

70

00:04:05.580 --> 00:04:16.560

Mayor Samwick: Alright, so let's call this for work session to order. I just want to say a couple of words before we move forward with the budget work session, the board appreciates it may be somewhat awkward.

71

00:04:17.160 --> 00:04:22.980

Mayor Samwick: To have this meeting. Prior to discussing the unacceptably long utility outage that we've been living through for over a week.

72

00:04:24.390 --> 00:04:26.340

Mayor Samwick: It is very important to discuss the storm.

73

00:04:26.490 --> 00:04:27.840

And the resulting struggles

74

00:04:28.860 --> 00:04:41.070

Mayor Samwick: That we've had restoring power and we certainly will do soda Village Board meeting that will follow this budget work session at 7pm this evening, I believe that the login information for for that zoom meeting is identical to this one.

75

00:04:43.290 --> 00:04:52.350

Mayor Samwick: For now, it's also important that we focus on the village budget before we begin this budget work session. I'd like to commend and thank the village manager and treasurer for their

76

00:04:52.770 --> 00:04:58.560

Mayor Samwick: Work on stabilizing village finances during the pandemic and the resulting economic crisis.

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00:04:59.370 --> 00:05:07.320

Mayor Samwick: The village manager and Treasurer have decades of experience dealing with financial and economic turmoil and it helped steer us in a very constructive direction.

78

00:05:07.830 --> 00:05:24.660

Mayor Samwick: First by estimating budget impacts and creating reserves to cover anticipate any revenue shortfalls and then by continuing to refine continue to refine the villages planning to reflect the changes that we see is the pandemic and associated economic difficulties continues to unfold.

79

00:05:26.400 --> 00:05:38.340

Mayor Samwick: As we will discuss this evening. There are a number of revenue line items that appear to be coming in more favorably than originally estimated and there are a few mostly centered around parking that look likely to come in less favorable

80

00:05:39.660 --> 00:05:47.940

Mayor Samwick: There have also been other favorable items that will help us build our covert reserves. Further, including a positive close out of fiscal year 1920 budget.

81

00:05:48.540 --> 00:05:57.030

Mayor Samwick: And continued budget support remaining in austerity operating mode. Both of these items are directly related to the strong fiscal management of the village.

82

00:05:58.290 --> 00:06:04.410

Mayor Samwick: By village manager and the treasurer. I'd like to turn it over to trust the era. So I think wants to say a few words as well.

83

00:06:05.460 --> 00:06:15.930

Trustee Arest: Thank you Mary I actually would like to turn it over to the village manager and treasurer and I will have a brief comment after their presentation and we can turn it over to trustees for their questions and comments.

84

00:06:17.910 --> 00:06:19.650

Village Manager Pappalardo: Hey, thank you. Just the IRS.

85

00:06:20.760 --> 00:06:21.150

Village Manager Pappalardo: So,

86

00:06:21.810 --> 00:06:25.410

Village Manager Pappalardo: Mary Lou and I have put together a presentation for the board tonight.

87

00:06:26.610 --> 00:06:33.420

Village Manager Pappalardo: There are four distinct agenda items that you have on your agenda page. The first two Mary Lou.

88

00:06:34.680 --> 00:06:43.410

Village Manager Pappalardo: Are actually the first three Mary Lou is going to handle and I'll handle the last one. So, you know, we want to start with looking at. Oops.

89

00:06:45.630 --> 00:06:47.040  
Village Manager Pappalardo: Oh, a loan. Okay.

90  
00:06:47.490 --> 00:06:47.790  
Treasurer McClure: All right.

91  
00:06:48.720 --> 00:06:59.100  
Village Manager Pappalardo: Yeah 11 jumped the gun a little bit, but we're on we're on slide we're on the cover page for slide one Mary Lou is going to take us through. We have the preliminary operating, operating budget.

92  
00:07:00.600 --> 00:07:08.730  
Village Manager Pappalardo: revenue and expense results for the fiscal year that ended may 31 2020 fiscal year 1920

93  
00:07:10.200 --> 00:07:16.530  
Village Manager Pappalardo: These with the audit the the Autodesk orders have been here and they've done their preliminary audit.

