



TOWN OF

EAST HAMPTON

CONNECTICUT

Town Manager

2023-2024 Budget Presentation

Board of Finance Public Hearing

ZOOM/Hybrid Meeting

March 20, 2023

1 Community Drive

East Hampton, CT 06424

www.easthamptonct.gov

FY2023-2024 Manager Budget

- ▶ Developed in cooperation with the various Town Departments
- ▶ Attempts to look into the future for the community
 - ▶ Not only the upcoming fiscal year
 - ▶ Fiscal years beyond the next one
- ▶ Focused on maintaining the services and programs the Town currently provides
- ▶ As part of an overall discussion on the future of public safety, the funding request from the East Hampton Ambulance Association is included in this budget as is one additional Officer and a Lieutenant position in the Police Department
- ▶ Conversion of two part time positions at the Senior Center into one full time Assistant Director positions is proposed
- ▶ Proposes NO use of reserve funds/Undesignated Surplus to offset ongoing expenses

FY2023-2024 Manager Budget

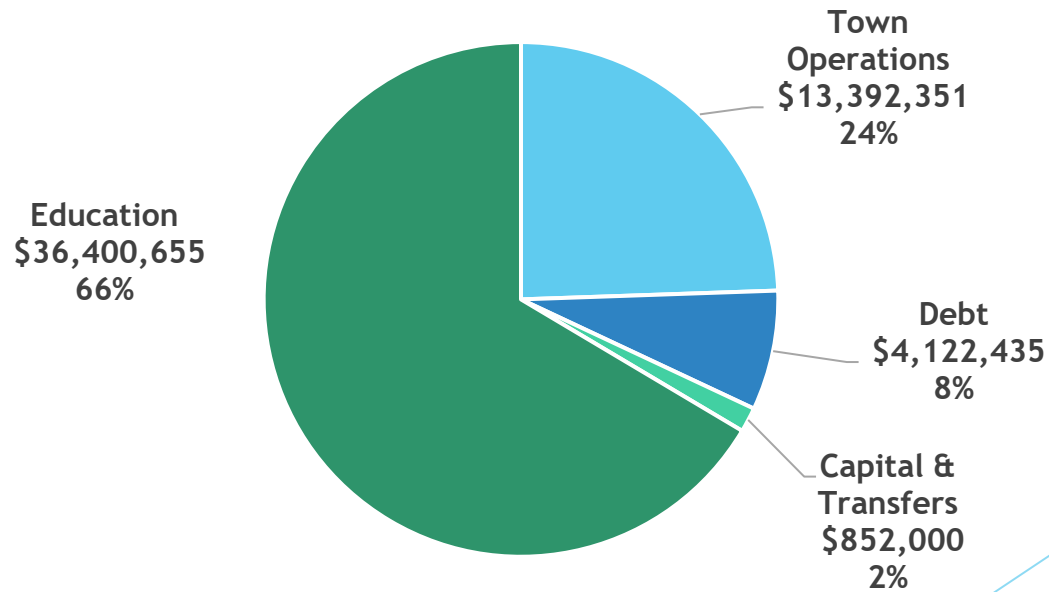
- ▶ Increases related to public safety and the addition of two positions account for a large portion of the increase (42%)
- ▶ The other significant portion (45%) is driven by contractual obligations and other costs associated with employees.
- ▶ Debt Service related to bonds remains flat with a small reduction in lease financing costs.
- ▶ Budget presented showing the originally approved budget, not revised
- ▶ Capital Committee final recommendation makes a slight reduction in the transfer to Capital Improvement Fund in FY 24
 - ▶ Reduction from the original draft budget is \$124,500
 - ▶ Suggests the use of about \$2 million of ARPA Funds to assist in Capital Funding
 - ▶ This discussion will be presented assuming this reduction is included

FY2023-2024 Manager Budget

Proposed Spending Plan by Major Function

Total Budget Request: \$54,767,441

(Reflects Final Recommended Capital Plan)

