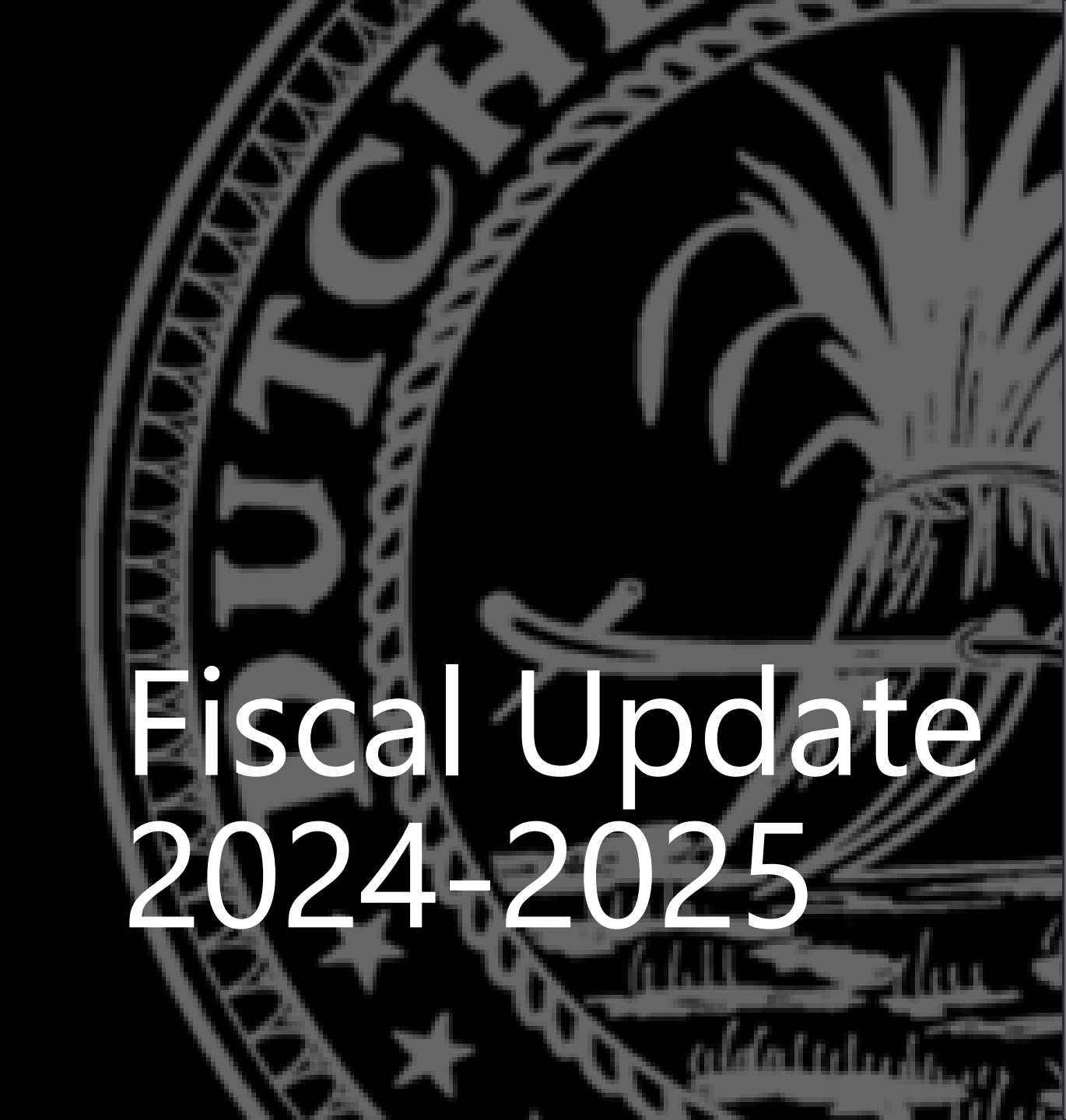




Fiscal Update 2024-2025



Non-operating entries

- Capital Outlays
- Balance Sheet Adjustments
- Depreciation
- Other accounting adjustments