94  
00:07:17.220 --> 00:07:32.430  
Village Manager Pappalardo: They're working on finalizing it and we've got a meeting scheduled. I believe with the board sometime in September to hear from the auditors, so she'll take you through that. And then from there, we're going to look at what we can, in terms of our results of the first quarter for

95  
00:07:33.510 --> 00:07:33.720  
Village Manager Pappalardo: The

96  
00:07:35.640 --> 00:07:43.740  
Village Manager Pappalardo: The fiscal year. We've got actually for the first two months of the first quarter in June and July Mary little look at the revenues and she's, she's

97  
00:07:45.030 --> 00:07:54.360  
Village Manager Pappalardo: She's developed a third scenario with certain assumptions to build on the first two that she did back in back in March.

98  
00:07:55.620 --> 00:08:04.860  
Village Manager Pappalardo: And then she's going to talk about offsets to anticipated revenue losses and and assignments to the capital budget and I'll talk a little bit about the capital budget.

99  
00:08:06.000 --> 00:08:13.770

Village Manager Pappalardo: project status. So I'll turn it over to Mary Lou. At this point, and she can take us through that. The first section Mary Lou.

100

00:08:14.100 --> 00:08:15.510

Treasurer McClure: Oh, thank you very much, Steve.

101

00:08:17.550 --> 00:08:22.170

Treasurer McClure: Here's our, our starting point. The 1920 preliminary urine budget results.

102

00:08:23.280 --> 00:08:29.460

Treasurer McClure: What I would like to do before we get into that as we move to the next slide a loan.

103

00:08:31.380 --> 00:08:33.660

Treasurer McClure: What I want to do is take a step back and say,

104

00:08:35.070 --> 00:08:43.020

Treasurer McClure: Where were we last April, when we start when the board asked had asked the manager to

105

00:08:44.580 --> 00:08:58.560

Treasurer McClure: You know, to detail what we had that we could do to meet the challenge that we knew we were going to be dealing with and there are three three places, if you will, and our financials, that we would look to

106

00:08:59.970 --> 00:09:24.090

Treasurer McClure: To this, the first thing the manager did was to restrict spending in both departmental funds and a non departmental funds and those restrictions added up to 1,255,000 we anticipated personal savings personal services savings of 185,000 and what we did is we took \$1,440,000 out of

107

00:09:25.590 --> 00:09:30.840

Treasurer McClure: The budgetary accounts for the village and put them into a contingency account.

108

00:09:31.920 --> 00:09:33.900

Treasurer McClure: Now the. The board also

109

00:09:35.760 --> 00:09:42.660

Treasurer McClure: You know, made some tentative budget adjustments to the to the sum of \$340,000

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00:09:43.860 --> 00:09:58.620

Treasurer McClure: Those were for the budget and what they did at the time was to reduce the tax rate that we were looking at by the impact of the \$340,000 so that was a

111

00:09:59.460 --> 00:10:11.250

Treasurer McClure: You know, that was an impact that taxpayers would realize when we build the taxes in July. So it's an immediate impact, if you will. And in addition to that, finally.

112

00:10:11.910 --> 00:10:29.010

Treasurer McClure: There was a balance sheet impact that we were able to identify and these are capital projects the funds that we had reserved for capital projects that were reserved for or appropriate not appropriate it that

113

00:10:30.150 --> 00:10:33.180

Treasurer McClure: That were set up for transfer to capital.

114

00:10:36.090 --> 00:10:44.400

Treasurer McClure: We identified capital projects that we felt were imminent at that we're going to need cash for

115

00:10:45.480 --> 00:11:05.610

Treasurer McClure: These were funds that we had segregated over time in the fund balance. Now, as a response to covert 19 we looked at these projects and said, Either they can be deferred or they can be funded in with debt and that would free up \$1,705,000 in cash.

116

00:11:06.780 --> 00:11:18.090

Treasurer McClure: So basically we had three different parts of our financials that we used to identify what we could immediately use

117

00:11:19.260 --> 00:11:41.640

Treasurer McClure: To reduce the impact of covert 19 the first port 819 20 reduction in expenditures, the reduction by reducing basically the general fund budget for 2021 which basically reduced the tax rate increase and RE. RE assigning

118

00:11:42.720 --> 00:11:46.050

Treasurer McClure: Funds in the fund balance that could be used

119

00:11:47.310 --> 00:11:54.990

Treasurer McClure: To meet immediate needs and that were eligible for debt funding if we go to the next slide.

