

City of Newburyport FY2022 Year-End Financial Report

Ethan Manning, Finance Director/City Auditor

Budget & Finance Committee

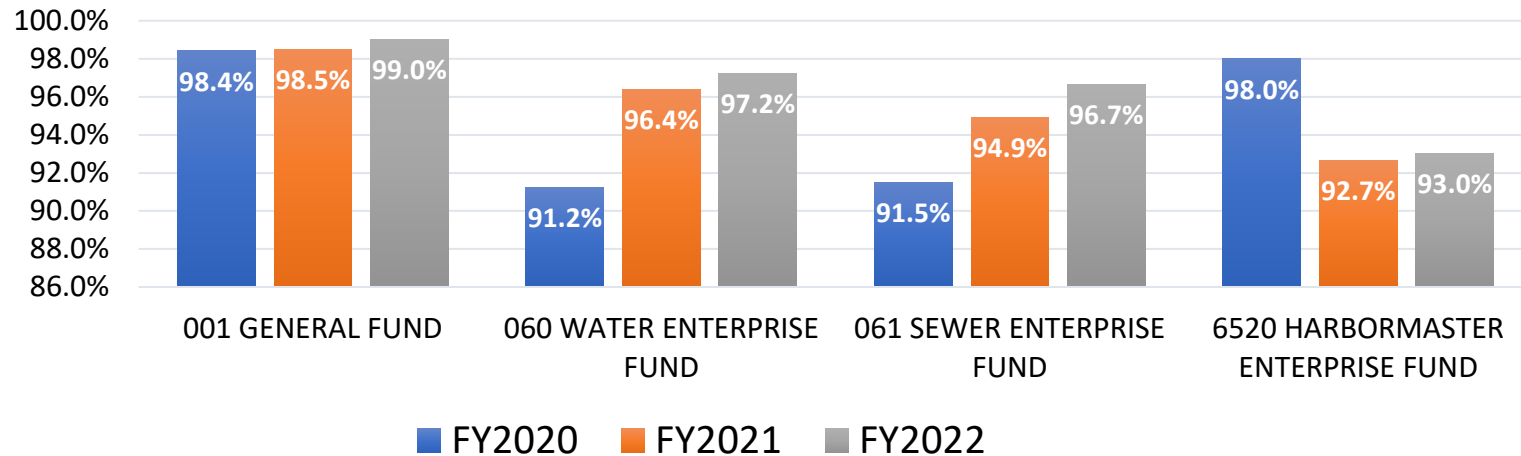
September 14, 2022



Budget “Turnbacks”

	FY2020		FY2021		FY2022	
	Remaining Budget	% Used	Remaining Budget	% Used	Remaining Budget	% Used
001 GENERAL FUND	\$1,120,323	98.4%	\$1,093,916	98.5%	\$733,469	99.0%
060 WATER ENTERPRISE FUND	\$471,142	91.2%	\$194,891	96.4%	\$159,680	97.2%
061 SEWER ENTERPRISE FUND	\$646,398	91.5%	\$381,305	94.9%	\$258,291	96.7%
6520 HARBORMASTER ENTERPRISE FUND	\$10,249	98.0%	\$34,180	92.7%	\$40,598	93.0%
TOTAL BUDGETARY FUNDS	\$2,248,111	97.3%	\$1,704,292	98.0%	\$1,192,038	98.7%

% of Budget Remaining at Year-End



Largest Remaining Balances at Year-End

General Fund

Department	Amount	Reason
Police	\$155,462	Staff vacancies
Fire	\$90,783	OT/Supplies
DPS	\$80,095	Staff vacancies
Parking	\$76,275	Multiple accounts
Sustainability	\$73,804	Lower than projected
Info. Technology	\$46,290	Staff vacancies
Health Insurance	\$44,162	Variability of enrollment
Health Dept.	\$32,402	Staff vacancies
Library	\$30,167	Staff vacancies
Auditor/Finance	\$21,053	Staff vacancies
Total	\$650,493	



