CITY OF BEACON

PROPOSED 2024 BUDGET PRESENTATION

OCTOBER 10, 2023

BUDGET TIMELINE

October 10:	Proposed Budget Presentation
October 16:	Non-Department Line Items
October 23:	Set Public Hearing
November 6:	Police, Fire, Recreation
November 13:	Public Hearing
November 20:	Water, Sewer, Highway
December 4:	Proposed Changes and Final Rates
December 11:	Budget Adoption

PROPOSED 2024 BUDGET OVERVIEW

- The proposed operating budget includes the general fund, water fund, and sewer fund. It does not include capital budget items.
- The proposed spending plan totals $35.0 Million
  - $25.4 Million in the General Fund (Increase of 3.3 % from 2023 Adopted Budget)
  - $5.3 Million in the Sewer Fund (Increase of 2.5 % from 2023 Adopted Budget)
  - $4.2 Million in the Water Fund (Increase of 5.6 % from 2023 Adopted Budget)
- The budget proposes to decrease property tax rates and modestly increase water and sewer rates (4% for Water; 6% for Sewer).
- Average homes will see an estimated 3.96% tax increase, and commercial properties will see a 14.23% decrease based on Adjusted Rate Proportions. The tax impact has been mitigated by the addition to the tax rolls of approximately $27 Million in new or improved properties.

SIGNIFICANT ITEMS

- The budget increases are primarily due to cost-of-living adjustments for employees, sharply increased State pension contribution, and inflation for materials and supplies.

- Only one part-time position for police dispatcher added for 2024. Positions created in 2023 for Deputy Building Inspector and Recreation Assistant carried for 2024.

- Budget includes "*Employee Retention Initiative*" adding $1,000 to each employee's compensation in addition to the cost-of-living adjustment (COLA) in the collective bargaining agreements negotiated in 2021 when inflation was low.

- Water rates are proposed to increase 4% and sewer rates increase 6% to help cover the rapidly rising costs for treatment chemicals, fuel, supplies, and repairs.

PROPOSED 2024 BUDGET SUMMARY

	General Fund	Water Fund 4% Increase	Sewer Fund 6% Increase
Appropriations	$25,418,651	$4,243,011	$5,293,477
Total Revenue	$12,411,643	$4,146,511	$5,293,477
Balance of Appropriations	$13,007,008	-	-
Appropriated Fund Balance	$(250,000)	$(96,500)	-
Allowable Levy at Tax Cap	**$13,293,433**		

For 2024 the Tax Cap is allowed to increase 6.28%. An allowable increase of $786,036.

The proposed 2024 budget is $536,425 below the tax cap, increasing the levy only $249,611 which is a levy increase of 2.00%.

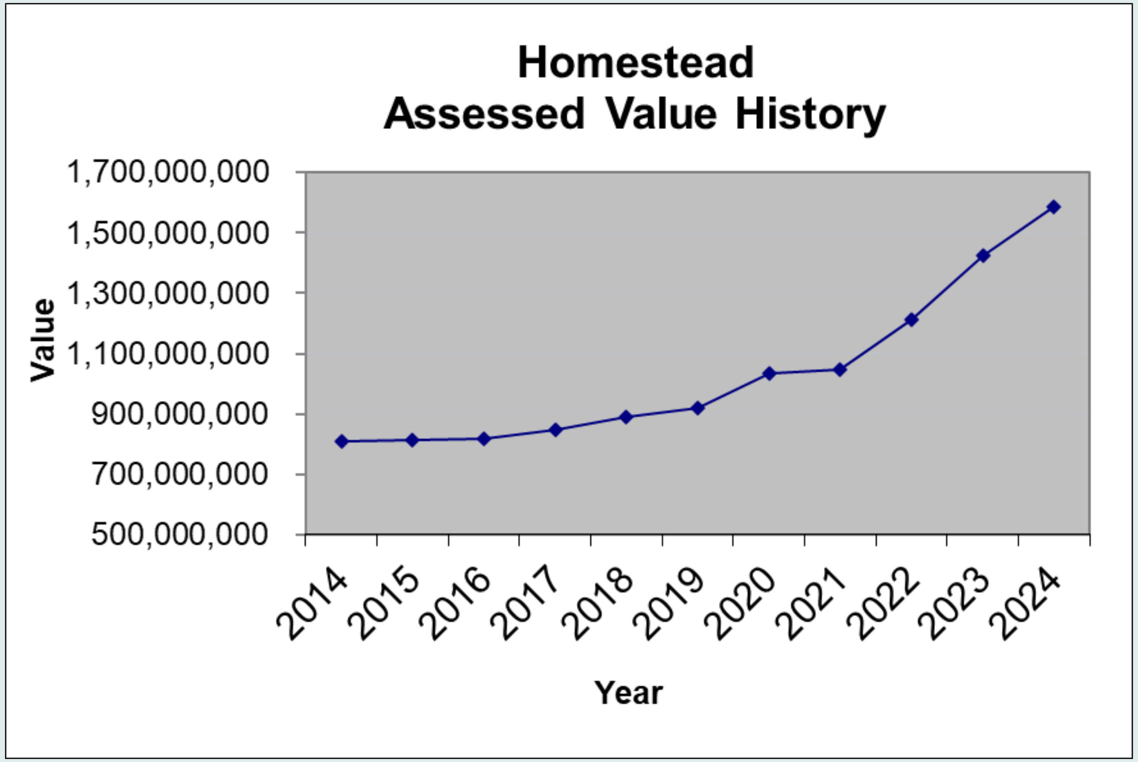
The cap is on the tax levy, not the tax rate.

