

CITY OF HAVERHILL

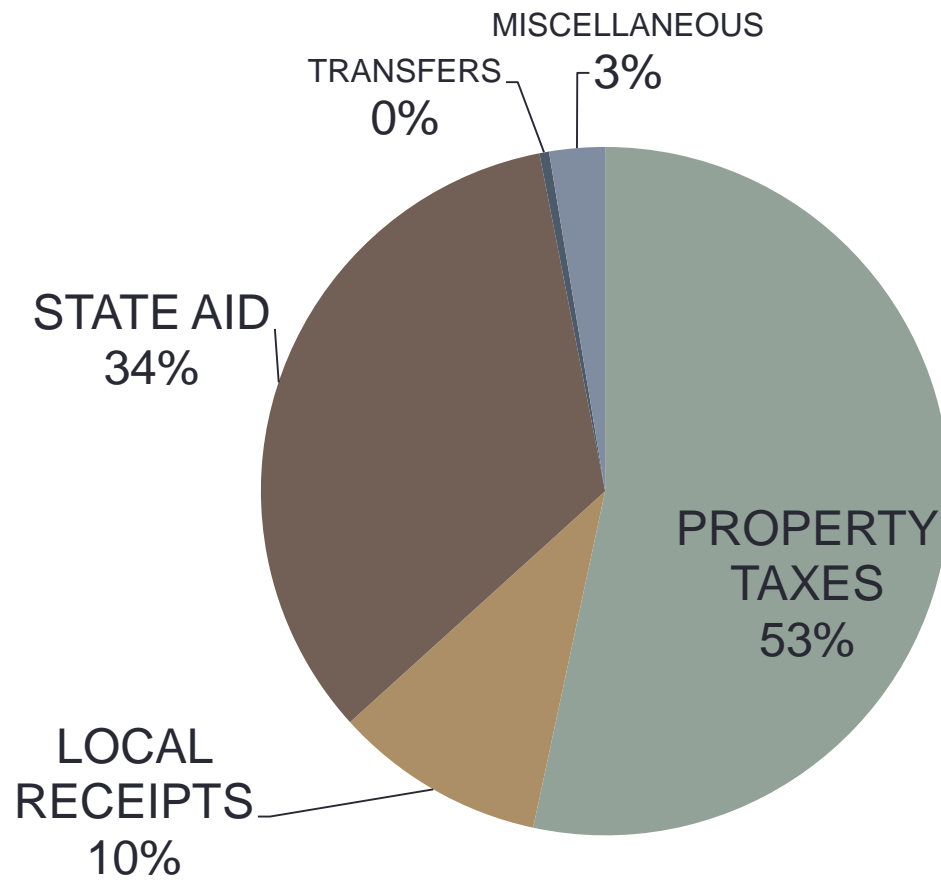
FY16 BUDGET PRESENTATION

MAY 19, 2015

Fiscal Discipline
Improving our Schools and Quality of Life

Mayor James J. Fiorentini

FY16 Where Does our Money Come From?



Revenue Breakdown

- Property Taxes
- Local Receipts
- State Aid
- Transfers
- Miscellaneous

Revenue Increases

- Property Taxes are up \$2.7M
- State Aid up \$1,708M (3.10%)
- Motor Vehicle taxes up \$244K (4.2%)
- Medicare Part D up \$70K (16.4%)
- School Medicaid up \$65K (8.2%)

State Aid

➤ Hale Hospital Debt Aid

- \$2.4M – Thank you Representative Dempsey!

➤ Other Aid

- Chapter 70 (schools) \$46,462,498 an increase of \$1,708,430 (3.04%)
- Unrestricted Local Aid \$314,837 (3.60%)

Additional Revenue Sources

➤ Meals Tax

- \$784,816 an increase of \$11,598 (1.50%)

