

Freeport Village, New York 2021 - 2022 Budget Presentation

January 11, 2021

Budget Introduction

- **Budget process - 5 stages**
 - **Stage 1:** Dept 1 - Meetings w/ Village department heads for initial requests
 - **Stage 2:** Dept 2 - November 30th. & December 1st. - Public meetings w/ Village Board, department heads & public
 - **Stage 3:** Tentative Budget - Meeting w/ Mayor and Budget Team - December 8th
 - **Stage 4:** Amended Tentative Budget - Revisions - misc. changes
 - **Stage 5:** Adopted Budget - under consideration January 11, 2021 for Board adoption
- **Tax Rebate of \$2.7 mil. (NYS Discovery Legislation)**
 - Tax Levy now reduced accordingly - \$2,700,854

Budget - Historical Overview

- Eighth budget of Kennedy administration
- Eight years of zero tax increases
- \$2.7 mil. Tax Rebate in 2020
- Eight years of economic development
- Eight years of growth in non-tax revenue
- Eight year trend of debt reduction
- Expanded grant/aid based capital improvement program

Historical Budget Summary

Budget to Budget Comparison								
Kennedy Administration - 8 Years of Zero Tax Increases!								
Account	2014-2015 Budget	2015-2016 Budget	2016-2017 Budget	2017-2018 Budget	2018-2019 Budget	2019-2020 Budget	2020-2021 Budget	20201-2022 Budget
Total Budget	\$65,420,095	\$66,768,768	\$69,551,168	\$71,418,909	\$72,776,978	\$72,752,009	\$76,913,929 74,213,075**	\$75,433,068
Tax Levy	\$42,622,602	\$42,553,929	\$42,185,394	\$41,899,831	\$42,983,724 *	\$42,956,518	\$45,657,372 \$42,956,518**	\$43,466,666
Non-Tax Revenue	\$22,797,493	\$24,214,839	\$27,365,774	\$29,519,078	\$29,793,254	\$29,795,491	\$31,256,557	\$31,966,402
Tax AV/Rate (per \$100 AV)	\$68,419,486 62.296	\$68,309,249 62.296	\$67,717,662 62.296	\$67,259,265 62.296	\$68,999,172 62.296	\$68,955,571 62.296	\$69,649,555 65.553/62.296**	\$69,774,410 62.296
Differences Year over Year	Rate: 0% Levy: 0.26%	Rate: 0% Levy: (0.16%)	Rate: 0% Levy: (0.866%)	Rate: 0% Levy: (0.677%)	Rate: 0% Levy: (0.038%) *	Rate: 0% Levy: (0.063%)	Rate: 5.228% Levy: 6.287%/ **Rate: 0% Levy: 0%	Rate: (4.968%) Levy: (4.798%)