PROPOSED 2024 BUDGET SUMMARY

	Homestead	Non-Homestead	Totals
Tax Levy Distribution	$9,318,443	$3,438,565	$12,757,008
Base Proportion	73.045680	26.954320	100.00
2024 Tax Rate	5.873118	9.160724	
2023 Tax Rate	6.214000	10.680877	
Percentage Rate Decrease	-5.4857%	-14.2325%	
10/10/23- Tentative Roll	$1,586,626,330	$375,359,513	$1,961,985,843
11/21/22 – Final Roll	$1,426,130,810	$341,303,420	$1,767,434,230
Percentage Increase	11.25%	9.98%	11.01%
Dollar Change	$160,498,520	$34,056,093	$194,551,613

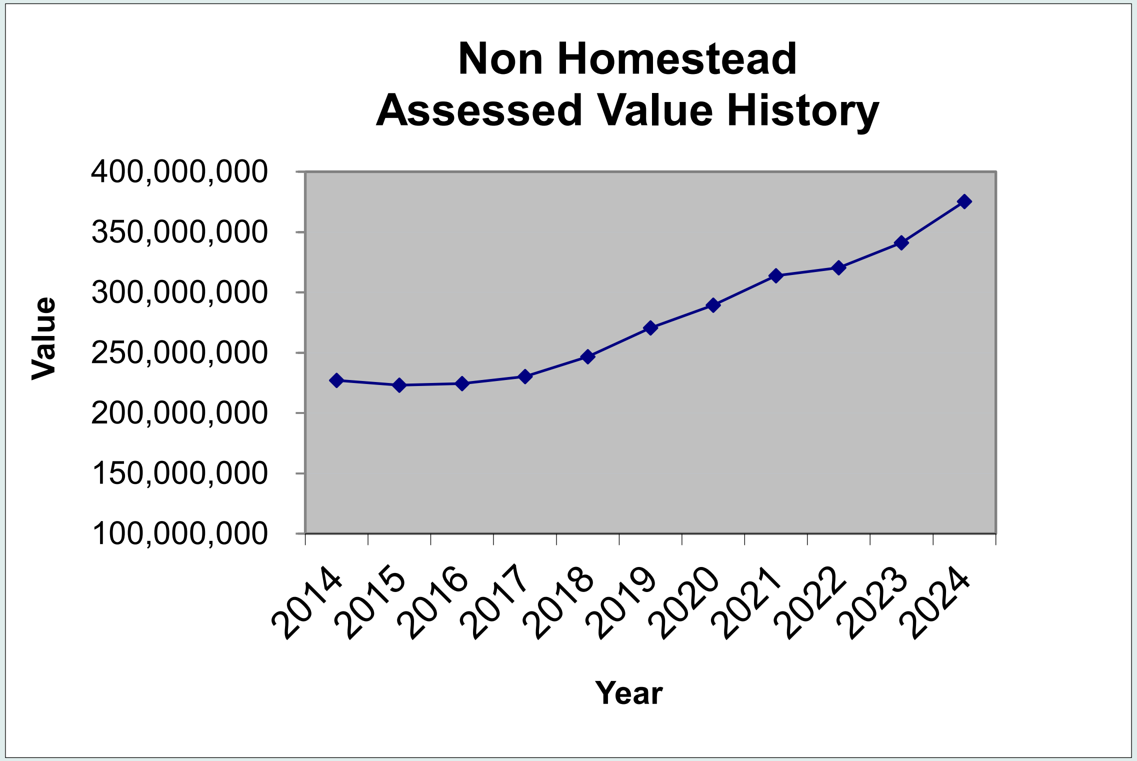
HOMESTEAD ASSESSMENTS 2014-2024

Year	Value	
2014	$808,113,801	
2015	$813,005,888	
2016	$817,959,464	
2017	$846,174,024	
2018	$890,121,552	
2019	$921,272,380	
2020	$1,035,407,247	
2021	$1,049,204,857,	
2022	$1,212,207,405	
2023	$1,426,130,810	
2024	$1,586,626,330	As of 10/10/23