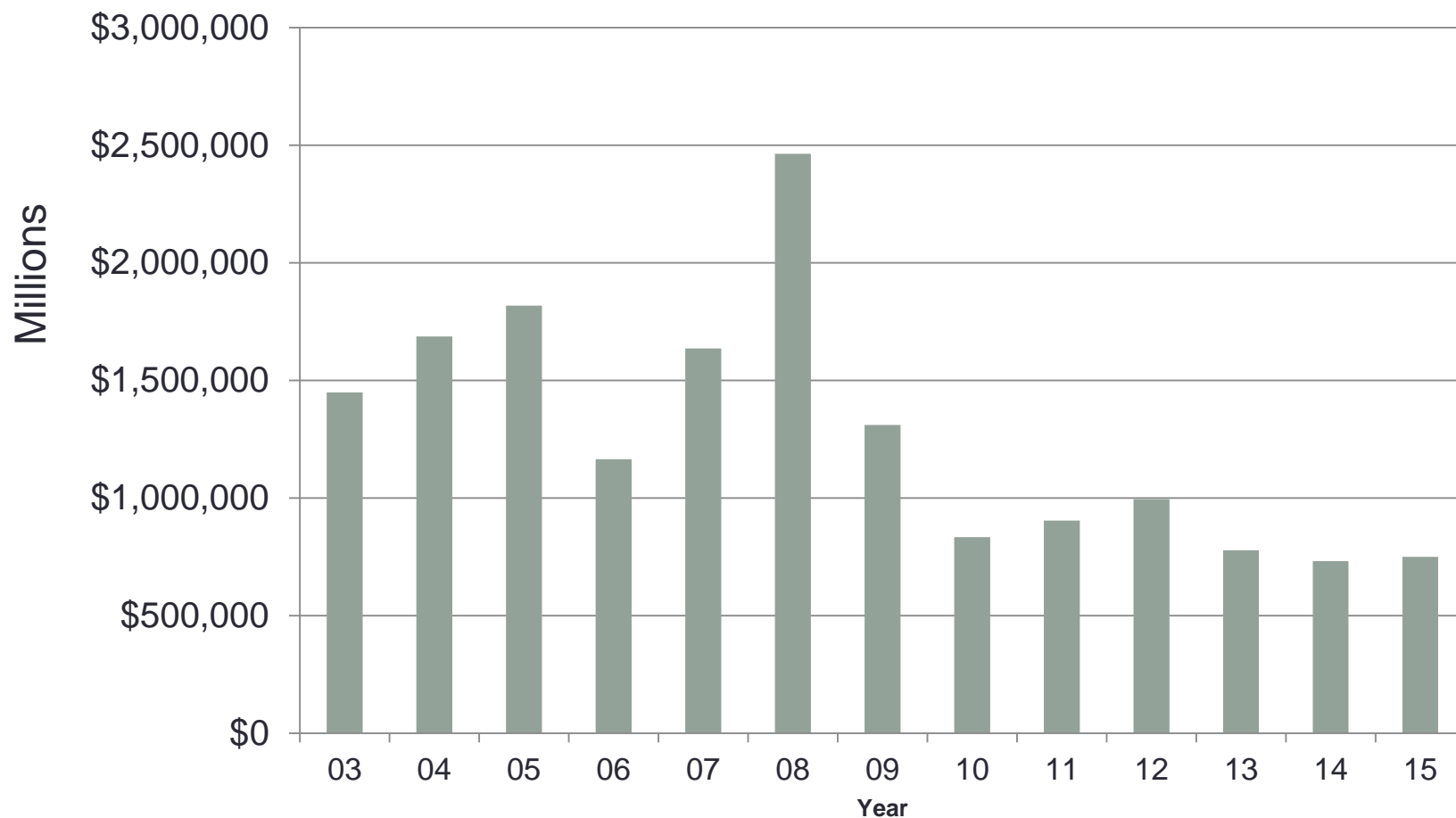
➤ Other Revenue Sources

- Hotel tax:
 - \$330,325 an increase of \$94,225 (39.91%)
 - Ambulance fee is \$52K an increase of \$2K (4%)
 - Cable fee of \$200K