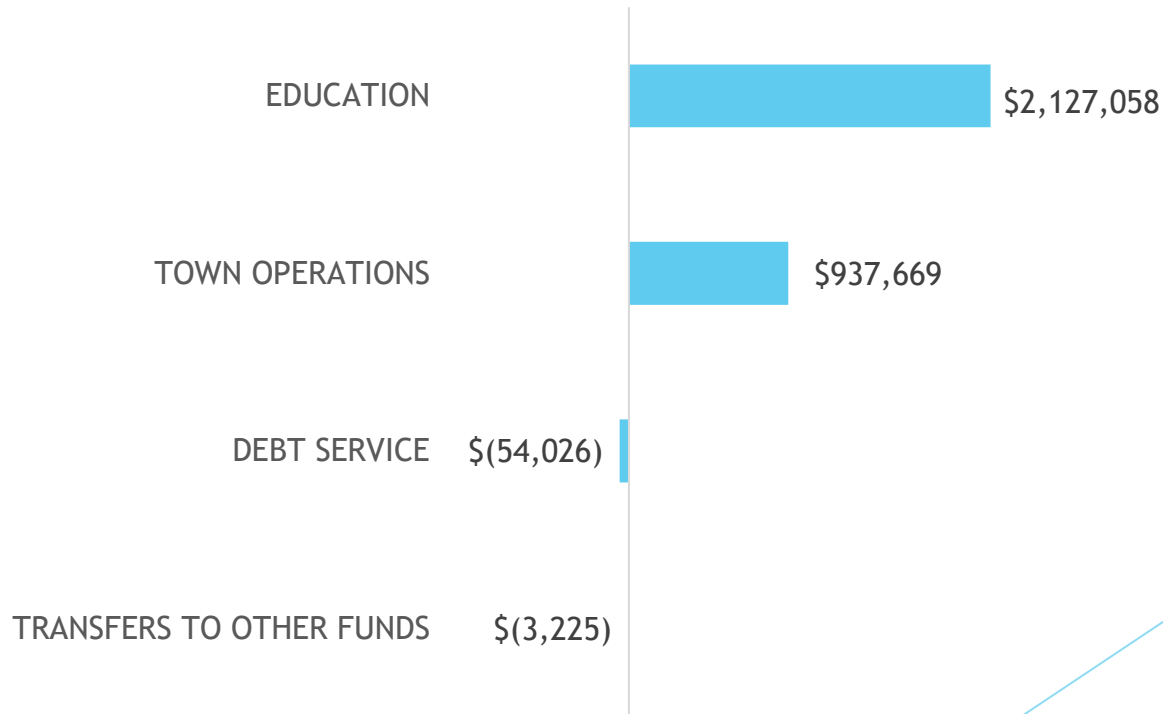


FY2023-2024 Manager Budget

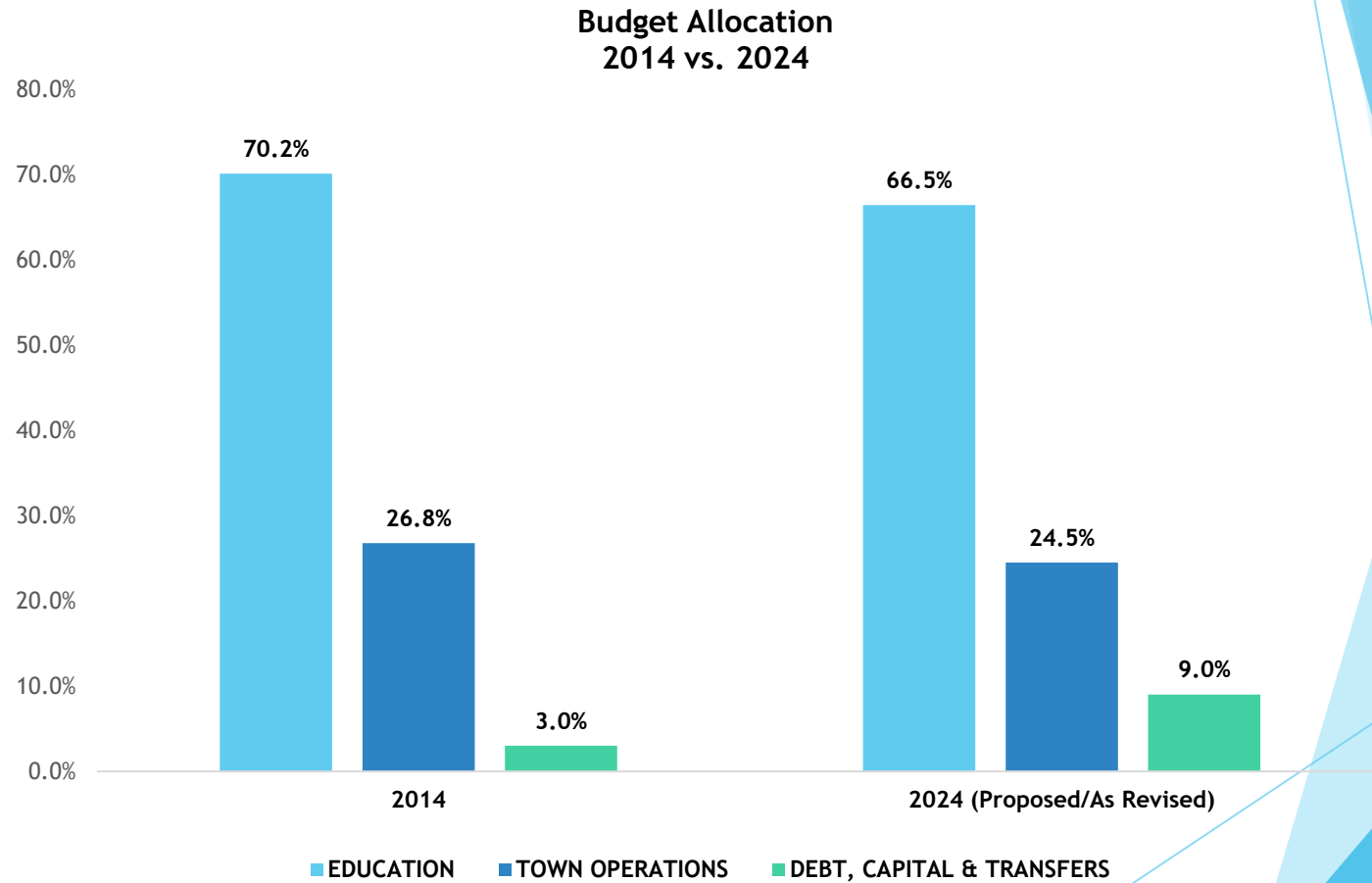
Annual Proposed Increase - \$3,007,476

(as revised)