89% of Remaining Budget

Revenue – Property Taxes

	FY2020 Actual	FY2021 Actual	FY2022 Estimate	FY2022 Actual	\$ Over Estimate	% Of Estimate	% Over Prior Year
001 GENERAL FUND							
PROPERTY TAXES							
412 REAL ESTATE TAX REVENUE	\$58,164,277	\$59,945,337	\$62,389,727	\$62,784,393	\$394,666	100.6%	4.7%
411 PER PROP TAX REVENUE	\$680,427	\$660,509	\$818,870	\$814,088	-\$4,782	99.4%	23.3%
TOTAL PROPERTY TAXES	\$58,844,704	\$60,605,846	\$63,208,597	\$63,598,481	\$389,884	100.6%	4.9%

Revenue – Local Receipts

	FY2020 Actual	FY2021 Actual	FY2022 Estimate	FY2022 Actual	\$ Over Estimate	% Of Estimate	% Over Prior Year
LOCAL RECEIPTS							
401 MOTOR VEHICLE EXCISE	\$2,963,027	\$2,874,396	\$2,800,000	\$2,979,353	\$179,353	106.4%	3.7%
402 OTHER EXCISE	\$997,625	\$811,945	\$860,000	\$1,190,742	\$330,742	138.5%	46.7%
403 PENALTIES/INTEREST	\$310,774	\$332,363	\$325,000	\$330,142	\$5,142	101.6%	-0.7%
404 PAYMENT IN LIEU TAXES	\$37,089	\$27,196	\$27,000	\$27,924	\$924	103.4%	2.7%
410 FEES	\$294,754	\$298,646	\$298,000	\$247,606	-\$50,394	83.1%	-17.1%
416 OTHER DEPARTMENT REVENUE	\$56,416	\$72,014	\$60,000	\$75,865	\$15,865	126.4%	5.3%
417 LICENSES/PERMITS	\$1,055,073	\$945,583	\$861,300	\$1,349,322	\$488,022	156.7%	42.7%
419 FINES & FORFEITS	\$7,347	\$4,898	\$5,000	\$6,708	\$1,708	134.2%	37.0%
420 INVESTMENT INCOME	\$238,189	\$59,770	\$60,000	\$45,382	-\$14,618	75.6%	-24.1%
458 MEDICAID REIMBURSEMENT	\$33,985	\$115,227	\$110,000	\$285,482	\$175,482	259.5%	147.8%
421 MISCELLANEOUS RECURRING	\$183,383	\$100,646	\$170,700	\$241,413	\$70,713	141.4%	139.9%*
422 MISCELLANEOUS NON-RECURRING	\$285,659	\$162,454	\$0	\$432,208	\$432,208	0.0%	166.0%**
TOTAL LOCAL RECEIPTS	\$6,463,321	\$5,805,138	\$5,577,000	\$7,212,147	\$1,635,147	129.3%	24.2%

Due to improvements in vehicle supply chain

Meals tax +34.2% and rooms tax +76.1% returning to pre-pandemic levels + STRUs

Decrease in tax title fees

Higher than projected revenue from building alteration permits; License Commission fees still waived (~\$190K in lost annual revenue)

Increase in court fines due to courts reopening/COVID backlog

Lower returns/reduced capital project balances

Due to reimbursements from prior fiscal years

* 421 Miscellaneous Recurring Revenue: Veterans Services (\$161,913), Cell tower lease payments (\$36,340), Animal Control (\$32,166), FWS Refuge Revenue Sharing (\$4,624), Comcast Assessment Fee (\$3,235), Police Incident/Accident (\$1,252) and Other Small Recurring Receipts (\$1,883).

