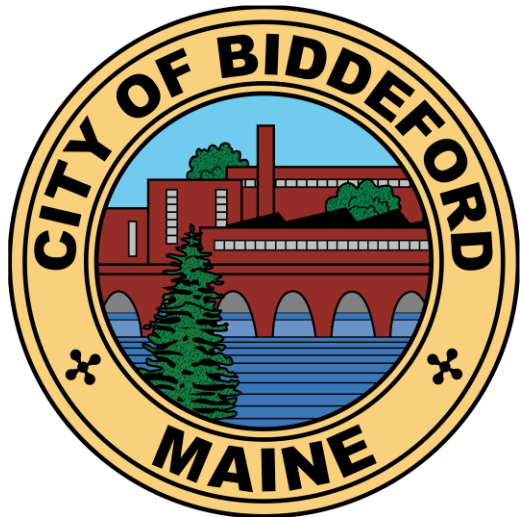


March 25, 2021 Budget Workshop



Topics for Tonight

- ▶ WWTP Billing Issues
- ▶ American Rescue Plan
 - ▶ What do we know?
 - ▶ What do we think we know?
 - ▶ What do we not know?
- ▶ Impact of COVID on WWTP Revenues
- ▶ Other Special Revenue Accounts
 - ▶ Long term viability issues (two accounts)
 - ▶ Balance is business as usual
- ▶ Parking
 - ▶ Out of the parking lot business 7.1.21
- ▶ What is Next?
 - ▶ March 29: Work session
 - ▶ April 1: 1st Public Hearing
- ▶ Reconvene Budget Committee

American Rescue Plan Act (H.R. 1319) signed into law March 11, 2021

\$1.9 trillion aid package that provides financial aid to families, governments, businesses, schools, non-profits & others impacted by the COVID-19 public health crisis, including:

- ▶ \$1,400 direct payments to eligible taxpayers making \$75,000 or less annually
- ▶ Expanded and extended unemployment insurance through September 6, 2021
- ▶ **\$350 billion for state and local governments**
- ▶ \$102 billion for community & economic development, transportation & infrastructure
- ▶ \$47 billion for housing, food security, public health & social services
- ▶ \$165.4 billion to aid our education system
- ▶ \$40 billion for childcare
- ▶ \$52.1 billion in new loans and grants for small businesses
- ▶ \$65.85 billion for coronavirus vaccine and testing activities

American Rescue Plan (ARP)

What do we know?

- ▶ Biddeford as one of the five Community Development Block Grant (CDBG) Entitlement Communities is getting direct funds
 - ▶ Portland, Lewiston, Bangor, Auburn and Biddeford (\$118 million)
- ▶ Reported estimates are \$11.7 million
- ▶ No later than May 11 will receive 50% of the funds (\$5.85 million)
- ▶ Second payment no earlier than 1 year after the first payment (\$5.85 million)
- ▶ All funds remain available until December 31, 2024
- ▶ Department of Treasury is making the rules now
- ▶ Funds will be audited; violations will require repayment
- ▶ **Cannot be used to lower tax burden or for pension payments in any year used.**

American Rescue Plan (ARP)

What do we think we know; and don't know?

We think we know:

- ▶ Use to replace reductions in revenue(s) caused by COVID-19 in the most recent full fiscal year
- ▶ Make necessary investments in water, sewer or broadband infrastructure
- ▶ Use funds to respond to the public health emergency or the negative economic impacts, including assistance to households, small businesses and non-profits or to aid impacted industries such as tourism, travel and hospitality
- ▶ Provide premium pay for workers performing essential work during COVID
- ▶ Start date of emergency is January 31, 2020

What we don't know:

- ▶ The exact rules that we need to follow
 - ▶ Department of Treasury working on rules now
- ▶ How will the audit be conducted?
- ▶ If violations, all or some funds needed to be repaid

The WWTP Billing Issues

- ▶ Identify the change in usage because of COVID
- ▶ Commercial vs residential
- ▶ Discovered bad practices
- ▶ ‘No bills and catch up bills’
- ▶ Deeper dive into the numbers
- ▶ ARP funds available

Commercial Monthly

	FY18	FY19	FY20	FY21
July	1,041,643	1,124,628	1,167,260	801,686
Aug	1,099,739	1,231,606	1,156,650	884,694
Sept	979,513	1,169,378	1,337,950	1,077,586
Oct	1,188,783	1,292,672	1,227,210	1,078,986
Nov	1,052,544	1,088,408	1,148,063	
Dec	974,500	1,149,720	1,118,169	1,032,585
Jan	935,064	1,070,810	923,362	979,185
Feb	869,372	1,034,920	961,219	838,766
Mar	1,057,470	1,162,120	1,002,514	898,827
Apr	857,544	1,048,962	865,690	396,028
May	946,380	1,120,840	850,790	486,335
Jun	1,265,242	1,083,930	676,000	605,034
Grand Total	12,267,794	13,577,994	12,434,877	9,079,712

	FY21
July	
Aug	
Sept	
Oct	5,800
Nov	
Dec	8,400
Jan	10,900
Feb	8,200
Mar	1,100
Apr	
May	
Jun	
Grand Total	34,400