2023-2024 Allocation of Total Increase



FY2023-2024 Manager Budget

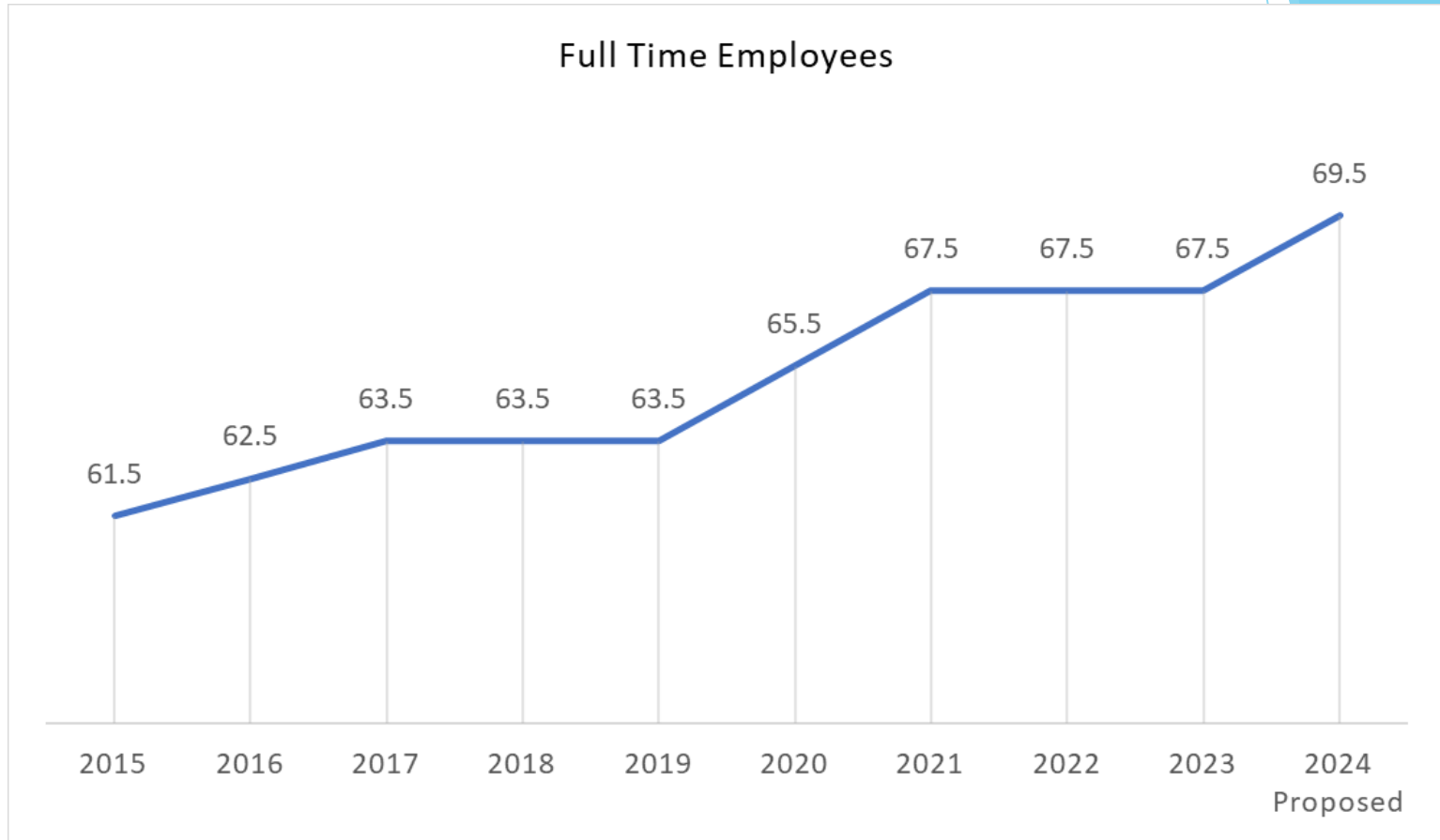


FY2023-2024 Manager Budget

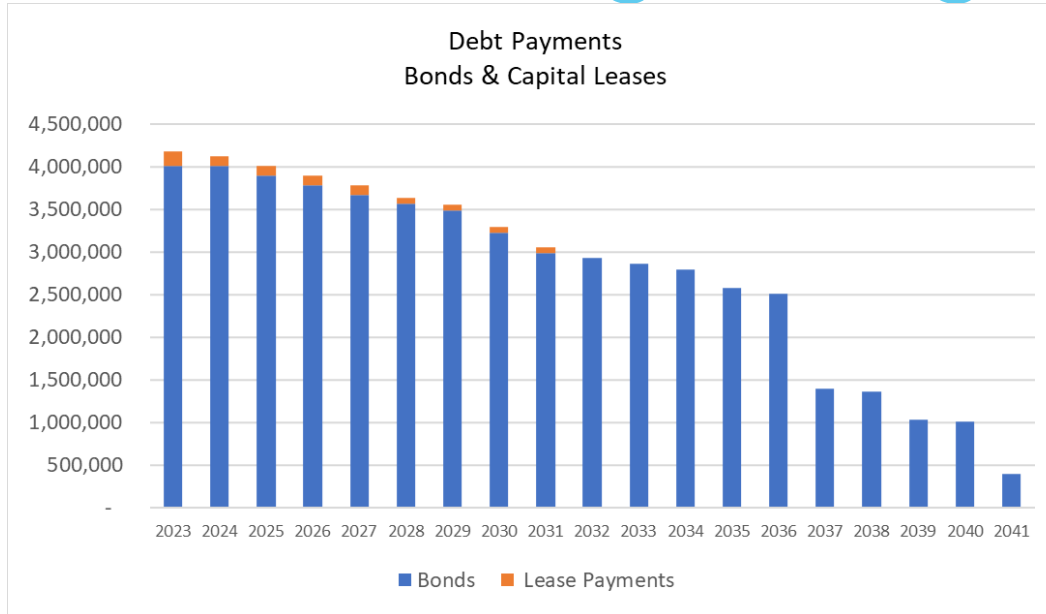
Major Expenditures Changes

- ▶ **Public Safety: \$337,720**
 - ▶ Support to the East Hampton Ambulance Association - \$173,910
 - ▶ Additional Police Officer and Lieutenant Position - \$163,810
- ▶ **Medical Benefits: \$189,000**
 - ▶ Staff updates and a 7.1% premium increase
- ▶ **Salary Increases: \$118,783**
 - ▶ Full-time \$111,942 (2.3% - Relating to contractual obligations, anticipated increases and a general wage adjustment)
 - ▶ Part-time \$6,841 (1.3% - Increases in Parks/Recreation, Library and Fire Marshal offset by elimination of a position)
- ▶ **Pension & Retirement: \$102,515**
 - ▶ Defined Benefit \$95,500
 - ▶ Defined Contribution \$7,015
- ▶ **Waste Removal - Transfer Station: \$57,000**
- ▶ **Senior Center Staff Changes: \$52,500**
- ▶ **Total above \$857,518**