- Total is \$1,367,141

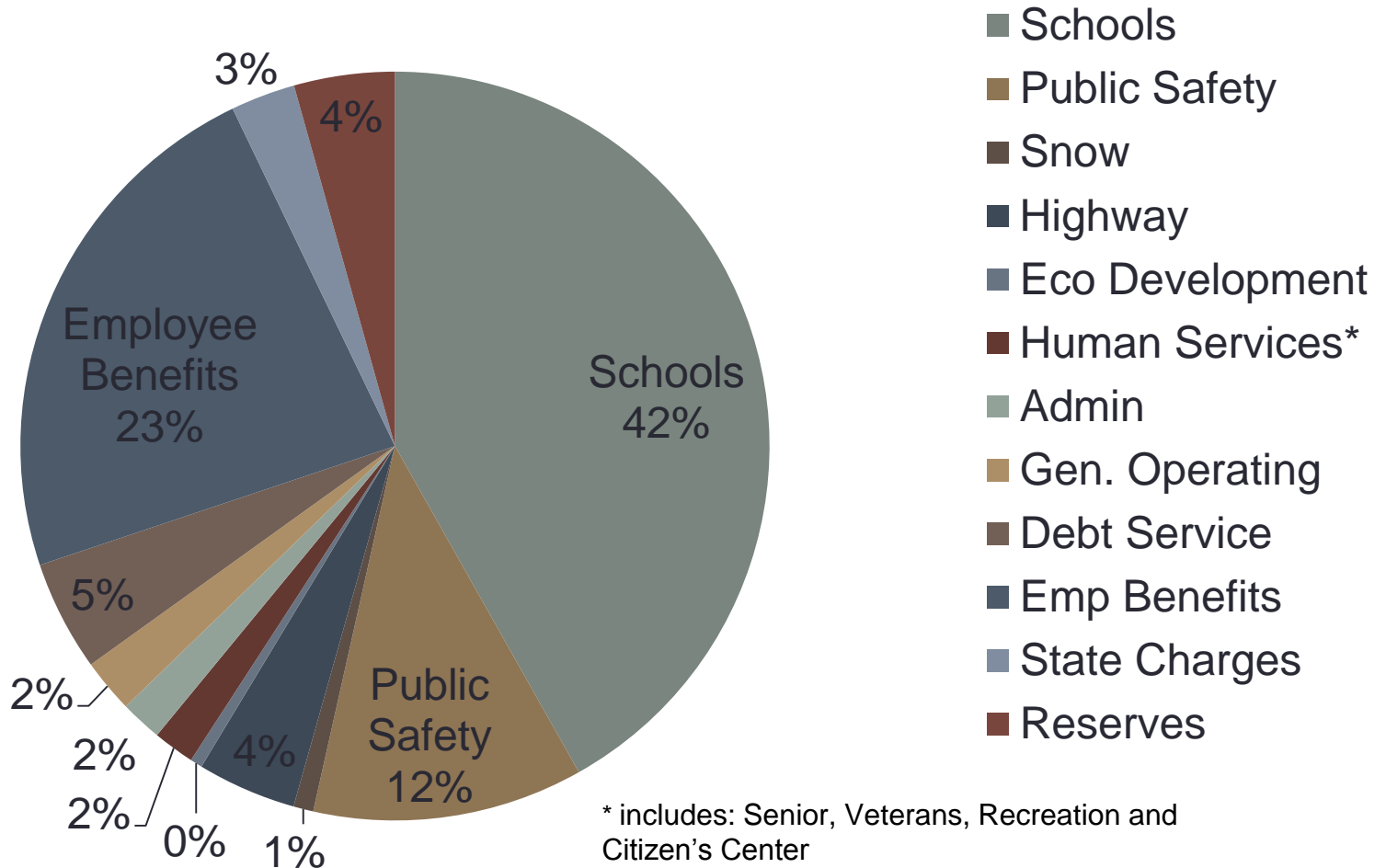
New Growth

- New growth numbers still down