** 422 Miscellaneous Non-Recurring Revenue: Prior-Year Tailing Adjustments (\$117,727), COVID-19 Sick Leave Reimbursement (\$111,254), Prior-Year Closeouts (\$80,488), Refunds (\$51,355), Prior-Year Reimbursements (\$35,996), Unclaimed Cash (\$2,357), Rebates (\$2,096), Excess Bond Premiums (\$1,409) and Other Small One-Time Receipts (\$29,525).

Revenue – State Aid/Transfers In

	FY2020 Actual	FY2021 Actual	FY2022 Estimate	FY2022 Actual	\$ Over Estimate	% Of Estimate	% Over Prior Year
460 STATE AID	\$4,761,571	\$4,777,125	\$4,909,318	\$5,173,682	\$264,364	105.4%	8.3%
497 INTERFUND TRANSFERS IN	\$932,957	\$947,921	\$1,237,512	\$1,143,418	-\$94,094	92.4%	20.6%
TOTAL GENERAL FUND	\$71,002,552	\$72,136,030	\$74,932,427	\$77,127,727	\$2,195,301	102.9%	6.9%

Revenue Collected Over Estimate

Revenue – Enterprise Funds

	FY2020 Actual	FY2021 Actual	FY2022 Estimate	FY2022 Actual	\$ Over Estimate	% Of Estimate	% Over Prior Year
WATER ENTERPRISE FUND	<u>\$5,249,871</u>	<u>\$5,839,817</u>	<u>\$5,677,519</u>	<u>\$5,551,049</u>	<u>-\$126,470</u>	<u>97.8%</u>	<u>-4.9%</u>
SEWER ENTERPRISE FUND	<u>\$7,215,429</u>	<u>\$7,974,691</u>	<u>\$7,575,758</u>	<u>\$7,814,429</u>	<u>\$238,671</u> *	<u>103.2%</u>	<u>-2.0%</u>
HARBORMASTER ENTERPRISE FUND	<u>\$545,374</u>	<u>\$697,545</u>	<u>\$522,232</u>	<u>\$684,363</u>	<u>\$162,131</u>	<u>131.0%</u>	<u>-1.9%</u>

*Included one-time receipt of \$276,150 from prior-year insurance claim (generator failure);
without accounting for the one-time receipt, Sewer Enterprise Fund would have missed estimate by **-\$37,479**

FY2022 Use of Free Cash

(general fund free cash)

(enterprise fund retained earnings)

	Free Cash	Water	Sewer	Harbormaster
7/1/2021 Balance	\$2,684,068	\$1,474,050	\$1,738,991	\$814,152
Compensated Absences Generator	\$250,000		\$223,000	
Parks Trees Dredge	\$15,000			\$54,900
57 Low St Purchase/Remediation	\$245,000			
Organizational Review	\$7,500			
Essex Tech Assessment	\$8,394			
City Clerk Line Items	\$15,000			
Compensated Absences	\$250,000			
Harbormaster Truck				\$60,000
Brown School Fund	\$125,000			
NYS Center Schematic Design	\$30,000			
Snow & Ice Deficit	\$222,167			
FY23 Capital Funding	\$311,817	\$508,581	\$260,182	\$128,800
Inclusive Playground	\$100,000			
Rate Stabilization		\$100,000	\$300,000	
Ending Balance	\$1,104,190	\$865,469	\$955,809	\$570,452

Free Cash/Retained Earnings Estimates

	Free Cash	Water	Sewer	Harbormaster
Ending Balance	\$1,104,190	\$865,469	\$955,809	\$570,452
Budget "Turnbacks"	\$733,469	\$159,680	\$258,291	\$40,598
Revenue Over Estimate	\$2,195,301	-\$126,470	\$238,671	\$162,131
Total	\$4,032,960	\$898,679	\$1,452,770	\$773,181

Not Certified & For Illustrative Purposes Only
DOR calculation takes other data into account
(receivables, Ch. 90 deficits, pending grant reimbursements, etc.)