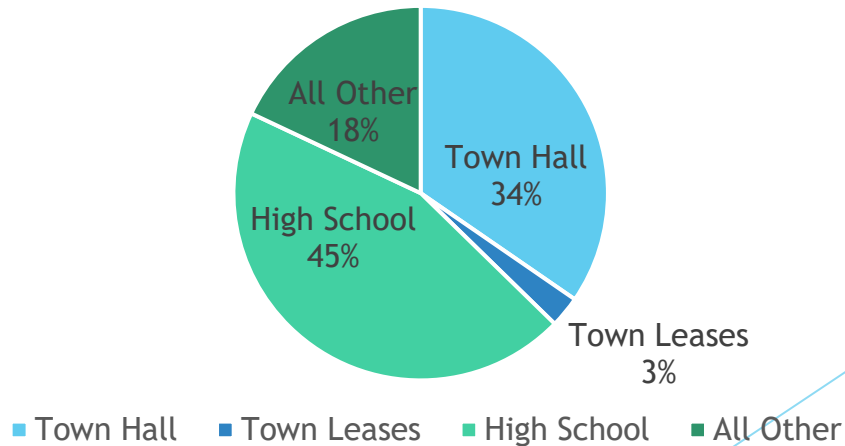
FY2023-2024 Manager Budget



FY2023-2024 Manager Budget



FY 2024 Debt Breakdown

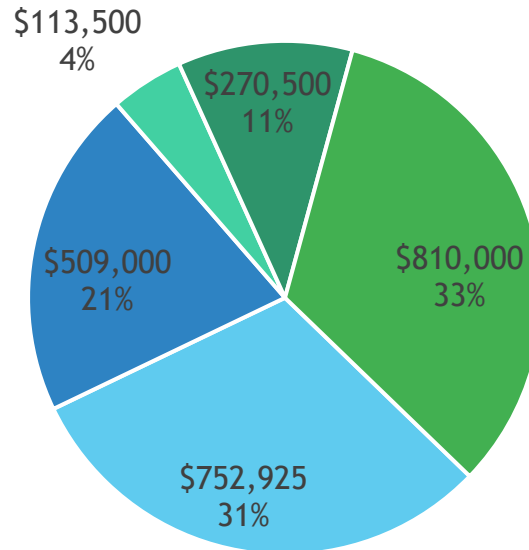


FY2023-2024 Manager Budget

Total Capital Expenses \$2,455,925

(Final Recommended Plan)

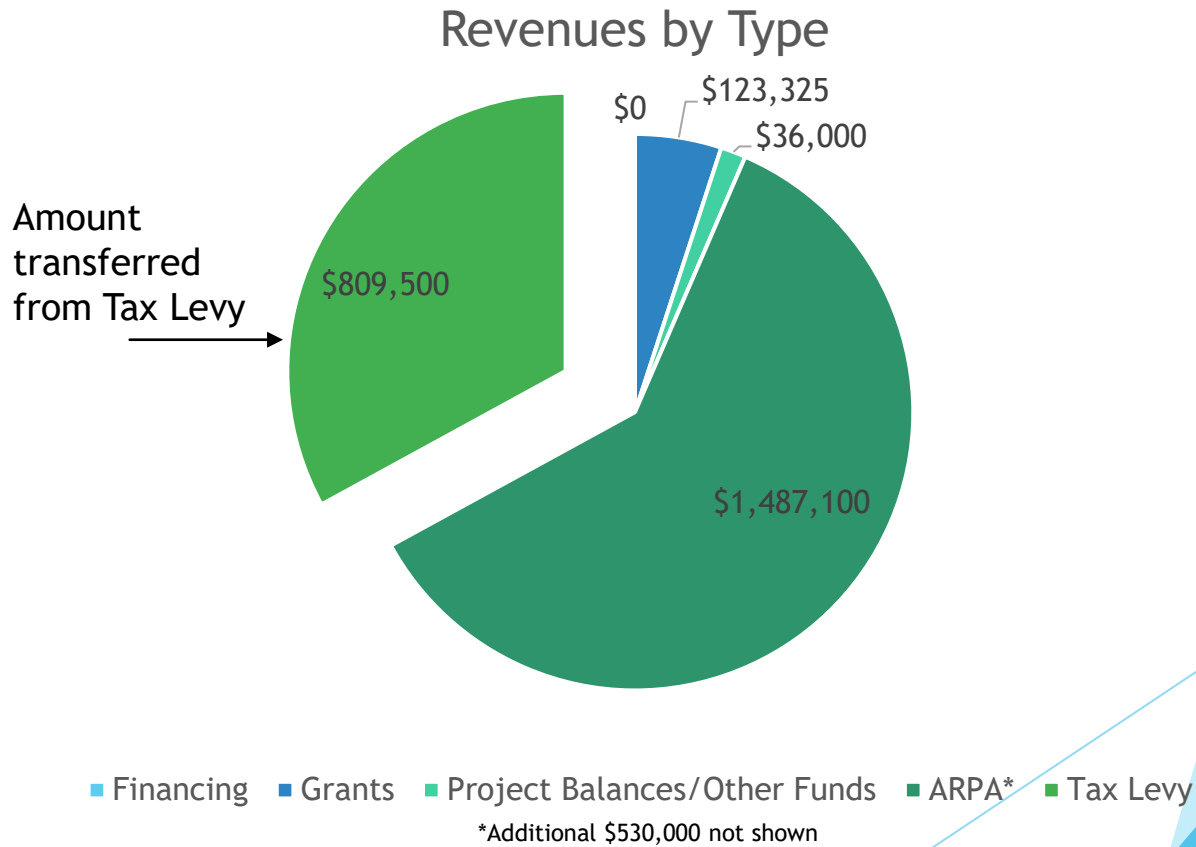
Expenses By Category



- Education
- Culture & Recreation
- General Government
- Public Safety
- Public Works

