FY20 Budget Overview

- July 1, 2019 to June 30, 2020
- CARES funding utilized on eligible COVID related expenses
- Local receipts down from prior years
- Town Accountant closing books and working on Free Cash certification (late October)

FY20 Local Receipts

- Projection: $4,372,096
- Actual: $4,376,832
- 6.6% reduction from FY2019
- Lowest total since FY2014

FY21 Budget Status

- Using CARES funding for eligible, COVID related expenses
  - Expenses must be incurred between 3/1/2020 and 12/30/2020
  - Only eligible if expenses were *unbudgeted* as of 3/27/2020
- Still no approved state budget

FY21 State Aid

- FY21 Budget projection reduced state aid projection by 10% due to lack of guidance from the state
- July 30 Announcement: Legislature and Governor commit to level funding from FY20
- Awaiting guidance from DLS regarding how to apply updated figures

FY21 State Aid

- FY21 Projected State Aid: $7,262,845
- FY21 State Aid agreement: $7,952,648
  - Increase of $689,803
  - Unrestricted general aid increase: $115,138
  - Chapter 70 increase: $561,023
- FY21 Assessments still not final
  - FY21 Projected Assessments: $843,199
  - FY21 Updated Assessments, per DLS: $842,313

FY21 Budget Status

- Health Insurance
  - Anticipate increase of $192,000 over FY20
  - Increase occurring despite *reduction* in premiums (more employees on insurance)
- Unemployment
- Open Contracts with Police and Fire

FY22 Outlook

- State Budget and financial guidance
  - Still no approved FY21 state budget
    - Senate President Spilka: FY21 Budget unlikely until after the election
    - Speaker DeLeo: “very concerned” over lack of federal funding
    - Ways and Means Revenue Roundtable on October 7
  - FY21 shortfall: $4-6 billion gap
    - State rainy day fund: $3.5 billion
  - FY22 state budget process supposed to start in January

FY22 Outlook

- Federal stimulus still uncertain
- Economic growth

Area	Year	Month	Labor Force	Employed	Unemployed	Area Rate	Massachusetts Rate
Medfield	**2020**	January	7,022	6,848	174	2.5	3.4
Medfield	2020	February	7,039	6,865	174	2.5	3.3
Medfield	2020	March	6,923	6,792	131	1.9	3.0
Medfield	2020	April	5,910	5,293	617	10.4	16.0
Medfield	2020	May	6,130	5,443	687	11.2	16.5
Medfield	2020	June	6,446	5,633	813	12.6	17.8
Medfield	2020	July	6,526	5,744	782	12.0	16.3

FY22 Outlook

- Fixed costs
  - Health insurance
  - Other insurance
    - 111F
    - General and property liability
    - Workers compensation
- Contribution to retirement system
- Medfield State Hospital operations/maintenance
- Collective Bargaining Agreements
  - Police
  - Fire

FY22 Outlook

- Significant reductions to balance FY21 Budget
  - Transfer to Stabilization
  - Level funded OPEB
  - Reductions in workforce
  - Elimination of COLA/Merit
- Use of One–time funds
  - Free Cash
  - Health insurance credit

FY22 Outlook

- Capital Budget
  - Funded minimal capital in FY21
  - FY22 lease payments: $101,000