from prior to recession \$750k

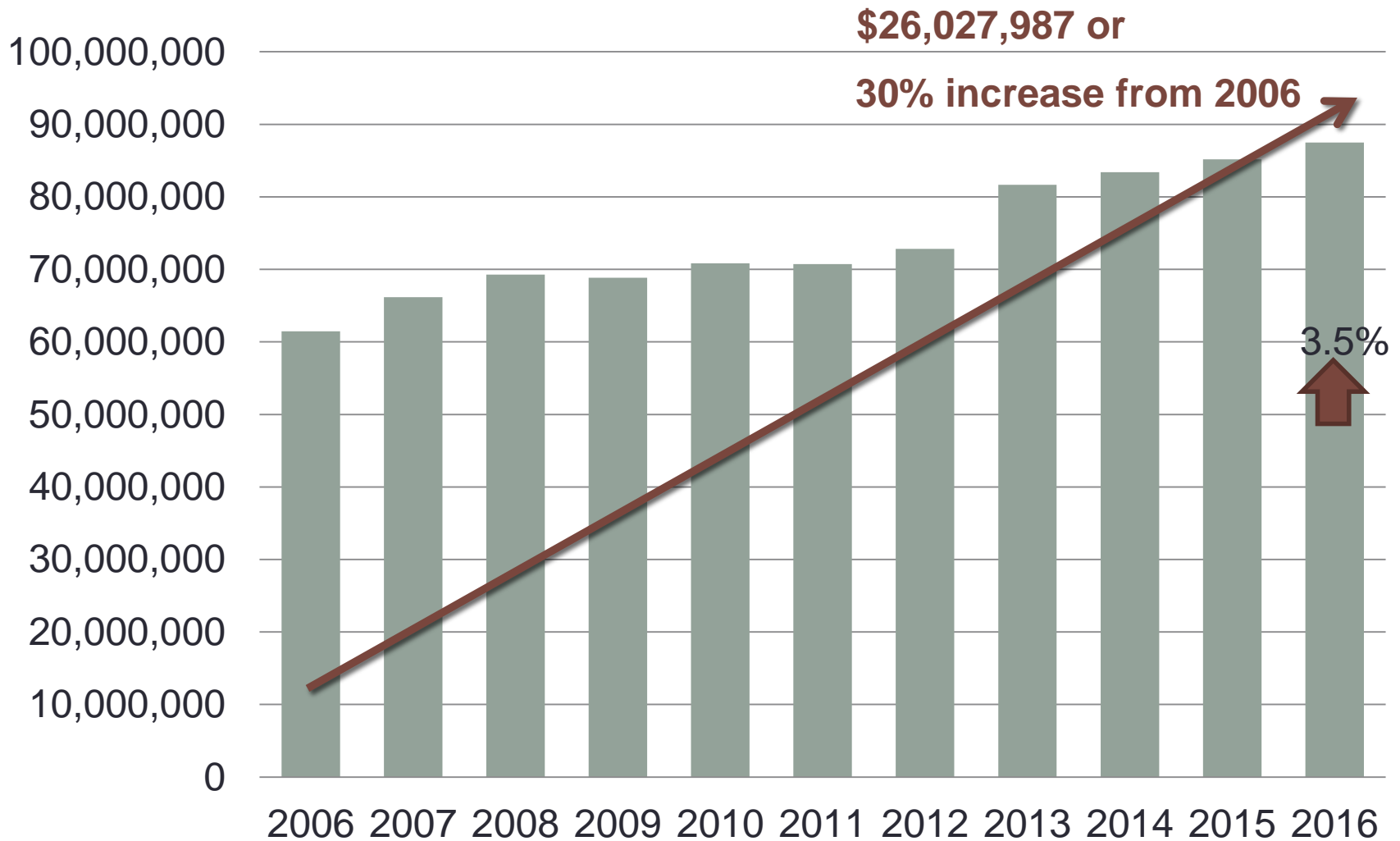


FY16 Where Does Your Money Go?