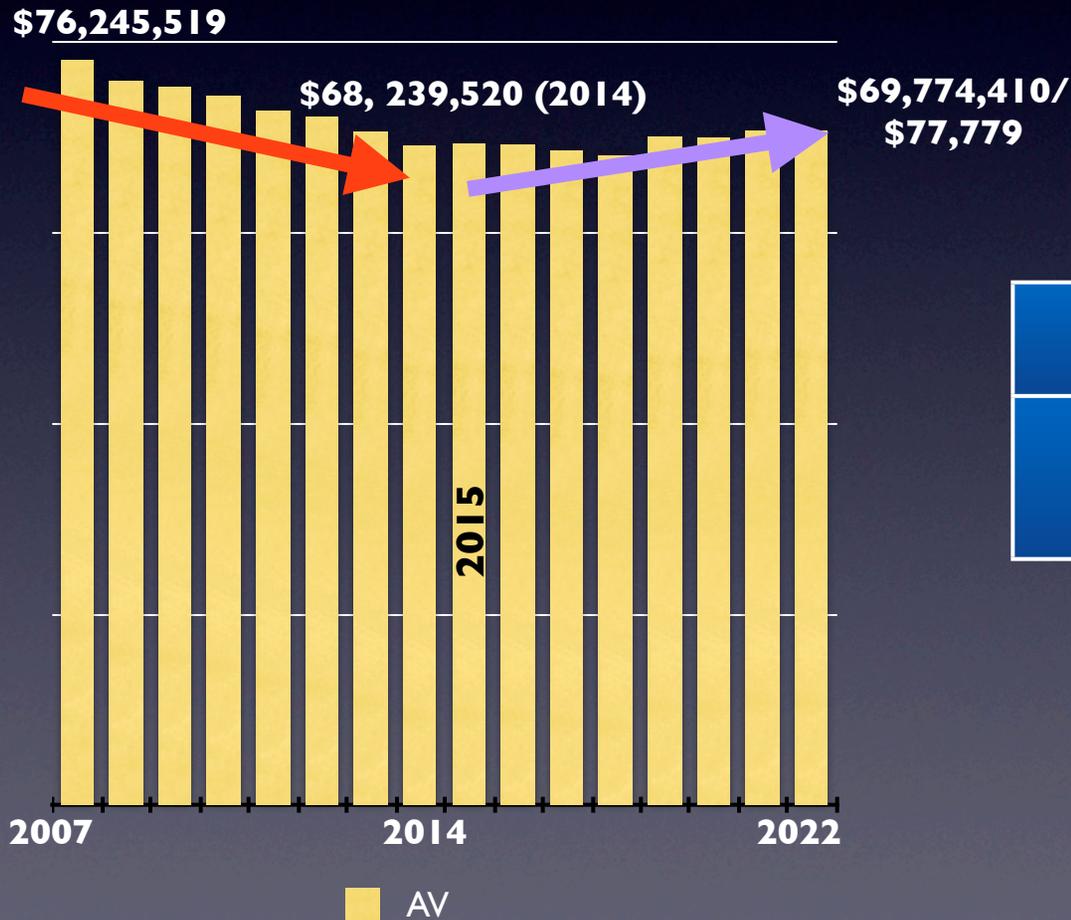
* Excluding PILOTS ** Adjusted for \$2,700,854 Tax Rebate

2021-2022 Budget Key Elements

- Tax Rebate of \$2.7 mil.
- Contractually mandated increases in personal services and employee benefits, while...
- ...“all other” expenditures remain flat
- Increases in non-tax revenue continues to offset mandated budget increases
- Economic development also helps to offset mandated budget increases
- Budget below NYS Tax Cap

Tax Base Growth

*Economic development contributes to \$956,175 increase
in recurring tax revenue without rate increase*