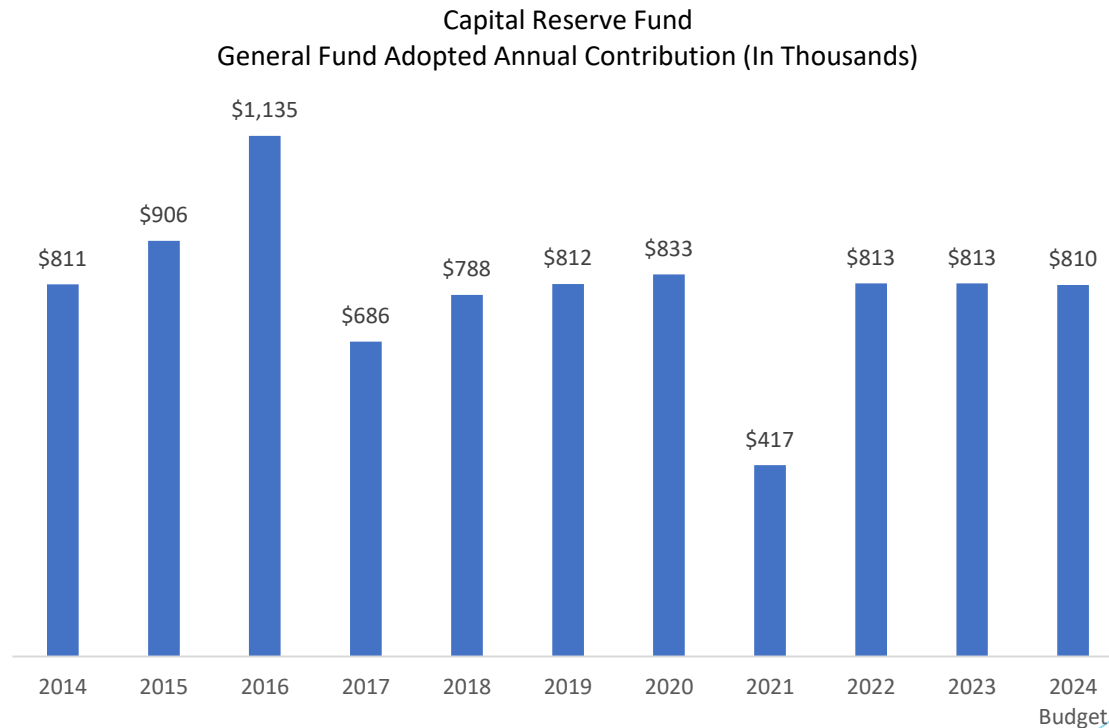
FY2023-2024 Manager Budget

Capital Revenues



FY2023-2024 Manager Budget

History of Annual Capital Contribution



FY2023-2024 Manager Budget

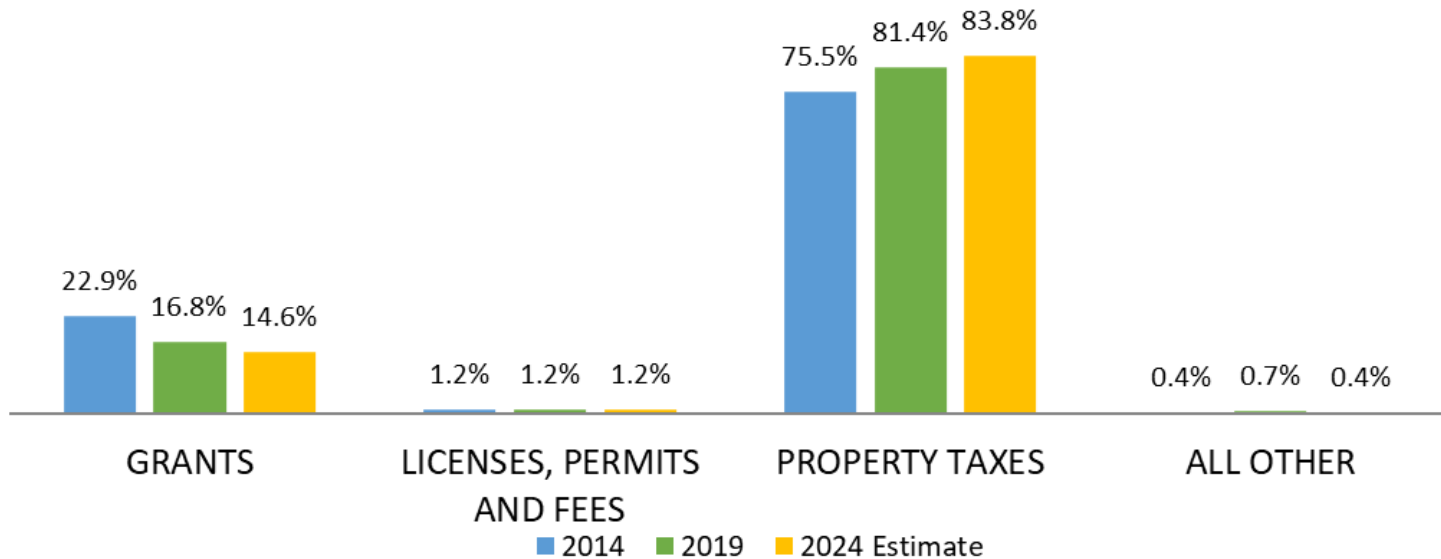
Revenues

Proposed budget has estimated some increases in the Town's non-tax revenues. Overall, these revenues are generally stagnant, but the budget shows an increase of \$365,773.