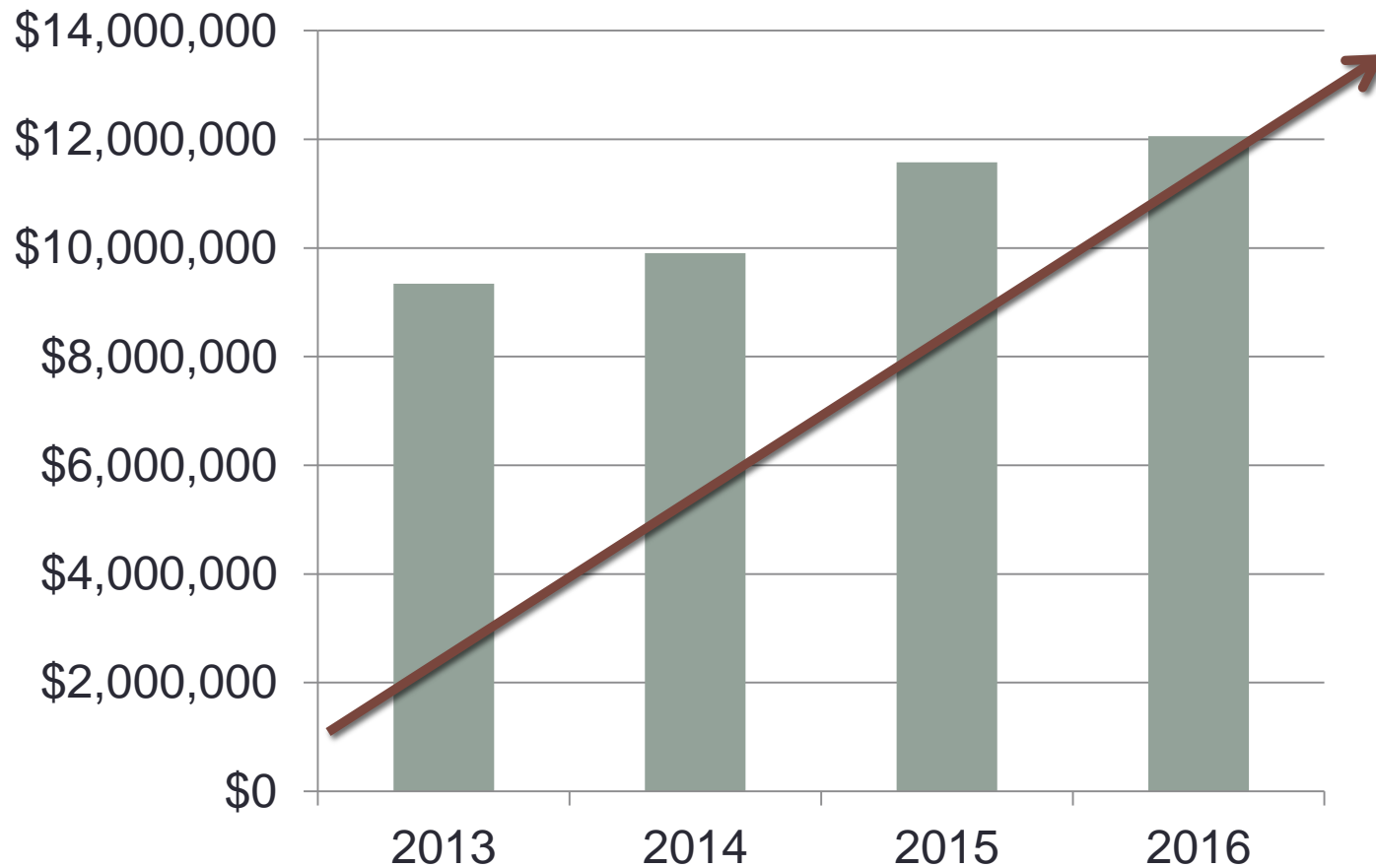
FY16



Increase in School Funding



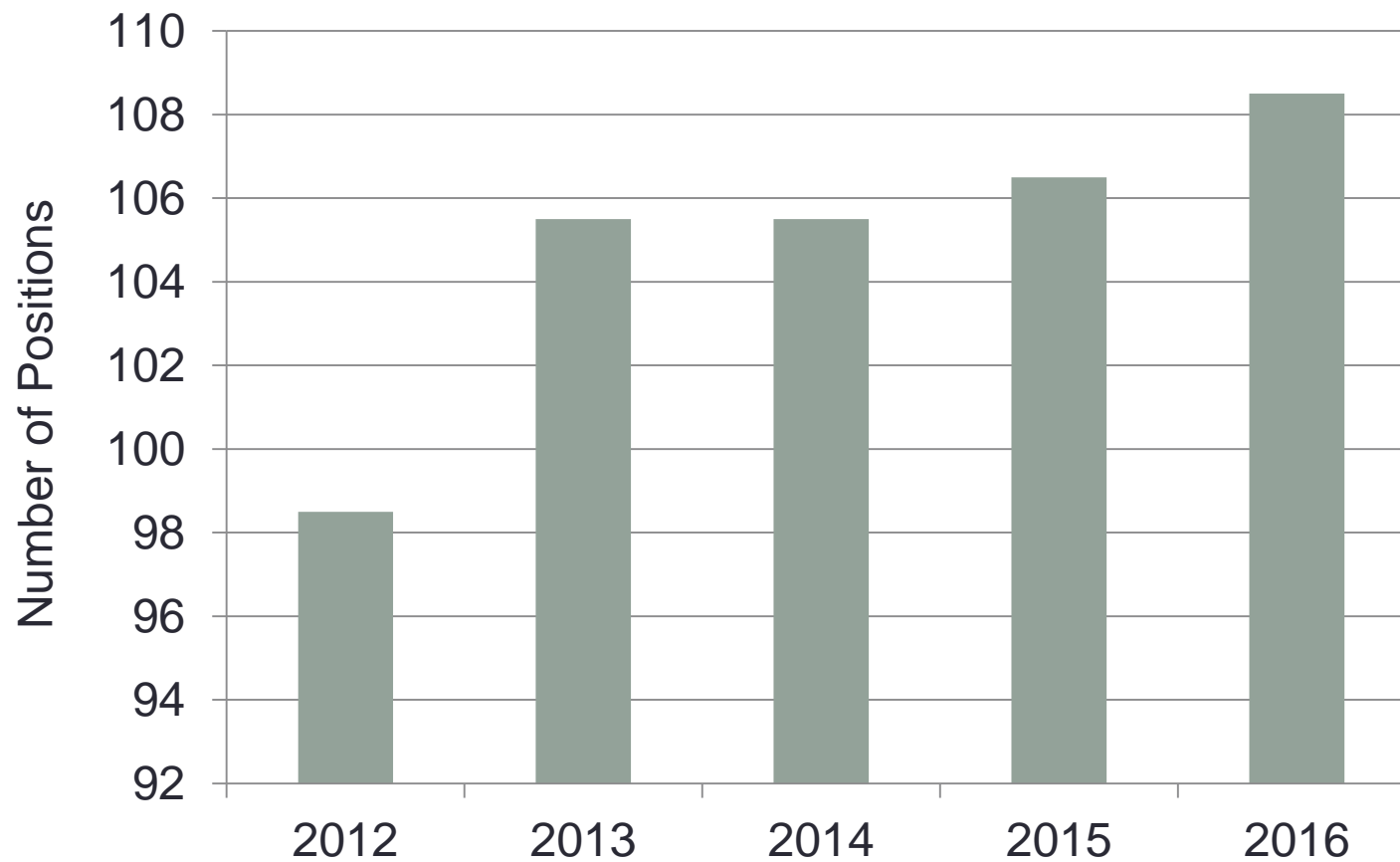
Special Education Costs Over 4 Years



Tilton Elementary School



Budgeted Hires for Police



FY16 Operating Expense Increases

- Public Safety - an increase of \$303,033 (1.0%)
- School Department - an increase of \$2,534,835 (4%)
- Reserves - We are adding \$2.4M to Stabilization bringing the total to \$2.981,684

GAR Park Reclaimed



Other Expenditure Drivers

- Snow and Ice deficit - \$1,967,284
- School Increase - \$2,534,835 (4% increase)
- Pensions - Up \$1,040,097 (7.8% increase)
- Healthcare - Up \$1,588,516 (7% increase)

Haverhill Is On The Move!



or Place

Rendered Perspective

January 23, 2013

DEVELOPER : Merrimack Street Owner LLC.

