

2021 Executive Budget

November 5, 2020



2020

Sales Tax

- 3rd Quarter- Higher than last year by 2.1%- Catch up payment
- YTD lower than 2019 by 6.4% or \$9 million
- Projected shortfall of \$15 million

Cost Savings Measures

- Essential spending only
- Voluntary Furlough
- Only positions essential to the pandemic filled for most of the year
- Retirement / Separation Incentive
- Projected Impact Savings of \$10 million

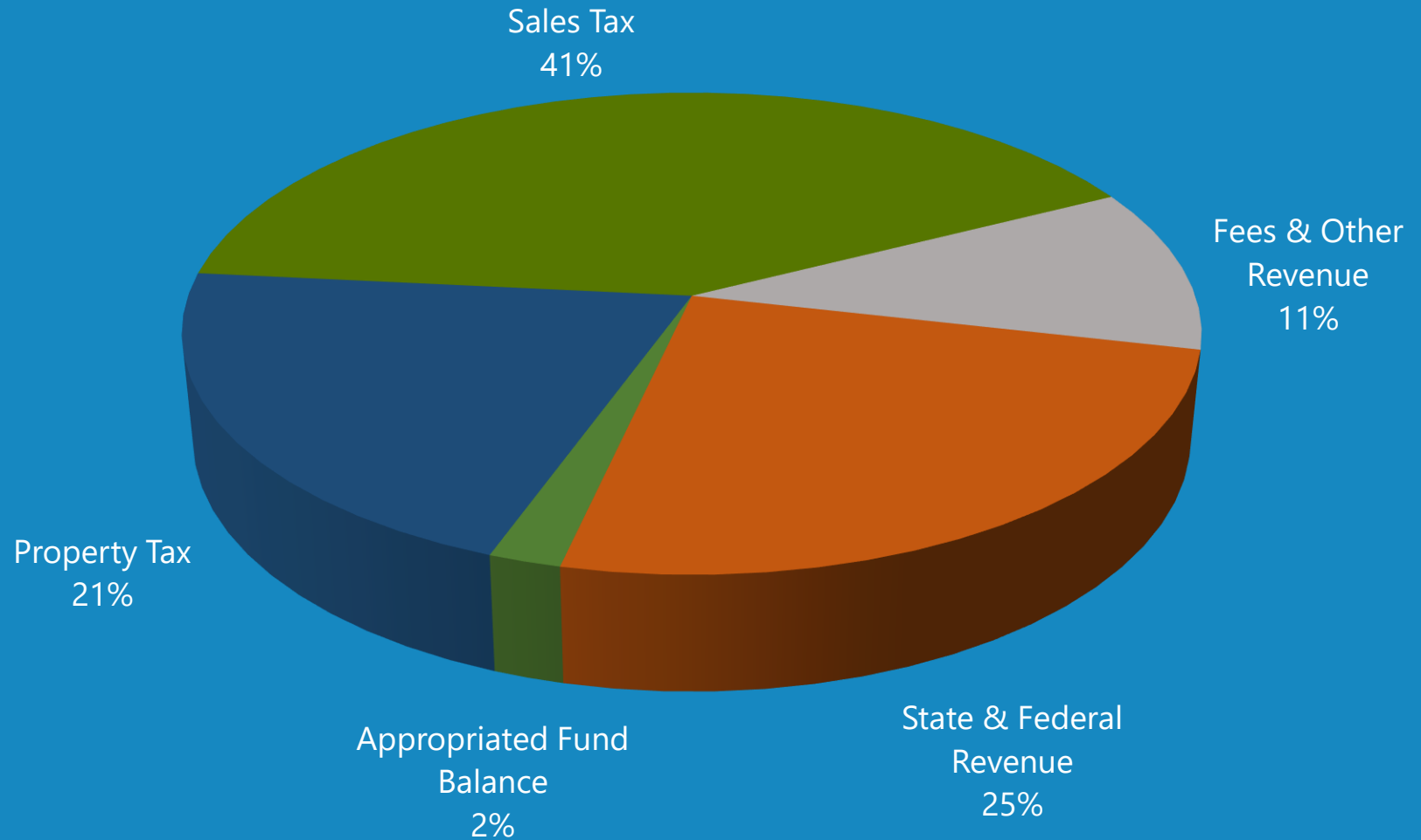
Cash Flow

- State Aid is behind last year
- Offset by lower spending
- Can maintain same bonding schedule- 1st quarter