- ▶ Over time, most grants are expected to remain flat or decrease based on the state budget and legislation, although slightly more funding is being received for education in the upcoming year
- ▶ Based on the way the motor vehicle tax relief law is implemented, the Town will see about \$163,000 more in this revenue stream
- ▶ Investment Income is expected to increase sharply due to the types of investments made by the Town (\$90,000)
- ▶ Licenses, Permits and Fees has been increased based on activity (\$31,735)
- ▶ No planned use of Fund Balance

FY2023-2024 Manager Budget

% of Total Revenue

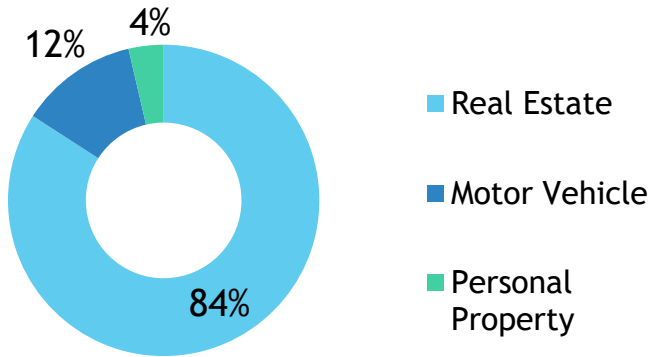


FY2023-2024 Manager Budget

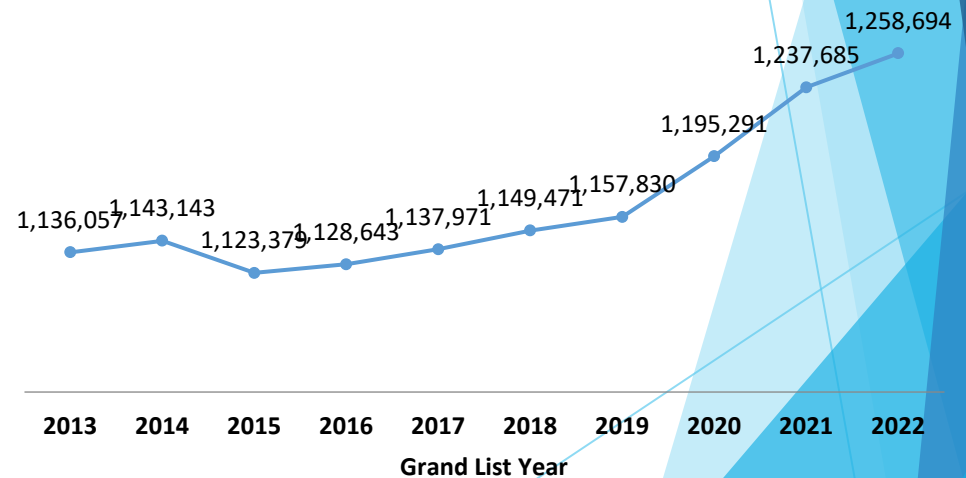
Grand List

- ▶ The 2022 Grand List, which is used for this budget, is currently valued at \$1,258,694,217, subject to final adjustments from the Board of Assessment appeals and litigation.
- ▶ The Town Grand List grew by approximately \$21 million (1.7%). Motor vehicles account for about 40% of the increased value (\$8.2 million), which equates to about \$262,000 in tax revenue.
- ▶ New value on Real Estate and Personal Property accounts for about \$12.8 million (60%) of the increase. This new value generates about \$437,000 in new tax revenue.

