



Fiscal Year 2024 Budget January 23, 2023 Update





January 23, 2023 Budget Update

- **Presentation of Scenarios**
- **Highlight Decision Points**
- **Solicit Feedback and Obtain Direction from Select Board**
- **Work Towards Consensus for Formal Budget Submission Next Monday**
- **This Budget Presentation is NOT a Budget Proposal**



Budget 'Levers'

- Tax Levy
- Free Cash
- Service Level/Expenditures
- **ARPA** (FY23, FY24 & FY25)





Service Level/Expenditures

Department	FY2023 Budget	FY2024 (1/23/23)	Change (\$)	Change (%)
General Government	\$438,938	\$438,765	\$(173)	-0.4%
Finance Department	\$1,057,053	\$1,070,593	\$13,540	1.28%
CDMI	\$639,075	\$637,066	\$(2,009)	-0.31%
Community Services	\$474,799	\$312,480	\$(162,319)	-34.19%
Library	\$622,736	\$634,736	\$12,000	1.93%
Police	\$4,325,699	\$4,405,699	\$80,000	1.85%
Fire	\$3,937,577	\$4,166,441	\$228,864	5.81%
Public Works	\$7,717,247	\$7,850,766	\$133,519	1.73%
Transfers	\$125,000	\$125,000	\$0	0.00%
TOTAL MUNICIPAL	<u>\$19,338,124</u>	<u>\$19,641,571</u>	<u>\$303,422</u>	<u>1.57%</u>
Debt	\$4,328,274	\$4,248,170	\$(80,104)	-1.85%
Town-Wide Expenses	\$9,725,140	\$10,356,684	\$631,544	6.49%
Overlay Reserve	\$400,000	\$300,000	\$(100,000)	-25.00%
State & County Charges	\$766,074	\$766,074	\$0	0.00%
TOTAL SHARED COSTS	<u>\$15,219,488</u>	<u>\$15,670,928</u>	<u>\$451,440</u>	<u>2.97%</u>
Hanover Public Schools	<u>\$33,571,915</u>	<u>\$35,031,299</u>	<u>\$1,459,684*</u>	<u>4.35%</u>
SS Vocational Technical HS	\$1,054,852	\$1,054,852	\$0	0.00%
TOTAL BUDGET	<u>\$69,184,379</u>	<u>\$71,398,625</u>	<u>\$2,214,246</u>	<u>3.20%</u>



Service Level/Expenditures Options

Option	Tax Levy	Free Cash	Result
Maintain Tuition Based Full Day Kindergarten	4.8%	\$1,750,000	Budget remains the same as presented 1/23
Maintain Tuition Based Full Day Kindergarten	4.0%	\$2,250,000	Budget remains the same as presented 1/23
Implement Town Funded Full Day Kindergarten	4.8%	\$2,250,000	Budget is unbalanced by \$58,000
Implement Town Funded Full Day Kindergarten	4.8% (if override approved: 6%)	\$1,750,000	Budget override needed to fund Full Day Kindergarten



Tax Levy + Free Cash “Options” for FY24

<u>2024 Tax Levy Applied</u>	<u>Tax Levy Revenue Increase</u>	<u>Free Cash Applied</u>	<u>Free Cash Change from FY23</u>	<u>Change from FY2023</u>
2.5%	\$1,575,502	\$1,000,000	\$(1,388,681)	\$186,821
2.5%	\$1,575,502	\$1,250,000	\$(1,138,681)	\$436,821
2.5%	\$1,575,502	\$1,750,000	\$(638,681)	\$936,821
2.5%	\$1,575,502	\$2,250,000	\$(138,681)	\$1,436,821
3.0%	\$1,810,602	\$1,000,000	\$(1,388,681)	\$421,921
3.0%	\$1,810,602	\$1,250,000	\$(1,138,681)	\$671,921
3.0%	\$1,810,602	\$1,750,000	\$(638,681)	\$1,171,921
3.0%	\$1,810,602	\$2,250,000	\$(138,681)	\$1,671,921
4.0%	\$2,280,804	\$1,000,000	\$(1,388,681)	\$892,123
4.0%	\$2,280,804	\$1,250,000	\$(1,138,681)	\$1,142,123
4.0%	\$2,280,804	\$1,750,000	\$(638,681)	\$1,642,123
4.0%	\$2,280,804	\$2,250,000	\$(138,681)	\$2,142,123
Full Levy (4.8%)	\$2,653,606	\$1,000,000	\$(1,388,681)	\$1,264,925
Full Levy (4.8%)	\$2,653,606	\$1,250,000	\$(1,138,681)	\$1,514,925
Full Levy (4.8%)	\$2,653,606	\$1,750,000	\$(638,681)	\$2,014,925
Full Levy (4.8%)	\$2,653,606	\$2,250,000	\$(138,681)	\$2,514,925
Full Levy + Override (6%)	\$3,210,712	\$1,750,000	\$(638,681)	\$2,572,031