Encumbrances

Pre-paid expenses

Can Not
Compare
Actual
Results to
Budget

2024
Overall
Operating
Surplus

All Funds
\$39M

REV- \$658M
EXP- \$619M
\$39M

REVENUE

General Fund Revenue \$599.9 million- Increase of \$44 million

- State Revenue up \$16 million
 - Mandated offset and prior year 2022 and 2023 realized revenue for Pre-school Special Education
- Federal Revenue up \$18 million
 - Realization of balance of American Rescue Plan (ARP)
Funds ahead of deadline
- Sales Tax up \$10 million over 2023 million

2024
Overall
Operating
Surplus

All Funds
\$39M

REV- \$658M
EXP- \$619M
\$39M

EXPENSE

General Fund Expense \$568.5 million- Increase of \$9 million

- \$14 million- increase in personnel costs including benefits
- \$17 million- Increase in Mandates
 - Medicaid \$7 million (no reimbursement)
 - Day Care- \$2 million (100% reimbursed)
 - Youth Employment- \$1 million (100% reimbursed)
 - Foster Care & Institutions- \$1 million (100% reimbursed)
 - Pre-School Special Education- \$4 million (59.5% reimbursed)
 - Assigned Counsel- \$1 million (50% on Increase reimbursed)
- \$3 million- increase in Debt Service
- \$2 million- Increase in Sales tax paid to municipalities

Offset by:

- Decrease in shared services grant program- \$2 million
- Transfers to the capital project fund in 2023 that did not recur in 2024 created a decrease of \$29 million

2024 Fund Balance

From \$85 million in 2023 to \$104 million in 2024

Policy

- 1-2 Months of Operating \$50-100 million
- Use unassigned fund balance to pay down debt, avoid debt and provide tax relief

Fund Balance

- Realized remaining ARP Funds
- \$11.4 million in Community Benefit fund, bringing fund balance to \$93 million

2025

2025-2026 State Budget Impact Neutral County Impact

Additional Funding

- OFA- Unmet Needs Funding- Aging services and Expanded-In-Home Services Program (EISEP)
- Public Safety Grants
- Health & Mental Health formula funding (\$1M statewide)
- \$150 million core Regional Economic Development Councils
- Increase \$15M Aid to Prosecution and Defense

Continued Funding

- Assigned Counsel 50% rate offset
- Highway Road funding
- BOE- Pre-paid postage
- County Partnership Grant Program- Infrastructure- Housing, healthcare, and treatment facilities.

Discovery Law Changes

- Take effect August 7th
- Projected to increase prosecutorial caseloads, burdens the Courts and correctional system.

DCC

- Sets minimum amount of State Aid no lower than last year regardless of enrollment
- Free Tuition ages 25-55 for high demand fields

Corrections

- Closing 3 State Prisons could affect our local Jail population as State Readies may sit longer.

2025-2026
State
Budget
Impacts

FEDERAL OBBBA BILL



SNAP- Supplemental Nutrition Assistance Program

- SNAP Admin costs increase 50% to 75%- Beginning October 2026
- States Cover a % of Benefits based on error rate (previously 0%)
6-8%- contribute 15%, 8-10% contribute 20%, 10% and up- 25%