NON-HOMESTEAD ASSESSMENTS 2014-2024

Year	Value	
2014	$227,215,482	
2015	$223,226,443	
2016	$224,589,575	
2017	$230,385,626	
2018	$246,894,305	
2019	$270,710,226	
2020	$289,494,865	
2021	$313,815,987	
2022	$320,365,120	
2023	$341,303,420	
2024	$375,359,513	As of 10/10/23



TAX RATE HISTORY 2014-2024

Homestead		Non-Homestead	
YEAR	RATE	YEAR	RATE
2014	8.63	2014	12.73
2015	8.70	2015	13.35
2016	8.82	2016	13.23
2017	8.61	2017	13.17
2018	8.39	2018	12.67
2019	8.25	2019	12.41
2020	7.64	2020	12.26
2021	7.76	2021	11.49
2022	7.01	2022	11.54
2023	6.21	2023	10.68
*2024	5.87	*2024	9.16

*Proposed

TAX LEVY/ FUND BALANCE USE 2014-2024

Year	Levy Amount	Fund Balance to Offset Levy
2014	$9,871,042	$500,000
2015	$10,054,918	$500,000
2016	$10,188,230	$400,000
2017	$10,319,219	$247,500
2018	$10,593,191	$162,980
2019	$10,964,181	$148,317
2020	$11,455,743	$379,842
2021	$11,751,122	$2,273,843
2022	$12,293,218	$585,000
2023	$12,507,397	$200,000
*2024	$12,757,008	$250,000

*Proposed

CALCULATION OF TAX RATES

	Homestead	Non-Homestead	Totals
Amount to be raised by Taxes "LEVY"	12,757,008	12,757,008	
Base Proportion Percentage*	0.7304568	0.2695432	1.000000
Tax Levy Proportioned (Levy x Base proportion)	9,318,443	3,438,565	12,757,008
Assessed Values*	1,586,626,330	375,359,513	1,961,985,843
2024 Proposed Rate (Per $1,000)	5.873118	9.160724	
2023 Rate (per $1,000)	6.213763	10.680877	
2024 Percentage Decrease/Increase (2024 Rate – 2023 Rate/2023 Rate	-5.4857%	-14.2325%	
Tax Bill Example:			
Assessed Value of property example	400,000	400,000	
2024 City Tax Bill (Assessed Value/1,000 x Tax Rate)	2,349.25	3,664.29	

*Amounts determined by the New York State Office of Real Property Taxes. Currently, in draft form.

SAMPLE HOMESTEAD TAX BILL

TAX YEAR	ASSESSED VALUE	RATE	TAX AMOUNT
2023	$400,000	6.214000	$2,485.60
2024	$440,000*	5.873118	$2,584.17
NET $ INCREASE			$98.57
NET % INCREASE			3.96%
*10% Assessment increase			