ARCHITECT : The Architectural Team

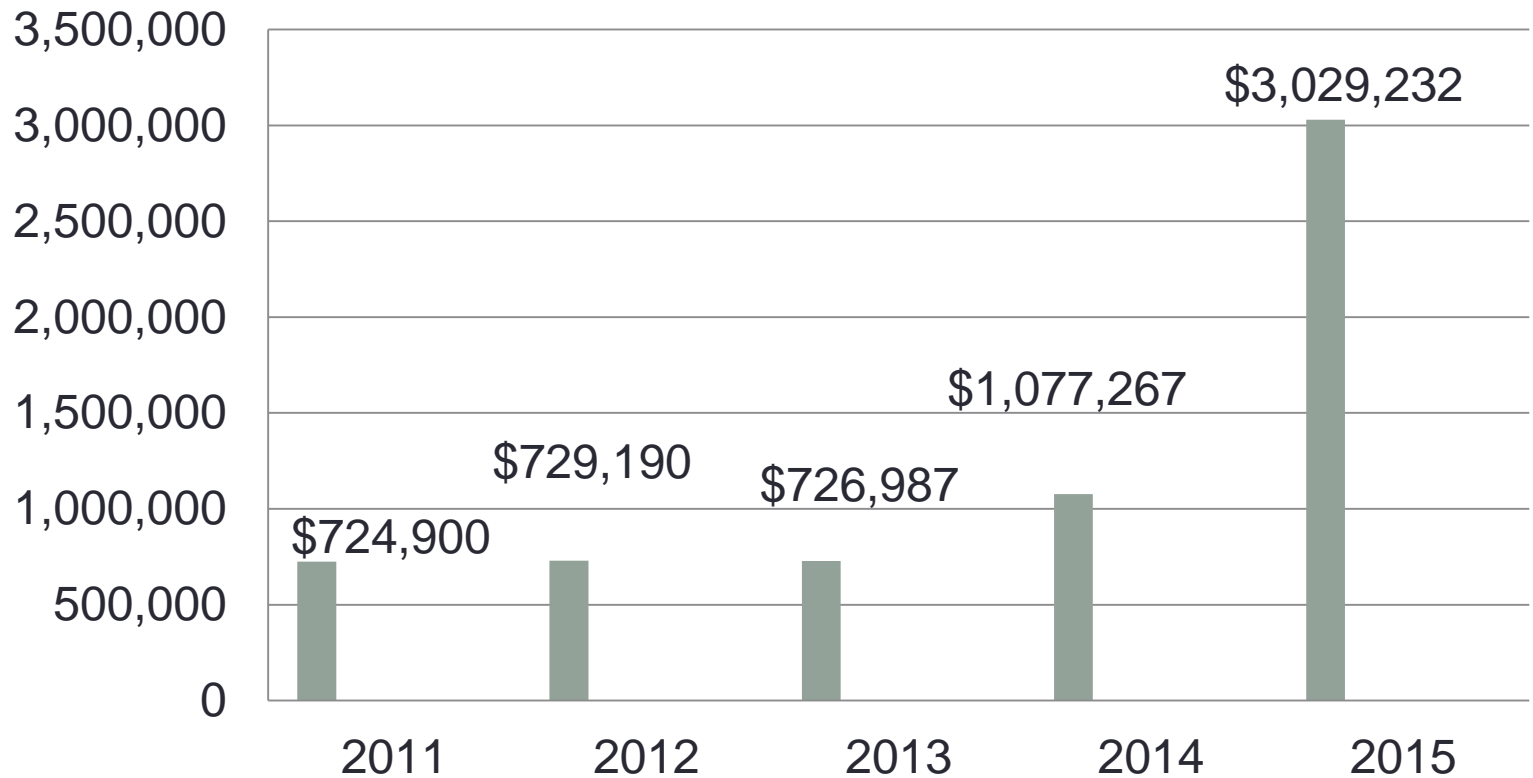
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Reserves

- Schools - \$400,000 reserve set up in FY15, may be needed to balance FY16 school budget
- Stabilization - current balance \$581,000 adding \$2.4M for total of \$2.981,684
- Taxing below the levy limit - \$600,000