120

00:11:55.110 --> 00:11:59.490

Village Manager Pappalardo: Okay hold on one second. There. Mary Lou. I just, I just want to point out that in the

121

00:12:00.750 --> 00:12:15.960

Village Manager Pappalardo: In the number one for the 1920 expenditures that third line was anticipated personal services savings and we're showing in that last section of summary under summary of actions that we actually realized those savings. So

122

00:12:17.640 --> 00:12:28.290

Village Manager Pappalardo: All of that all of the all of those adjustments that we that we made that was one that was an assumption, but we did realize that saving. So we were able to take that and show it here.

123

00:12:30.810 --> 00:12:32.160

Treasurer McClure: A long if you could please

124

00:12:36.960 --> 00:12:40.710

Treasurer McClure: Okay, this is a regular report that I provide to the board.

125

00:12:42.960 --> 00:12:46.770

Treasurer McClure: What it is, is it's the summary of

126

00:12:47.790 --> 00:13:01.200

Treasurer McClure: Non tax revenues. It's everything all the revenue accounts, except for the taxes and these are very important to the village, they have become more important over the years.

127

00:13:02.280 --> 00:13:08.850

Treasurer McClure: As the board looks to find other sources of revenue for the village than property taxes.

128

00:13:10.080 --> 00:13:26.820

Treasurer McClure: The main items that we would want to look at with something like this would be with main sources of non tax revenues would be sales tax building permits mortgage tax, those are those are the big items for the most part.

129

00:13:29.220 --> 00:13:45.780

Treasurer McClure: What I would say about this is that in a loan. I can't, I don't have a full screen here, so I can't exactly highlight what I would like. But what I, what I want to show people would be if you take a look at

130

00:13:48.270 --> 00:13:48.840

Treasurer McClure: The

131

00:13:50.460 --> 00:13:51.930

Treasurer McClure: Let me just back up over here.

132

00:13:56.040 --> 00:14:09.750

Treasurer McClure: Okay, we have parking permits and meters and recreation fees. Okay. If the parking permits and meters. Sell Short by 200 and almost 240 \$6,000 those

133

00:14:10.530 --> 00:14:26.850

Treasurer McClure: Got that, frankly, and that's that. Let me just back up here and say the top section is for 1819 the bottom section here is for 1920. So these are actual audited results for

134

00:14:29.160 --> 00:14:36.840

Treasurer McClure: For the current month for the previous year, at this point, our parking permits and meters were impacted

135

00:14:38.490 --> 00:14:38.850

Treasurer McClure: By

136

00:14:39.900 --> 00:14:51.360

Treasurer McClure: Starting in the middle of March, and basically we realized almost no parking meter revenue for a two month period so that that had an impact there.

137

00:14:52.020 --> 00:15:02.220

Treasurer McClure: In the amount of roughly 240 \$6,000 have been he thought, if you look at your recreation fees, all of the recreation programs for the spring.

138

00:15:02.760 --> 00:15:16.680

Treasurer McClure: were cancelled. Now there is with this is the revenue side only. I want to emphasize that, yes, we, we didn't have a shortfall and recreation revenues of \$340,000

139

00:15:17.250 --> 00:15:30.990

Treasurer McClure: Now whenever there's an office out on the expenditure side. We're just focused here on non tax revenue. So I'm not looking at the expenditure side here. Now, if we follow down a little bit further and look at the court finds

140

00:15:33.300 --> 00:15:35.040

Treasurer McClure: You will see the court fines.

141

00:15:36.180 --> 00:15:40.290

Treasurer McClure: fell short by 330 \$6,000 now some of that.

142

00:15:41.460 --> 00:15:42.630

Treasurer McClure: You know, you're also

143

00:15:44.790 --> 00:15:51.840

Treasurer McClure: Looking at a total shutdown of court operations. So there was no revenue whatsoever from that source.

144

00:15:53.070 --> 00:16:07.830

Treasurer McClure: Until June. Okay. And we have a very nominal amount of revenue that came in in June, and that was related to the prior months things that had been in progress at that point, which were finally concluded, but they were very nominal

145

00:16:08.850 --> 00:16:17.340

Treasurer McClure: We have an offset on sale of equipment and insurance recovery. OK, so those we have some content money, come in. Last year we had some very good

146

00:16:18.420 --> 00:16:39.540

Treasurer McClure: Revenues related to overtime reimbursement for special details for the police and again that relates to utility work on gas mains and other you know other miscellaneous activities there that require our police to direct traffic.

147

00:16:40.980 --> 00:16:41.850

Treasurer McClure: The net result.