SAMPLE NONHOMESTEAD TAX BILL

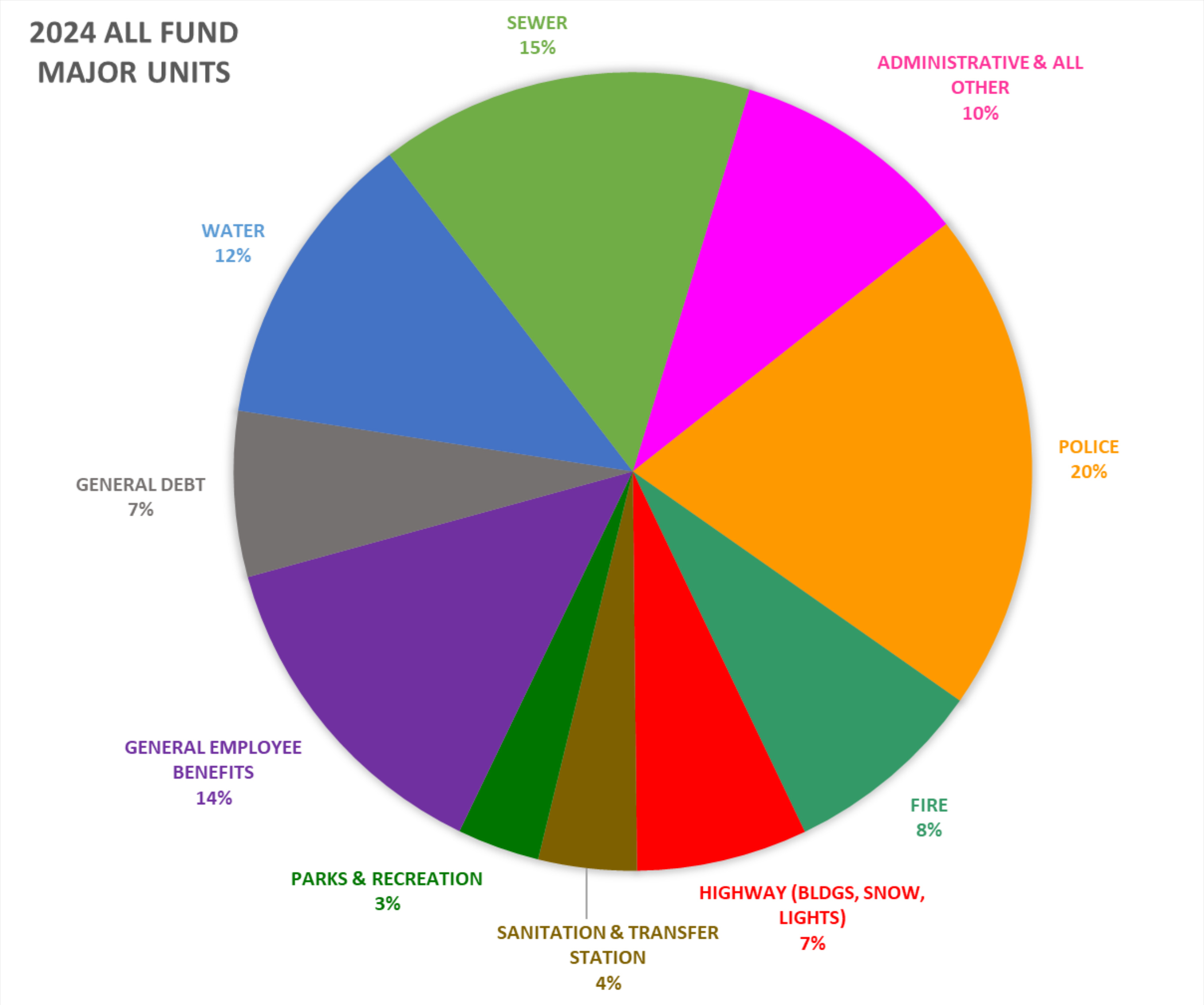
TAX YEAR	ASSESSED VALUE	RATE	TAX AMOUNT
2023	$500,000	10.680877	$5,340.44
2024	$500,000	9.160724	$4,580.36
NET $ DECREASE			$760.08
NET % DECREASE			14.23%

EMPLOYEES BY DEPARTMENT 2014-2024

NUMBER OF EMPLOYEES PER DEPARTMENT - ALL FUNDS												
												Budget to
			BUDGETED									Budget
Department	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	Change
Administrator	2.0	2.0	2.0	2.0	2.0	2.0	3.0	2.0	1.0	1.0	1.0	-
Assessor	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	-
Building	3.0	3.0	3.0	3.0	3.0	4.0	4.0	3.0	4.0	4.0	5.0	1.0
City Clerk	1.0	1.0	1.0	1.0	1.0	1.5	2.0	2.0	2.0	2.0	2.0	-
Council	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	-
Finance	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	-
Fire	14.0	14.0	14.0	14.0	14.0	14.0	17.0	17.0	17.0	18.0	18.0	-
Highway	14.0	15.0	15.0	15.0	16.0	17.0	17.0	17.0	18.0	18.0	18.0	-
Human Resource	-	-	-	-	-	-	-	1.0	1.0	1.0	1.0	-
Mayor	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	-
Park	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	-
Police	32.0	34.0	34.0	35.0	36.0	36.0	37.0	37.0	36.0	36.0	36.0	-
Police Office	3.0	2.5	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.5	5.0	0.5
Public Buildings	1.5	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	-
Recreation	1.0	1.5	1.5	3.0	3.5	3.5	3.5	3.5	3.5	3.5	4.5	1.0
Recycle	3.0	3.0	3.0	3.0	2.0	1.5	1.5	1.5	1.5	1.5	1.5	-
Water	9.0	8.0	10.0	11.0	11.0	11.0	11.0	11.0	11.0	12.0	12.0	-
Sewer	9.0	11.0	11.0	11.0	11.0	11.0	11.0	10.0	11.0	11.0	11.0	-
Totals	108.0	111.5	114.0	117.5	119.0	121.0	126.5	124.5	126.5	129.0	131.5	2.5

PROPOSED 2024 BUDGET BREAKDOWN

ADMINISTRATIVE & ALL OTHER	3,370,925
POLICE	7,118,262
FIRE	2,859,394
HIGHWAY (BLDGS, SNOW, LIGHTS)	2,420,474
SANITATION & TRANSFER STATION	1,391,484
PARKS & RECREATION	1,164,614
GENERAL EMPLOYEE BENEFITS	4,751,365
GENERAL DEBT	2,342,133
WATER	4,243,011
SEWER	5,293,477
TOTAL	34,955,139



THANK YOU

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