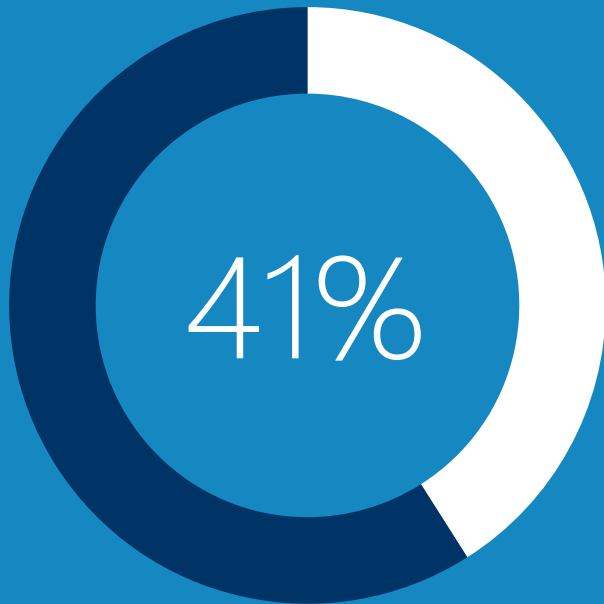
Federal / State Aid- Still Uncertain

Unemployment- 5.8%

Where Does the Money Come From?



Sales Tax



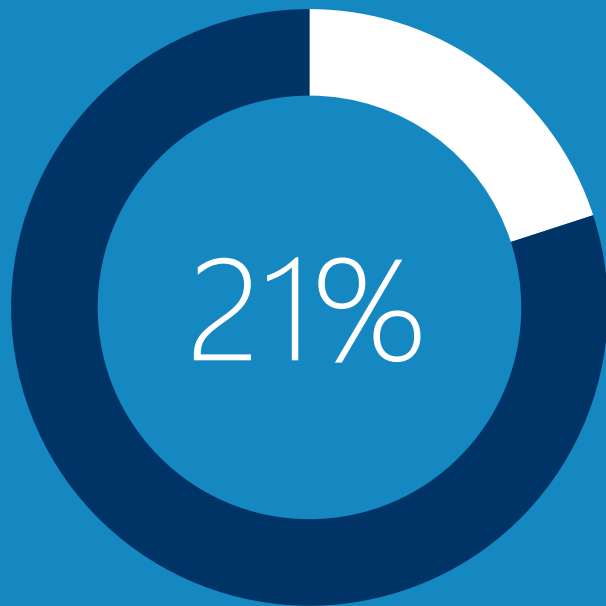
2021 Gross Sales Tax Projection	
2019 Sales Tax	\$208,660,332
Reduction for Distressed Hospital fund and economic retraction of .75%	(\$3,660,332)
Total 2021 Gross Sales Tax Projection	\$205,000,000

Assumptions:

- Pandemic does not create another shut down
- National and Regional Economies rebound to levels approaching 2019
- Inflation remains moderate at 1.2%
- Unemployment continues decline

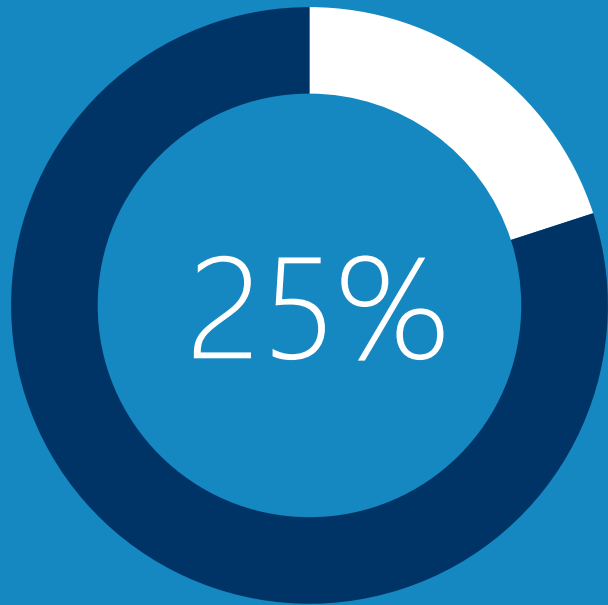
\$32,160,000 Projected for municipalities