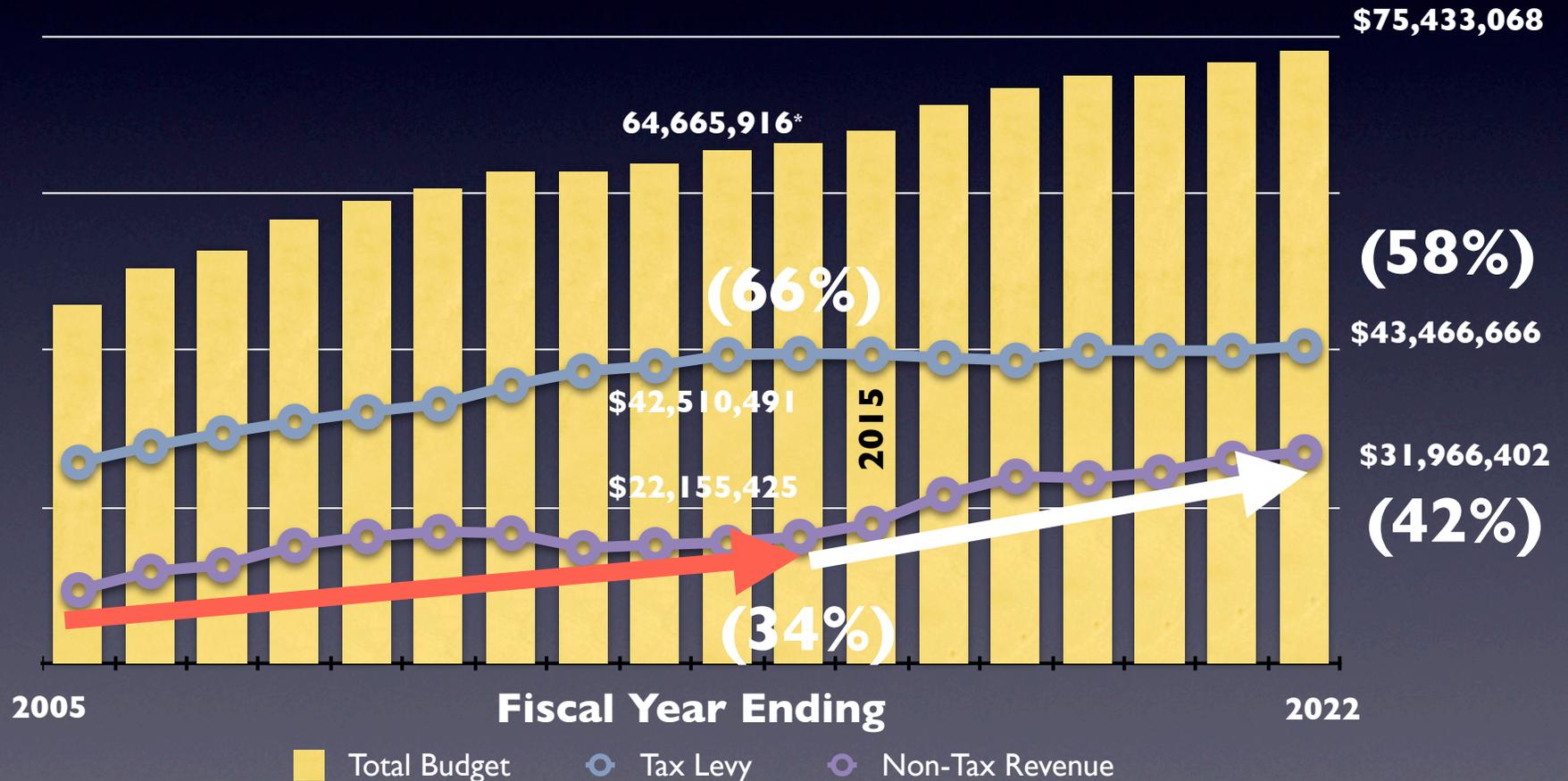


Primer

*AV divided by 100
times Tax Rate = Tax Levy*

Revenue - Tax vs Non-Tax

Non-tax revenue funds a larger portion of budget to mitigate tax increases



* Excluding \$4.5 mil Budget Note

Budget Drivers *(non-tax revenue)*

FY 2021 to FY 2022 (budget to budget)



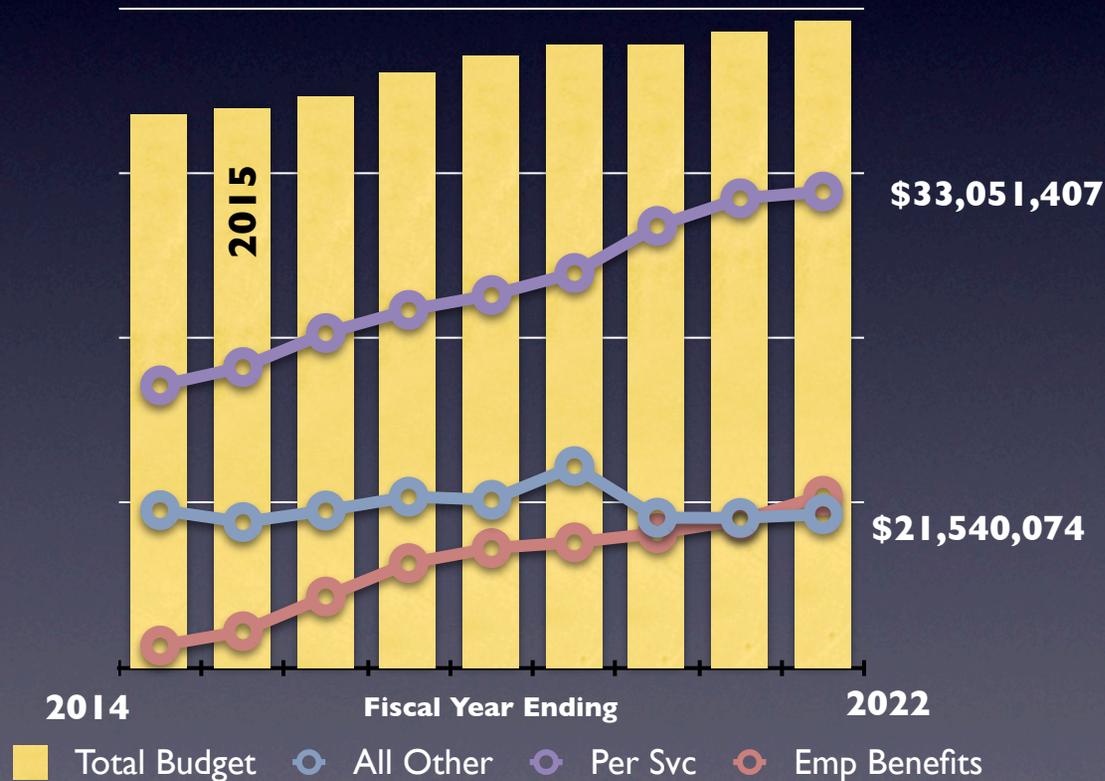
Budget Drivers (expenditures)