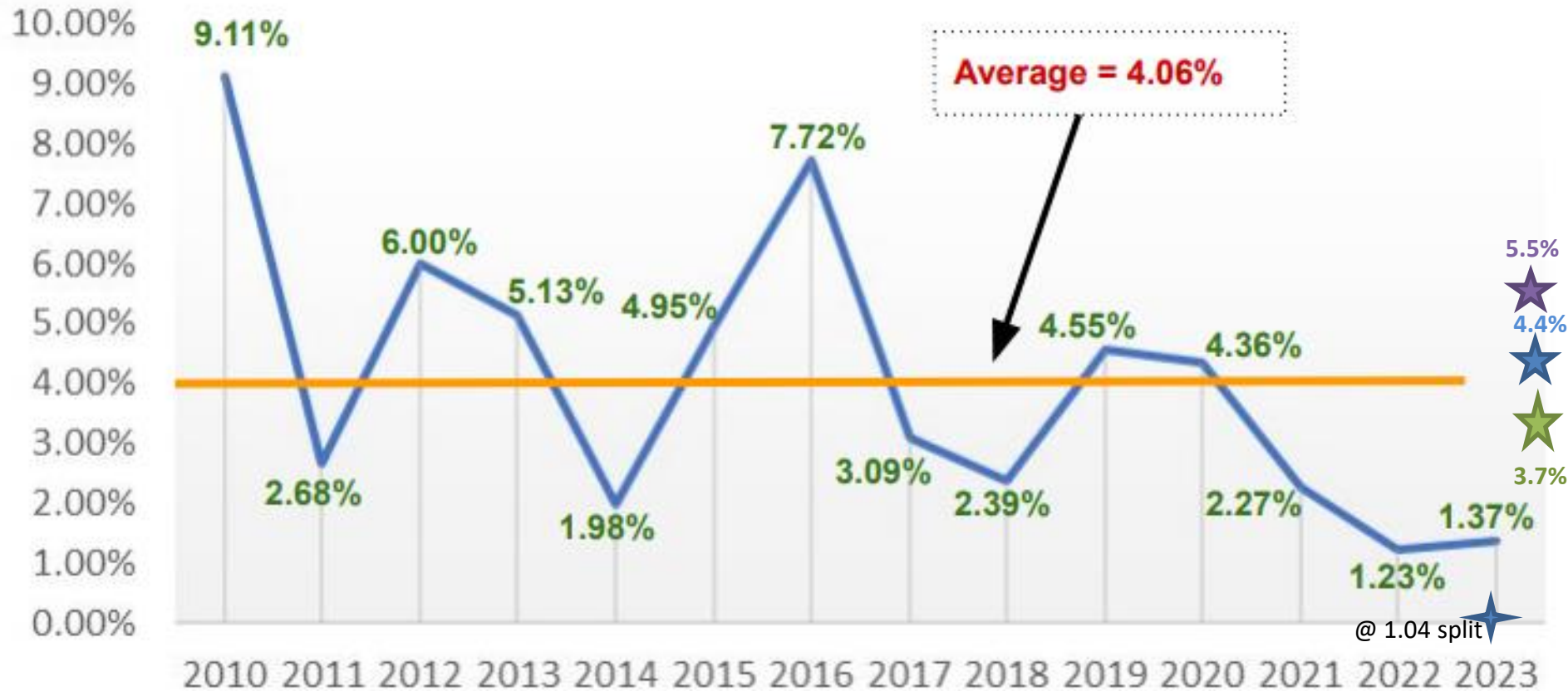


Historical & Projected Average Residential Property Tax Bill Increase (\$)





Historical & Projected Average Residential Property Tax Bill Increase (%)





Tax Levy + Free Cash (History)

Fiscal Year	Amount Available	Amount Used in Operating Budget	% Used in Operating Budget	Amount Used ATM	Amount Used STM	Total Used	% Used Total	Amount Remaining at End of Fiscal Year
2014	\$3,049,716	\$460,166	15%	\$1,022,960	\$441,295	\$1,924,421	63.10%	\$1,125,294
2015	\$2,074,285	\$250,000	12%	\$956,923	\$320,000	\$1,526,923	73.61%	\$547,361
2016	\$2,784,497	\$0	0%	\$1,977,100	\$164,650	\$2,141,750	76.92%	\$642,747
2017	\$1,734,005	\$0	0%	\$1,075,612	\$195,350	\$1,270,962	73.30%	\$463,043
2018	\$2,543,589	\$500,000	20%	\$1,147,700	\$290,635	\$1,938,335	76.20%	\$605,254
2019	\$3,219,470	\$680,000	21%	\$836,000	\$602,679	\$2,118,679	65.81%	\$1,100,791
2020	\$3,010,477	\$750,000	25%	\$725,531	\$107,490	\$1,583,021	52.58%	\$1,427,456
2021	\$4,293,469	\$1,548,000	36%	\$250,000	\$29,000	\$1,827,000	42.55%	\$2,466,469
2022	\$3,933,629	\$1,000,000	25%	\$640,000	\$600,600	\$2,240,600	56.96%	\$1,693,029
2023	\$6,812,892	\$2,388,681	35%	\$1,180,000	\$216,434	\$3,785,115	55.56%	\$3,027,777
2024	\$4,500,000*	\$1,750,000	39%	\$1,448,000	????	\$3,198,000	71%	\$1,302,000



Reduced Free Cash Options (2023 ATM Warrant)*

<u>Project</u>	<u>Amount</u>	<u>Project</u>	<u>Amount</u>
Town Event Funding	\$50,000	Four (4) DPW Vehicles	\$490,000
Dog Park	\$87,130	Transfer Station Compactor	\$75,000
Cedar School Vestibule	\$600,000	Transfer Station Fencing	\$35,000
Special Education Reserve Fund	\$400,000	Fire Cardiac Monitors	\$200,000
Middle School Lockers	\$50,000	Fire Utility Vehicle	\$60,000
HS Emergency Circuit Upgrades	\$60,000	Fire Command Vehicle	\$80,000
Basketball Court Renovations	\$100,000	Three (3) Police Cruisers	\$210,000
Ellis Fields Improvements	\$75,000	E-Code Software	\$18,000
Town Hall Elevator	\$100,000	COA Feasibility Study	\$40,000
DPW Fuel Canopy	\$50,000	HS Auditorium Lights	\$130,000
Sidewalk Repairs	\$250,000	TOTAL	\$1,448,000

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*This is not a formal proposal, however it does show the reality of the capital projects that need to be eliminated, reduced, or alternatively funded.



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