FY 20 unknown at this point. We do have cash reserved, but without a debt exclusion this year, we may have to cut the town budget starting in FY 21 and beyond.

CAPITAL BUDGET



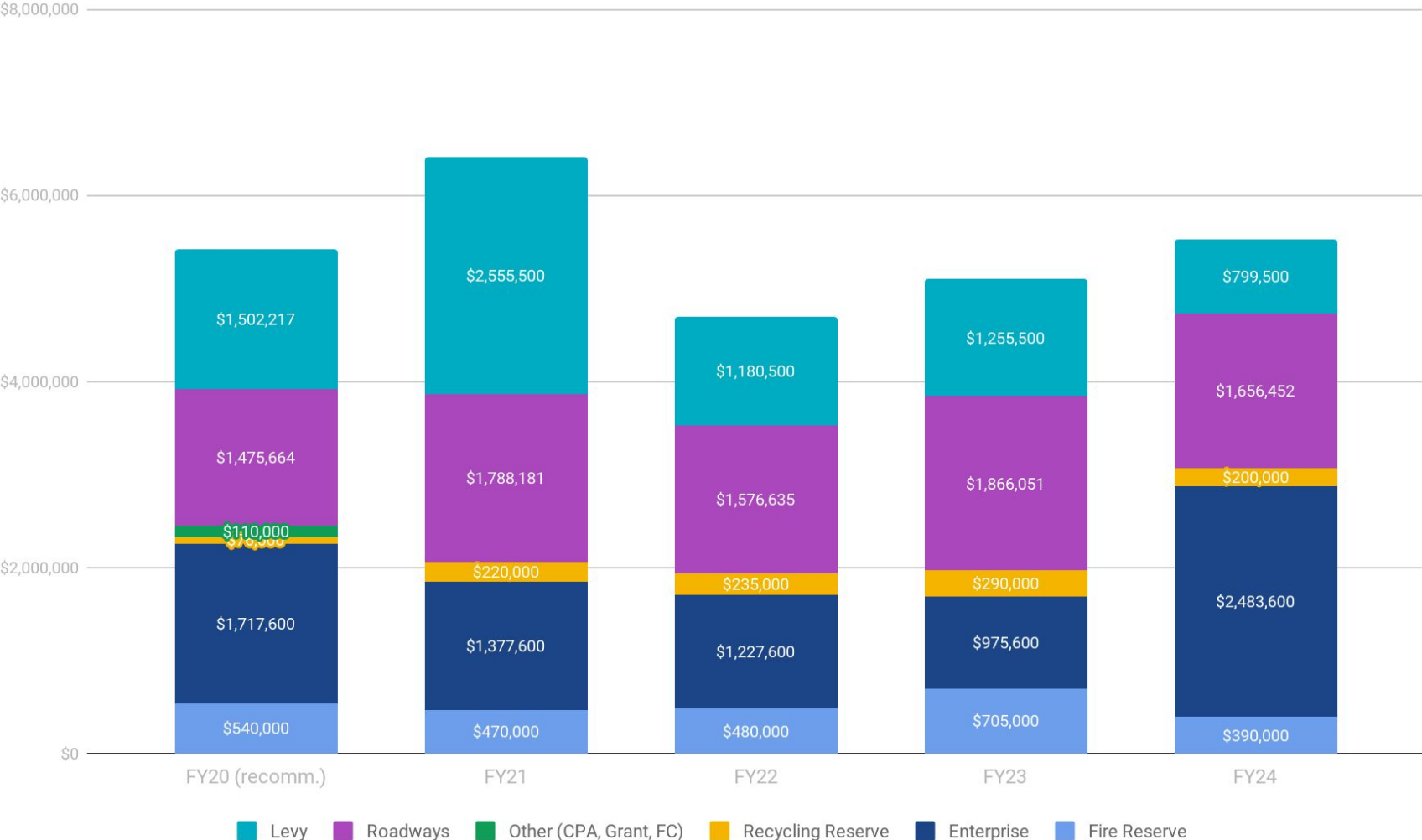
CAPITAL BUDGET - AT A GLANCE - CBC RECOMMENDATIONS

- Reviewed 70 requests totaling \$28.7M
- Recommended 66% of overall capital plan & 33% of levy eligible items (within the 1.5M appropriation).
- Current capital stabilization balance: \$1,279,125