FY 2021 to FY 2022 (budget to budget)



Mandated Expenditures

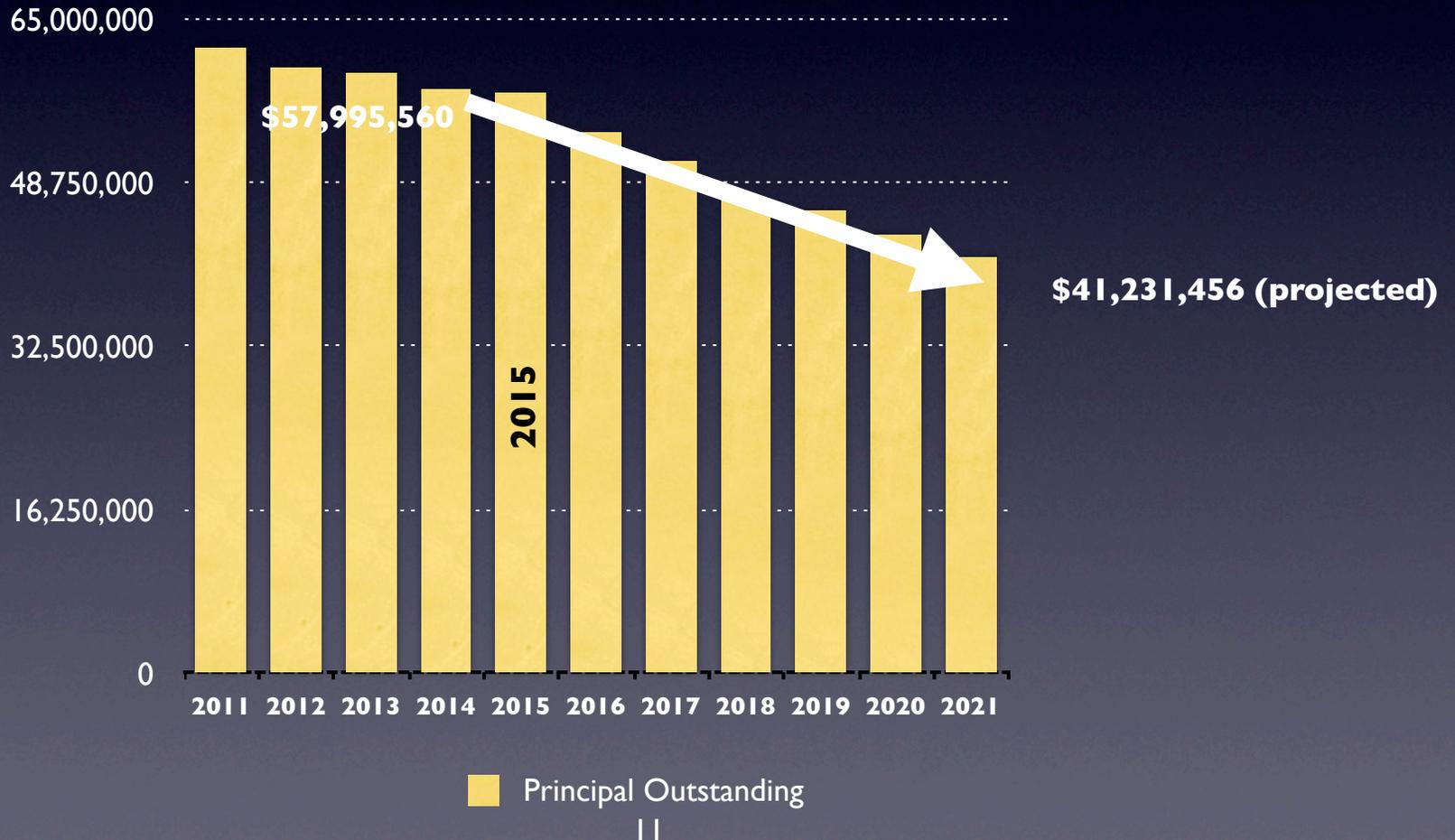
*Personal Services and Employee Benefits continue to drive budget
 “All Other” expenses remain flat*