NYSAC Estimated Cost for Dutchess- \$5 Million

Medicaid

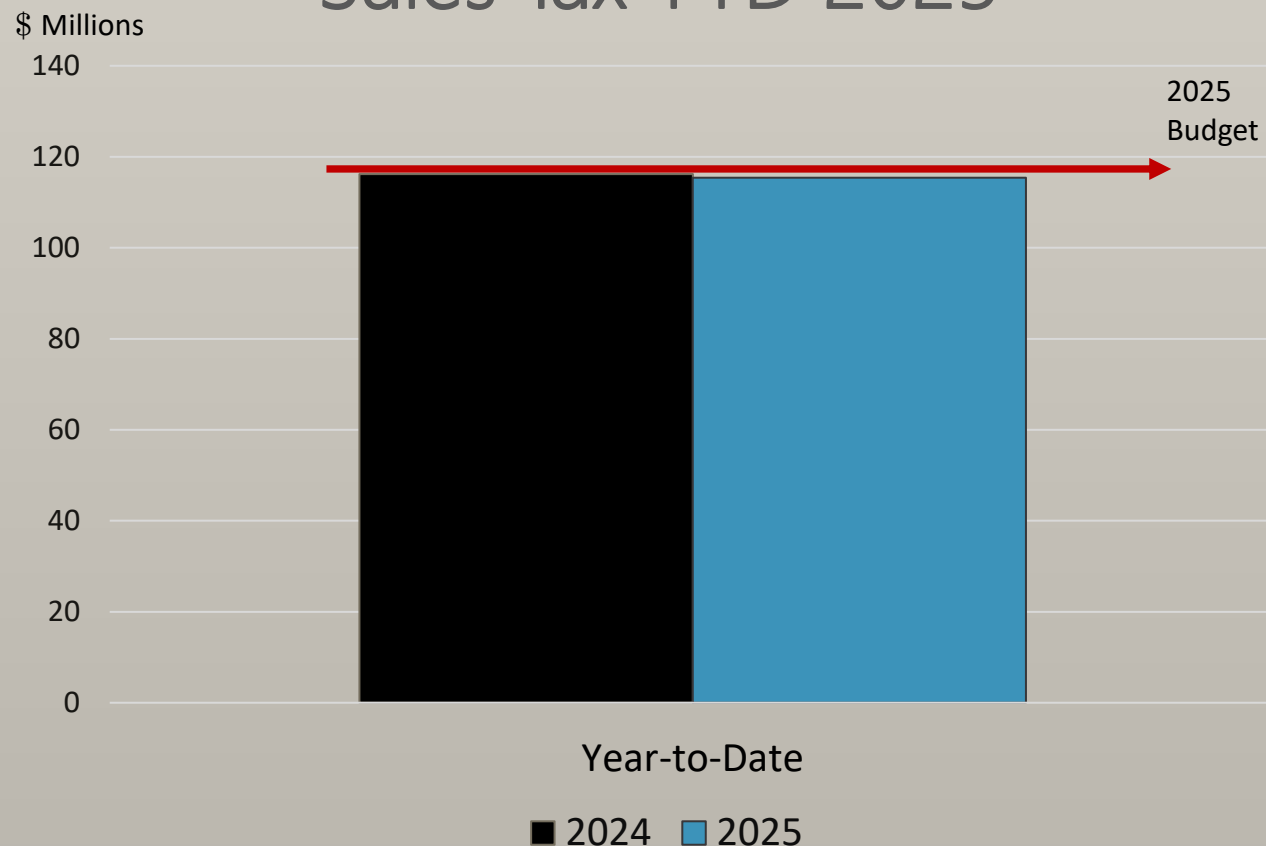
- Cuts Reimbursement Rates
- Imposes penalties
- Mandates Work Requirements (Admin Nightmare for us)
- Eliminates Funding for Essential Plan- Due to State Court ruling would have to continue covering Essential Plan participants.
- Health Care Provider Tax Cuts- Impacts to Hospitals and Nursing Homes
- 12 million projected to lose Health Insurance

Estimated \$15 Billion Annual Impact to NY

Dutchess Impact will depend on How State Handles

2025

Sales Tax YTD 2025



- Budget included growth of 1.5% for 4th Qtr and 2% for 2025. 2024 came in higher than projected. Only need to achieve growth of 1.6% in 2025 to achieve budget.
- Sales tax supports 43% of Budget
- Sales tax YTD \$115.4 or (.75%) lower than last year.
- 2nd Quarter was 2.9% higher than last year

ECONOMIC CONDITION

- Unemployment 2.7% vs. 3% at this time last year
- Inflation decreased- 2.4% in May of 2025 vs. 3.3% in 2024
- Housing Market- Year over year median sale price up 9.1%, inventory is down 15.1%, new listings down 13.5 %,
- Consumer spending is weakening

2025-2026 Challenges

- BIGGEST ISSUE- How the State handles the OBBBA
- CSEA Contract Negotiations underway
- DCSEA expires end of 2025
- Health Insurance continues to increase
- State Pension increase likely
- Increase in Pre-school Special Education rates
- Uncertainty of sales tax- Funds 43% of our Budget

We will be working with Departments throughout the Budget Process to consider all options

QUESTIONS?