FY 20 CBC RECOMMENDATIONS

CIP from levy (\$1.5M)	\$1,502,217
Enterprise / Reserve	\$2,257,600
Roadway	\$1,475,664
Special Revenue	\$76,000
Capital Projects (borrowing)	\$13,500,000
Total CBC Recommendation	\$18,811,481

CAPITAL BUDGET - 5 YEAR CIP OUTLOOK (with anticipated funding source)



CAPITAL BUDGET - MAJOR CAPITAL PROJECTS

Project	Project Detail (Cost, Term, Rate)	Avg. Annual Cost (estimates)
Cape Tech	\$15.6M; 20; 3.5%	\$1.1M
Mattacheese MS	\$48.7M; 25; 5.5%	\$3.6M
DPW Facility	\$13.5M; 20; 5.5%	\$850,000
Wastewater Phase I	\$75M; 30; 1.0%	\$3.2M
Total Project Cost		\$8.75M

Additional considerations: DNR Waterways; Dispatch; Library; M.E. Small

FREE CASH



FREE CASH - AT A GLANCE

2018 Certified Free Cash: **\$3,251,701**

Suggested Uses	Amount
General Stabilization	\$1,000,000
OPEB (to fully fund ARC)	\$200,000
Dredging Permitting	\$110,000
LOD Funding Pilot	\$225,000
Other one-time projects / initiatives	\$661,900
Project Sum	\$2,196,900

* Balance of \$1,054,801 available for FY 20 costs associated with Mattacheese Middle School Building Project

FREE CASH - CONTRIBUTING TO RESERVES

Description	Amount	Current Stabilization %	Stabilization % with \$1M Appr.	GFOA Suggestion
General Fund Operating Expenditures (non-school)	\$43,688,252	10.22%	12.51%	N/A
General Fund Operating Expenditures (incl. school)	\$78,216,716	5.71%	6.99%	16.67%
Current Stabilization Balance	\$4,466,347			

* Stabilization fund balance should be between 5-17% of operating expenditures (non-school).

** GFOA suggests 2 months of reserves or 16.67%.

FREE CASH - ESTIMATED RECEIPTS SAVINGS

Category	Budget	Actual	Savings	% of Line	% of Total
Motor Vehicle Excise	\$3,165,000	\$3,896,721	\$731,721	23.12	34.57
Solid Waste Fees	\$3,250,000	\$3,675,157	\$425,157	13.08	20.09
License & Permits	\$1,100,000	\$1,287,143	\$187,143	17.01	8.84
Investments	\$70,000	\$228,564	\$158,564	226.52	7.49
Hotel / Motel	\$2,735,000	\$2,885,029	\$150,029	5.49	7.09
Fees	\$1,100,000	\$1,200,177	\$100,177	9.11	4.73
Penalties & Interest	\$140,000	\$216,066	\$76,066	43.33	3.59
Meals Tax	\$555,000	\$628,343	\$73,343	13.21	3.47
Cable Fees	\$500,000	\$546,515	\$46,515	9.30	2.20
Rentals	\$410,100	\$431,484	\$21,484	5.24	1.01
<u>All other local</u>	\$1,199,206	\$1,365,445	\$166,239	12.01	6.92
Total	\$14,224,206	\$16,360,643	2,116,437	14.86	100.00

FREE CASH - APPROPRIATIONS SAVINGS

Category	Budget	Actual	Savings	% of Line	% of Total
Health Insurance	\$2,705,520	\$2,339,622	\$365,628	13.52	31.78
Energy Expense	\$823,000	\$670,552	\$152,447	18.52	13.25
Highway Wages	\$746,108	\$666,050	\$80,058	10.73	6.96
Veterans Benefits	\$207,926	\$152,323	\$55,603	26.74	4.83
Cemetery Wages	\$144,121	\$93,121	\$51,000	35.39	4.43
Fire Wages	\$6,499,332	\$6,460,252	\$39,080	0.60	3.40
Election & Reg.	\$70,750	\$39,911	\$30,839	43.59	2.68
Sanitation	\$2,610,284	\$2,583,098	\$27,186	1.04	2.36
Library Wages	\$570,021	\$546,243	\$23,778	4.17	2.07
Debt Service	\$516,380	\$493,372	\$23,008	4.46	2.00
<u>All other</u>	\$63,323,544	\$63,036,908	\$286,636	0.48	26.23
Total	\$78,216,716	\$77,081,452	\$1,135,264	1.54	100.00