Property Tax



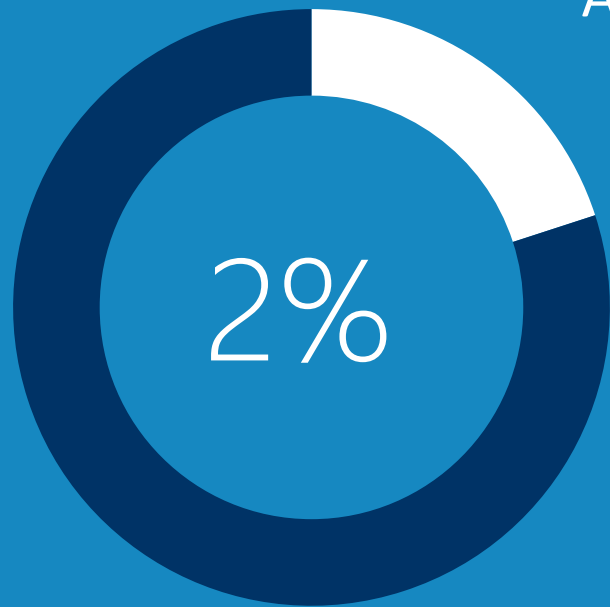
- 7th Consecutive Levy Reduction
- Slight reduction of \$16K
- 6th Consecutive Rate Reduction
- 2.5% decrease from \$3.26 / \$1,000 to \$3.18
- Assessed Value Increase of 3% up \$924M to \$33B

State & Federal



- Does not assume State Aid reductions
- Does not assume Federal Aid revenue
- Grants and State Aid normal
- Related to Mandates

Appropriated Fund Balance and Appropriated Debt Reserve



Appropriated Fund Balance

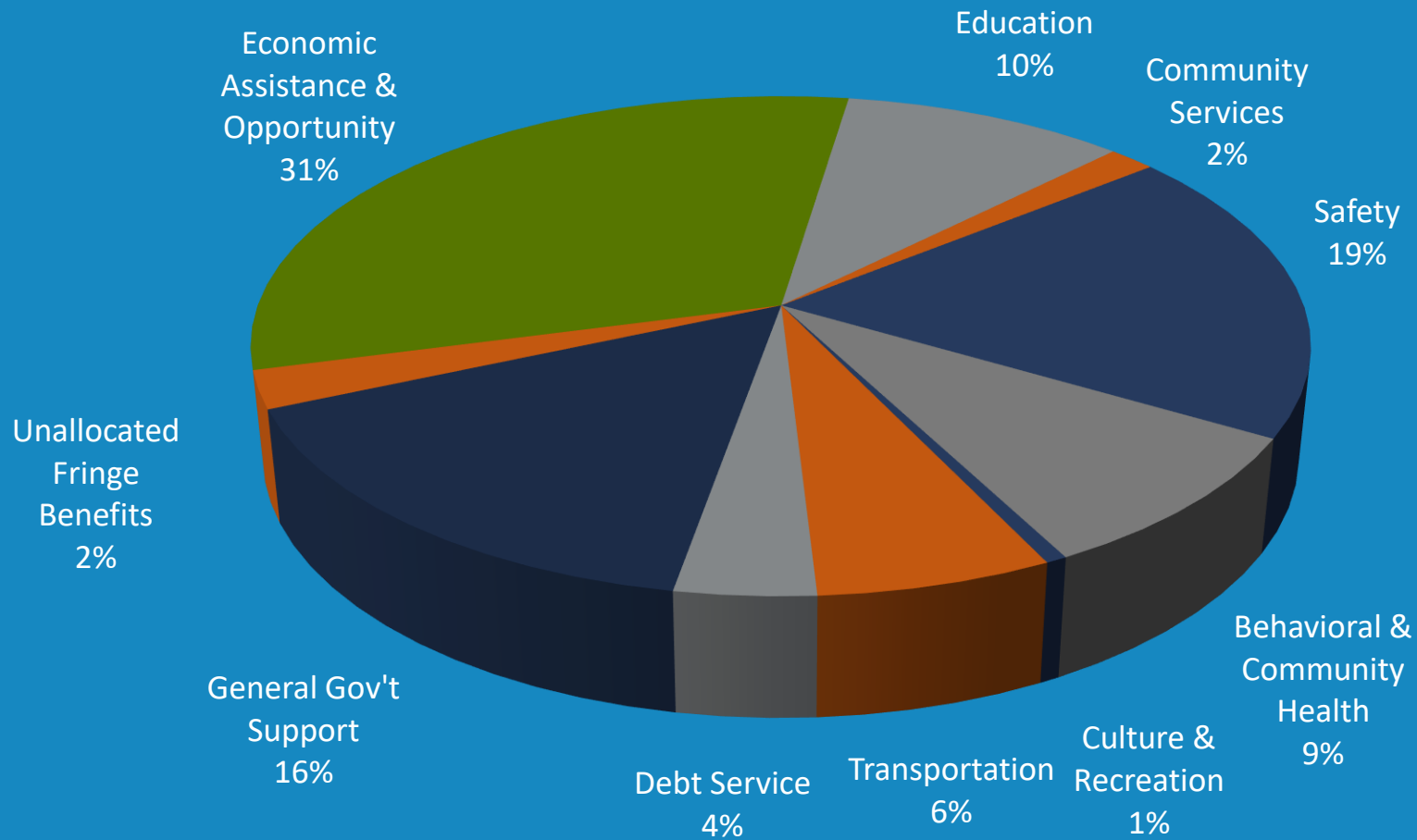
Fund	2020 Budget	2021 Budget
A Fund	\$12,705,000	\$9,900,000
D & E Fund	\$1,000,000	\$1,000,000
S Fund	\$98,329	\$58,997
Total	\$13,803,329	\$10,958,997