Haverhill's Stabilization Funds



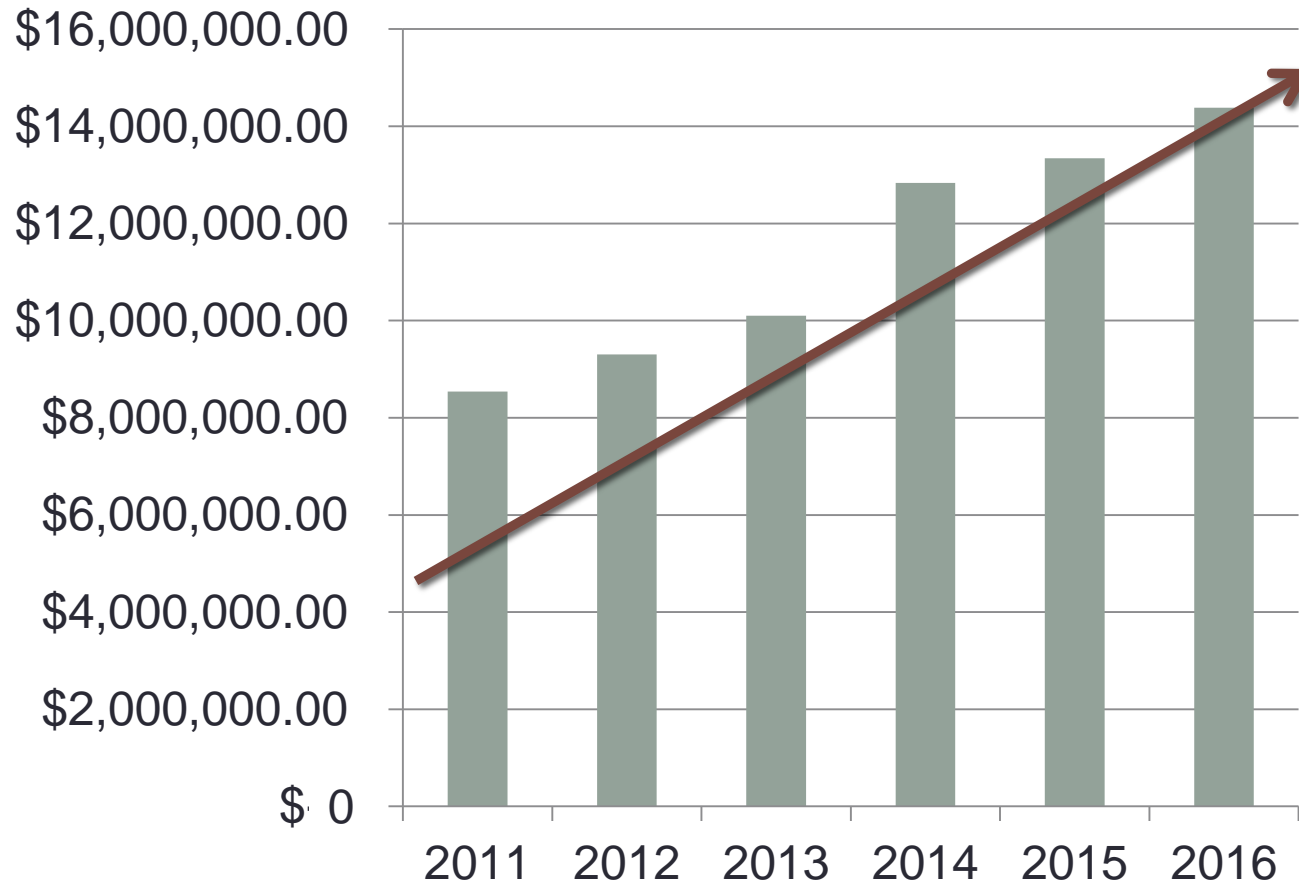
Potential Cost Savings for the City

- ➡ Purchasing Streetlights will save more than \$450,000
- ➡ Increase in Chapter 90 funds will mean more money for street repairs
- ➡ Paid Parking program needs to be self sufficient
- ➡ Toter Program could save up to \$450,000 per year

Challenges That Lie Ahead

- OPEB \$271 MILLION
- CSO and Storm Water
- Second Mound of Landfill

Pension Costs Over 6 Years



Haverhill's CSO Program Cost Summary

CSO Phase I	Complete	\$18.5 million
CSO Phase II – Study, planning, engineering	Complete	\$1.2 million
CSO Phase II	Ongoing	\$12.1 million
Future phases of CSO Work	To be determined	??????

- Future phases – EPA and DEP will continue to require the City to spend more money to continue to reduce CSO's
- Costs do not include significant increases in operation and maintenance costs.
- Phase II includes updating the CSO Long Term Control Plan which will determine future CSO work

Haverhill's CSO Program

Summary of Loan Repayments

	Project Status	Annual Loan Repayments
CSO Phase I	Complete	\$1,140,808 ⁽¹⁾
CSO Phase II – Study, planning, engineering	Complete	\$109,109
CSO Phase II	Ongoing - estimated	\$800,000
Future phases of CSO Work	To be determined	??????

(1) 30-year loan

Beginning in FY16 – add \$140,000 per year for flow metering CSO outfalls

Storm water

- First Permit issued in 2003
- FY16 Wastewater Budget
 - \$372,508 for storm water
- New 2015 Draft Permit
 - Annual average estimated cost \$1.1 million

Conclusion

- Things are better
- Must continue to hold the line