

PUBLIC HEARING

BRIEFING ON TOWN FINANCES IN RESPONSE TO COVID-19 PANDEMIC

DAVID L. CORLISS, TOWN MANAGER
TOWN COUNCIL MEETING APRIL 21, 2020



2020 BUDGET ADJUSTMENTS

IN RESPONSE TO COVID-19

- Pandemic likely to decrease certain key Town revenues
- Sales Tax - \$53 million (Gross) in 2019: 15% to 20%, perhaps \$10 million + impacting General Fund, Transportation Fund, and Community Center Fund

| <u>Sales Tax Revenue by Operating Fund</u> | <u>2020 Percent Allocation</u> | <u>Percent of Total Fund Revenue for 2020</u> |
|------------------------------------------------|------------------------------------|---------------------------------------------------|
| <i>General</i> | 70.29% | 65.56% |
| <i>Transportation</i> | 24.46% | 49.74% |
| <i>Community Center</i> | 5.25% | 33.53% |

2020 BUDGET ADJUSTMENTS

IN RESPONSE TO COVID-19

- Service Charges received by Community Center Fund, golf course
- Development related fees: Impact fees and System Development Charges
- State share of HUTF - Lower gas use means potentially lower transfers to Town

2020 BUDGET ADJUSTMENTS

IN RESPONSE TO COVID-19

Staff already eliminating/reducing 2020 budgeted expenditures:

- Not filling every vacant position
- Deferring travel, training; equipment expenditures; fleet replacement; computer replacements; certain supplies
- Furloughs for part-time parks and recreation;
- Trail design work, seasonal positions
- Deferring scheduled replacement of SCBA in Fire & Rescue
- Payments from Fire Capital to the General Fund
- Reduce transfer from Transportation Fund to Transportation Capital Fund
- Illuminated street name signage

Upcoming policy issues: Deferral of PMP slurry seal work; Outdoor pools and concerts/events

2020 BUDGET ADJUSTMENTS

IN RESPONSE TO COVID-19

- FEMA disaster funding, other funding opportunities
- As depth of revenue loss becomes clearer additional adjustments will be needed



THANK YOU

QUESTIONS?