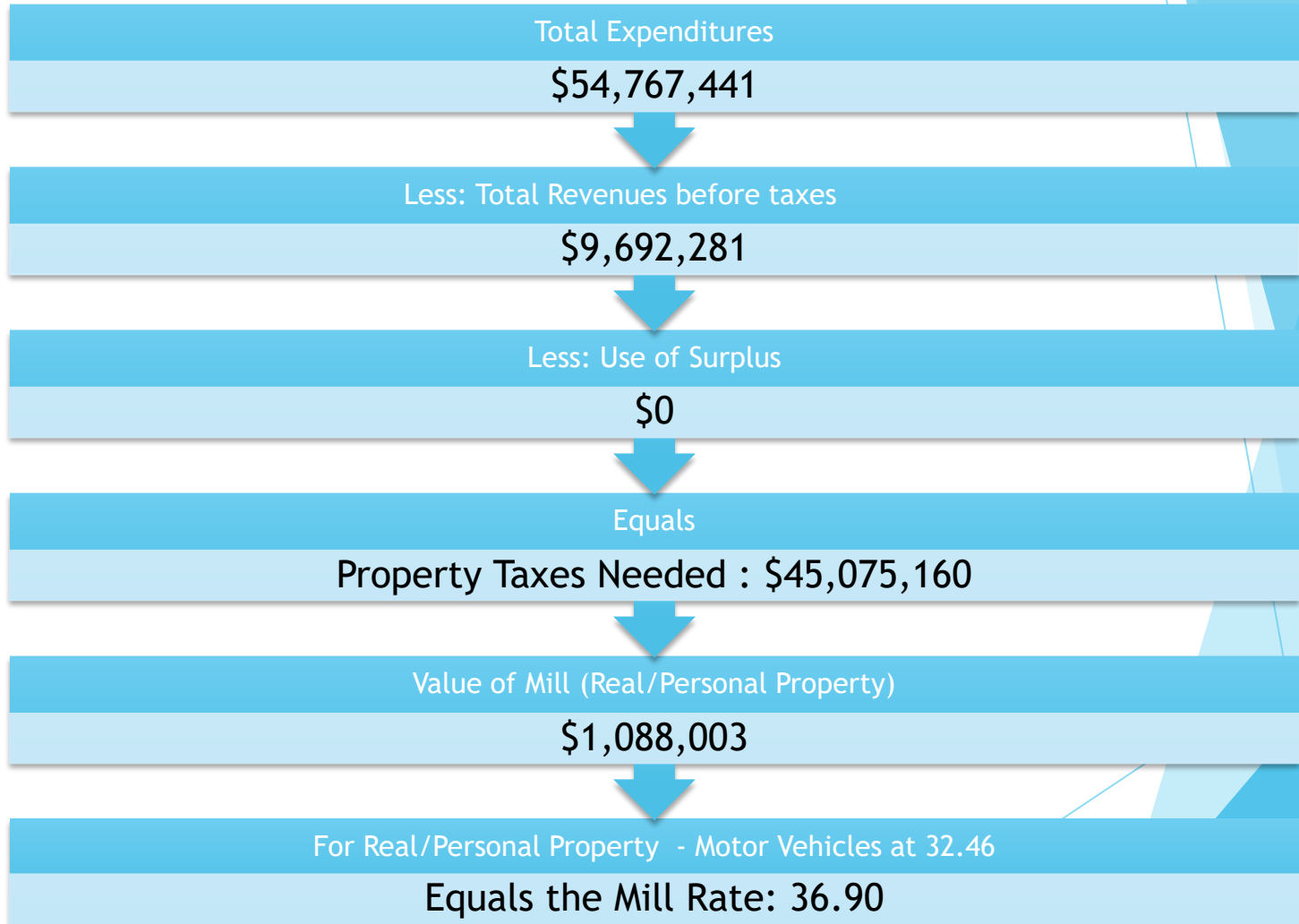
2022 GL Assessed Value



Grand List Value (1,000s)



FY2023-2024 Manager Budget



FY2023-2024 Manager Budget

Potential Mill Rate for Personal and Real Property

\$36.90

Mill Rate Increase = \$2.24

6.46%

(\$40,147,390 Levy)

Mill Rate for Motor Vehicles

\$32.46

No Change - Mill Rate Capped

(\$4,927,770 Levy)

FY2023-2024 Manager Budget

Planned Board of Finance Meeting Dates

- ▶ **Tuesday, March 21, 2023** Budget Workshop (4:00pm-8:30pm)
- ▶ **Wednesday, March 22, 2023** Budget Workshop Board of Education (6:30pm - 8:30pm)
- ▶ **Thursday, March 23, 2023** Budget Workshop (6:30pm - 8:30pm)
- ▶ **Saturday, March 25, 2023** Budget Workshop (8:30am - 10:30am)
- ▶ **Wednesday, March 29, 2023** Special Meeting for Budget Deliberations (6:30pm)
- ▶ **Wednesday, April 5, 2023** Special Meeting for Budget Deliberations (6:30pm)
- ▶ **Tuesday, April 11, 2023** Submit Board of Finance Recommended Budget to Town Council
- ▶ **T/B/D** Town Council meeting(s) regarding the Budget
- ▶ **Between May 1 and June 7, 2023** Anticipated Town Meeting and Budget Referendum
- ▶ **June 2023** Board of Finance sets Mill Rate

Visit www.easthamptonct.gov for updates and links to meetings

FY2023-2024 Manager Budget

- ▶ Written comments on the budget:
 - ▶ budget@easthamptonct.gov
 - ▶ Or by Mail to the Town Hall: 1 Community Drive, East Hampton, CT 06424
- ▶ Budget information online at: www.easthamptonct.gov
- ▶ QUESTIONS?