Other Funds >\$500,000 (as of 6/30/2022)

Fund/Org	Classification	Fund Type	Description	Beg. Balance	Ending Bal.	Change
2459	Special Revenue Funds	School	Rev Sch Choice Salaries	1,807,401	2,212,217	404,816
2466	Special Revenue Funds	School	Rev Curriculum/Staff Develop	459,234	528,554	69,320
2484	Special Revenue Funds	School	50/50 Fed Reimb Program ¹	1,161,210	1,447,631	286,421
2111	Special Revenue Funds	State Grant	ARPA Coronavirus ²	957,142	1,390,495	433,354
2723	Special Revenue Funds	RRFA	Rsv Appr Sew I/Inflow Fee	496,247	571,817	75,570
2739	Special Revenue Funds	RRFA	Paid Parking Fund	1,010,878	894,226	(116,652)
2760	Special Revenue Funds	RRFA	Rsv Appr Sale Of Muni Bldg	693,500	593,500	(100,000)
2803	Special Revenue Funds	Revolving	Rev Recreation Services	525,687	565,919	40,232
3120	Capital Project Funds	Capital	Roadway & Sidewalk Improvements	600,000	1,061,711	461,711
3806	Capital Project Funds	Capital	Phillips Dr Drainage Improve	26,400	4,359,692	4,333,292
3807	Capital Project Funds	Capital	West End Fire Station	3,091	4,193,358	4,190,267
81	Trust & Agency Funds	Trust	Non-Expendable Trust Funds	1,686,757	1,686,757	0
82	Trust & Agency Funds	Trust	Expendable Trust Funds	1,046,693	933,430	(113,263)
8263	Trust & Agency Funds	Trust	Stabilization Trust Fund	3,493,544	3,819,958	326,414
8280	Trust & Agency Funds	Trust	OPEB Trust Fund	1,020,910	1,078,774	57,865
8287+4005	Trust & Agency Funds	Trust	Plum Island Utility Trust Fund ³	2,261,811	2,064,825	(196,986)

¹State Special Education Reimbursement Fund ("Circuit Breaker")

²Includes 2nd tranche of municipal allocation; 2nd tranche of county reallocation expected on 9/23/22

³Includes surplus balance from 4005 - Plum Island Hydrant Replacement Project

ARPA Update

American Rescue Plan Act Coronavirus Local Fiscal Recovery Funds

First 50% of Municipal Allocation	957,142	Received 6/16/21
First 50% of County Reallocation	1,776,212	Received 8/17/21
Second 50% of Municipal Allocation	957,142	Received 7/6/22
Second 50% of County Reallocation	1,776,212	Scheduled 9/23/22
Total Funding	5,466,708	
Phillips Drive Drainage Project	1,000,000	ORDR252_05_24_2021 [Approved 8/30/21]
Streets & Sidewalks	2,400,000	ORDR335_03_28_2022 [Approved 4/11/22]
Joppa Park Walkway	100,000	ORDR334_03_28_2022 [Approved 4/25/22]
Amesbury Interconnection	250,000	ORDR336_03_28_2022 [<i>Pending</i>]
Total Appropriations	3,500,000	
Net Remaining	1,966,708	← Available for appropriation

Authorized & Unissued Debt

Date of Authorization	Amount Authorized	Amount Bonded, Rescinded or Paid Down	Date Bonded, Rescinded or Paid Down	Amount Remaining	Purpose
11/26/2019	\$6,000,000	\$0		\$6,000,000	Public Streets, Walkways & Sidewalks
12/3/2021	\$5,930,000	\$4,211,000	5/25/2022	\$1,719,000	West End Fire Station
5/31/2022	\$750,000	\$0		\$750,000	Central Waterfront Bulkhead
7/11/2022	\$3,000,000	\$0		\$3,000,000	Market Landing Park Expansion (CPA)
Total	\$15,680,000	\$4,211,000		\$11,469,000	

For a copy of the full report and this presentation, visit:

<https://www.cityofnewburyport.com/financials>

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