* Budget numbers are normalized, excluding one time transfers and
 and
 FY 2021 Per Services excludes Discovery Legislation PS Costs and Assoc. Benefits

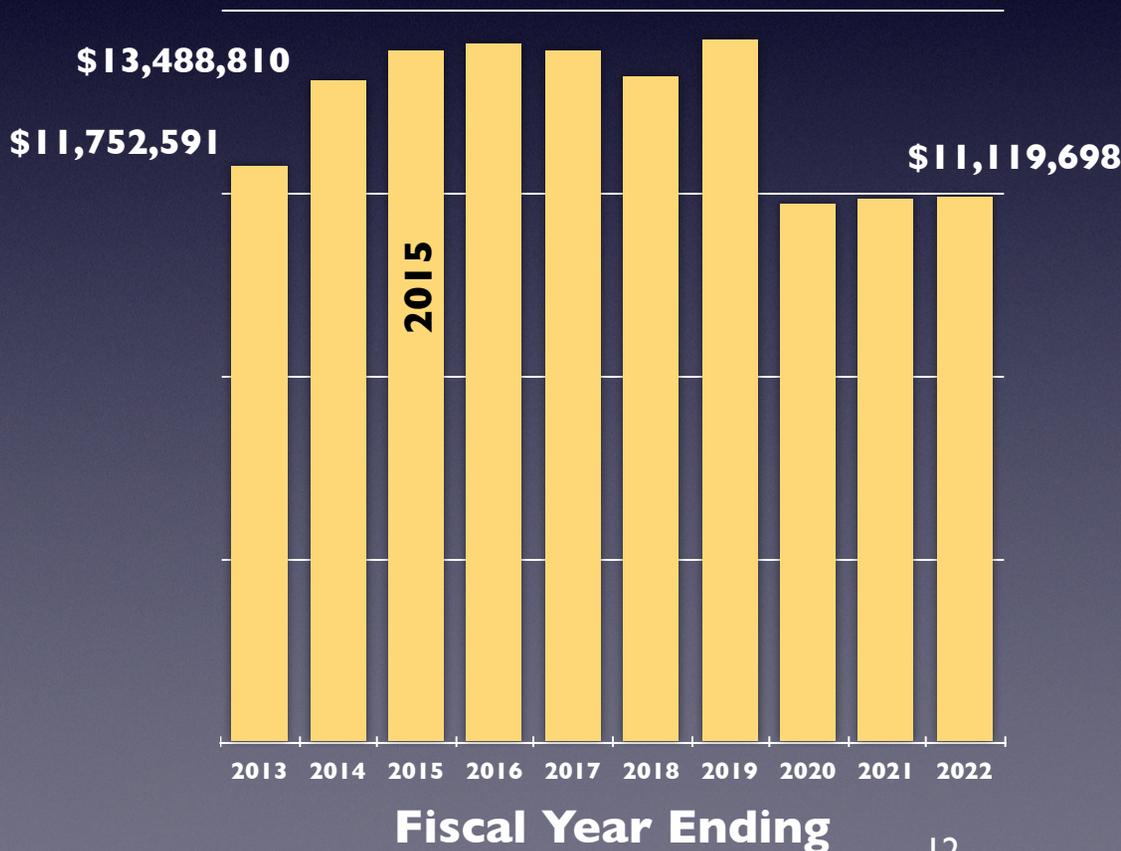
General Fund Debt

Reduction in outstanding debt - \$16.764 mil. (29%)



Annual Bonded Debt Service

*FY 2022 bonded debt service falls below FY 2013
(\$2.369 mil. Reduction below FY 2014)*