Commercial Quarterly

	FY18	FY19	FY20	FY21
July	618,900	223,700		184,430
Aug	398,501	321,201	403,020	294,318
Sept	-	2,700		
Oct	348,000	427,929	894,434	248,690
Nov	484,057	439,149		368,598
Dec	-			
Jan	304,017	284,498	310,705	266,100
Feb	415,164	332,100	281,985	318,734
Mar	4,000	1,400		-
Apr	226,500	1,205,379	238,200	334,016
May	392,011	357,800	351,500	275,328
Jun		239,136		239,136
Grand Total	3,191,150	3,834,992	2,479,844	2,529,350

	FY21
July	
Aug	
Sept	
Oct	
Nov	3,700
Dec	
Jan	7,100
Feb	1,100
Mar	-
Apr	
May	
Jun	
Grand Total	11,900

Residential Monthly

	FY18	FY19	FY20	FY21
July	744,324	793,155	798,058	695,617
Aug	809,629	700,440	676,964	674,276
Sept	628,012	713,034	765,744	720,882
Oct	840,327	803,002	796,835	672,139
Nov	664,659	562,215	667,339	
Dec	696,500	734,300	743,300	484,863
Jan	752,951	748,800	665,500	463,000
Feb	708,000	701,800	746,500	425,500
Mar	750,000	750,100	724,900	483,500
Apr	686,300	687,100	624,100	665,883
May	735,700	702,700	665,300	701,233
Jun	660,600	715,880	669,429	409,182
Grand Total	8,677,002	8,612,526	8,543,969	6,396,075

	FY21
July	
Aug	
Sept	
Oct	3,500
Nov	
Dec	211,400
Jan	210,400
Feb	203,900
Mar	216,300
Apr	
May	
Jun	
Grand Total	845,500

Residential Quarterly

	FY18	FY19	FY20	FY21
July	6,339,136	3,974,526		4,185,603
Aug	2,369,767	2,378,965	2,233,286	2,540,999
Sept		89,588		
Oct	4,787,996	5,198,954	7,153,845	5,360,273
Nov	2,801,854	3,066,127		2,927,272
Dec				
Jan	4,605,913	4,418,728	4,457,198	3,429,190
Feb	2,363,738	2,230,042	2,204,015	2,427,703
Mar	58,444	44,070		18,127
Apr	4,425,261	4,296,800	4,212,294	2,586,871
May	2,351,607	2,236,778	2,274,333	1,143,786
Jun		4,102,294		2,051,147
Grand Total	30,103,716	32,036,872	22,534,971	26,670,971

	FY21
July	
Aug	
Sept	
Oct	
Nov	429,300
Dec	
Jan	1,105,508
Feb	399,786
Mar	-
Apr	
May	
Jun	
Grand Total	1,934,594

Special Revenue Accounts

▶ Pool Beach Permits

Fiscal Yr	Revenues	Expenses	+/-	Y/E Balance
FY18	\$97,462	\$92,273 \$182,500*	(\$177,311)	\$101,524
FY19	\$92,630	\$138,217	(\$45,587)	\$55,937
FY20	\$119,515	\$130,620	(\$11,105)	\$44,932
FY21*	\$99,500	\$177,966	(\$78,466)	(\$33,534)

▶ Airport

Fiscal Yr	Revenues	Expenses	+/-	Y/E Balance
FY18	\$399,288	\$619,670	(\$210,382)	(\$558,070)
FY19	\$383,976	\$484,118	(\$112,142)	(\$648,212)
FY20	\$937,001	\$695,163	\$241,838	(\$406,374)
FY21*	\$212,381	\$319,477	(\$107,096)	(\$513,470)

Mooring Fund #202

- ▶ Expenses (\$ 57,360)
- ▶ Revenue \$ 41,000
- ▶ Prior Year Balance \$124,686
- ▶ FY22 EOY \$108,326

- ▶ 23.7% increase
- ▶ Fund increase due to payroll
 - ▶ Ordinance states “\$9,000....shall be paid to the Harbormaster and each duly authorized assistant”
 - ▶ Payroll increased by \$9,000

Recreation Program Fund #224

- ▶ Expenses (\$793,229)
- ▶ Revenue \$802,847
- ▶ Prior Year Balance \$287,476
- ▶ FY22 EOY \$297,094

- ▶ Down 6.8%
- ▶ Primary change is due to reduction in program expenses

MDEA Fund #255

▶ Expenses	(\$270,767)
▶ Revenue	\$266,431
▶ Prior Year Balance	\$ 32,297
▶ FY22 EOY	\$ 27,943

▶ Up 1.6%

▶ Primary change is due to increase in salary, partially offset by decrease in OT

Parking Lot Business

- ▶ TIFC takes over July 1, 2021
- ▶ All operations and costs
- ▶ Notification process is starting now
- ▶ Elimination of one full time employee; possible part time hours as well
- ▶ Revised budget forthcoming

What Is Next?

- ▶ Solve the WWTP revenue mystery
- ▶ Integration of ARP, capital, TIF and bond authorization funds
- ▶ Conduct 1st public hearing (April 1)