- S Fund- is Worker's Comp Fund- Allocation of municipality payback to offset remaining municipalities.

Appropriated Debt Reserve

- \$4,500,000 in 2020
- \$1,500,000 in 2021

What Does the Money Pay For?



Key Budget Impacts

Spending Decrease -3.6%

- **Positions**
 - \$11 million savings related to Separation Incentive program
 - 42.5 deletions
 - 106 positions held vacant
 - 10 new positions
 - Includes COLAS for DCSEA and PBA per contract
 - No COLAS for DSA expired 2019, CSEA expires 2020, Management / Confidential
 - Critical Position Flexible fund Contingent on Revenue
- **Benefits**
 - Health Insurance rate MVP- 4%, Empire- 5%, offset by lower net positions
 - Pension rate increase- low market performance
 - Dental savings- moving to self-insured
- **Sales Tax Sharing**
 - Decrease (\$1.1M) based on projected sales tax
- **Debt Service**
 - Increase \$600K primarily for DCC capital project debt service payments
- **Other**
 - Contracted services lower, travel and training lower, gas prices lower, and other supplies and equipment reflect austerity budgets

Initiatives and Priorities

Homelessness and Housing

- Eviction prevention resources- \$100K (United way One-stop)
- Rental Support Programming \$140K & up to \$800K CDBG to cover rental arrears
- Continuation of PODS \$900K + \$1M in HUD Grant funding is also directed to HRH
- HRH ongoing support case management and homeless services \$960K
- Housing Needs Assessment- \$75K
- Deputy Commissioner for Housing in the Planning Department

Path to Promise

- Youth Advocate Program- \$150,000
- Ready4K for literacy, mini-grants, and Path to Promise programming \$140,000
- Day One \$150K
- Youth Center \$25M

Police Reform

- Procedural Justice, Implicit Bias and CIT- \$200,000

Initiatives and Priorities

Parks

- Design of New Urban Rail Trail in the Poughkeepsie- \$757,500
- Proposed Quiet Cove- \$984,750
- Proposed Lake Walton- \$227,250

Covid-19

- CARES Act funding to support Transit- lowers the interfund transfer
- 5 new positions and resources for contact tracing- \$500,000
- OFA continuation of the COVID- 19 Meals

Questions?