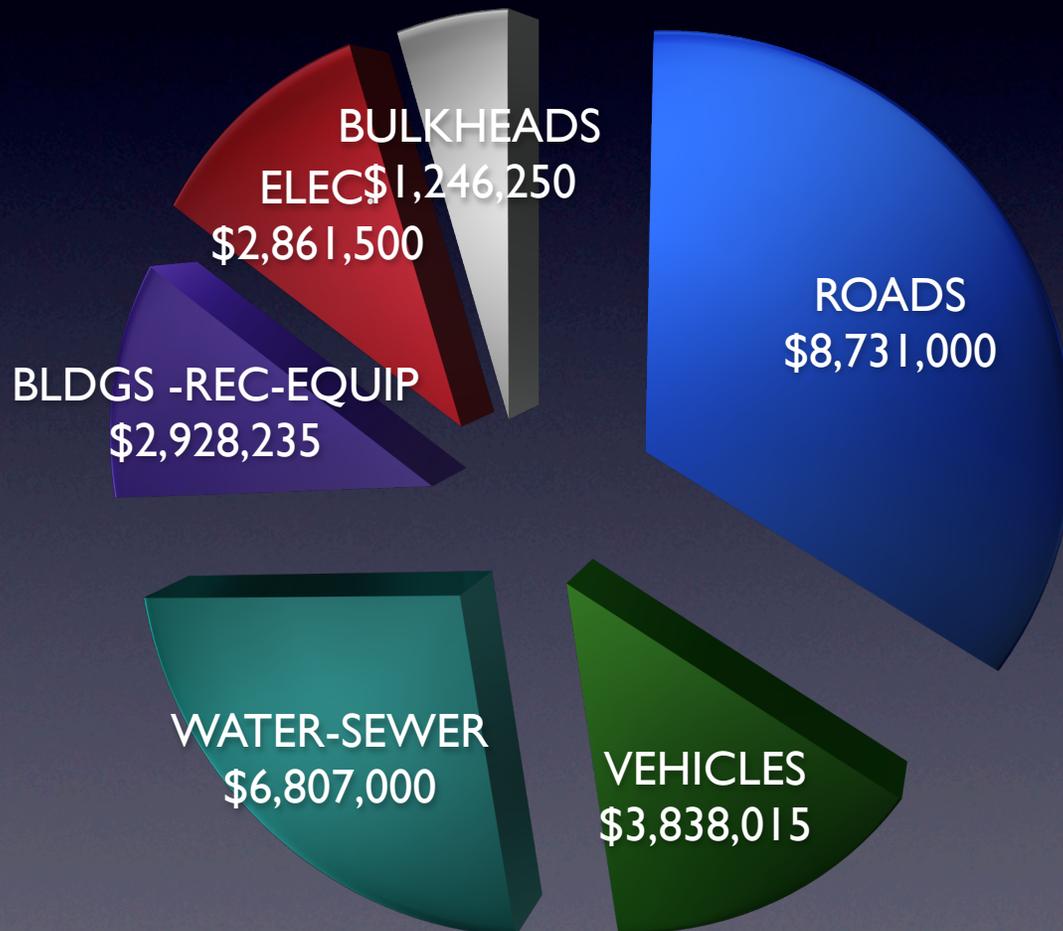


SAVINGS
INITIATIVES
(approx.) \$13.3 mil
cumulative

- Debt Restructuring
 - FY 2021 - \$3.34 mil DS
 - FY 2017 - \$1.575 mil DS
 - FY 2016 - \$1.61 mil DS
 - FY 2015 - \$0.68 mil DS
 - FY 2013 - \$5.027 mil. DS
 - FY 2012 - \$1.075 mil. DS

Capital Expenditures - Grant-Aid Funded Issuance)

FY 2015 through FY 2021 - 37% Funded through grants & aid



SAVINGS INITIATIVES

GRANT BASED CAPITAL PROGRAM

\$9,855,000 reimbursements

- \$6.57 mil. - Roadwork**
- 1.71 mil. Stormwater**
- 250k - Bulkhead**
- 125k - LPRs**
- 45k - Radio Equipment**
- 75k - Water Trails**

Moving Forward

- Continue to explore opportunities for non-tax revenue
- Continuation of Capital Plan
 - Road & assoc. work
 - Sewer Repairs
 - Bulkheads
 - Recreation Center
- Continuation of Economic Development