148

00:16:43.050 --> 00:16:47.970

Treasurer McClure: For non tax revenues for 2019 2020 was

149

00:16:49.110 --> 00:16:54.540

Treasurer McClure: An excess over the budgeted amount of 270 \$9,000 so that

150

00:16:56.280 --> 00:17:10.800

Treasurer McClure: You know the results for 1920 we're actually very close to budget, as is often the case in these situations, we have some categories that come up short. And we have some that make up for

151

00:17:11.370 --> 00:17:12.210

The shortfall.

152

00:17:13.800 --> 00:17:26.610

Treasurer McClure: That held true for 1920 2021 is going to be challenged here and will not be the same. We don't expect the same results. Now if we could go to the next slide please.

153

00:17:33.600 --> 00:17:36.240

Treasurer McClure: Okay, this is my preliminary

154

00:17:37.890 --> 00:17:43.800

Treasurer McClure: fund balance estimate and analysis. So we have various categories of fund balance. Okay.

155

00:17:45.720 --> 00:17:47.100

Treasurer McClure: They're. They're required

156

00:17:49.710 --> 00:17:59.790

Treasurer McClure: reserves for encumbrances reserve or pre paid health insurance and other could be, you know, a prepaid expenses of one sort or the other.

157

00:18:00.810 --> 00:18:10.830

Treasurer McClure: designated for subsequent years expenditures, which is something that I'm sure you're all familiar with from our budget that's 1,023,000 as of May 31 2020

158

00:18:12.480 --> 00:18:18.810

Treasurer McClure: Now we have designated and I'm going to skip one here it designated for contractual obligations. We have a number of

159

00:18:20.190 --> 00:18:22.650

Treasurer McClure: Open obligations that we are

160

00:18:23.790 --> 00:18:27.270

Treasurer McClure: You know, reserving money for or designating money for

161

00:18:28.410 --> 00:18:44.790

Treasurer McClure: Additionally, we have some concerns about what the pension system is going to do, what kind of an estimate. We are going to receive and normally that estimate is something that we would get about in October. Hopefully the pension.

162

00:18:45.810 --> 00:18:52.380

Treasurer McClure: Folks will get the information to a sooner but I really am not sure that they will be able to do that.

163

00:18:53.820 --> 00:19:04.740

Treasurer McClure: Then we have two other fairly minor items. And then we then we come up to the unreserved and on designated figure of 8,359,000 in total.

164

00:19:06.600 --> 00:19:07.740

Treasurer McClure: Now we're fun balance.

165

00:19:08.970 --> 00:19:16.920

Treasurer McClure: Is \$15,732,393 now that is an increase over the prior year.

166

00:19:18.540 --> 00:19:24.450

Treasurer McClure: Both in dollars and in percentages as a percent of budget, we're looking at 14 point 11%

167

00:19:26.010 --> 00:19:26.910

Treasurer McClure: Looking at

168

00:19:27.960 --> 00:19:29.310

Treasurer McClure: Looking at our

169

00:19:30.900 --> 00:19:36.780

Treasurer McClure: You know the challenges ahead. The you know we we looked at a number of

170

00:19:37.980 --> 00:20:01.740

Treasurer McClure: You know areas. One of which is designated for future capital projects. And what I would like to say that that number was increased from 2,574,000 to 4,183,000 okay and we'll get to that a little

bit later, but that is very largely a product of our efforts to set up research.

171

00:20:02.790 --> 00:20:15.330

Treasurer McClure: For, you know, for the coming challenges ahead. So we have a fairly minor increase in the unresearched and and designated fun balance which frankly, we're glad to have because

172

00:20:16.020 --> 00:20:24.000

Treasurer McClure: As you people have all been living through this, we have gone through a terrible storm with a typical aftermath that

173

00:20:25.140 --> 00:20:30.510

Treasurer McClure: You know the delay in getting power to our taxpayers and our residences.

174

00:20:32.460 --> 00:20:39.720

Treasurer McClure: Something that will cost. Well, all the damage around the village will cost the village quite a bit of money to

175

00:20:41.460 --> 00:20:53.850

Treasurer McClure: To, you know, offload on to the county the County of course will charge us, this will probably result in an over budget situation for

176

00:20:54.900 --> 00:20:57.960

Treasurer McClure: The, you know, the waste products that we deliver to the county

177

00:20:59.340 --> 00:21:08.340

Treasurer McClure: Some of it may be reimbursed from the federal government, but our experience with that is that it can take two to three years before we see any kind of a reimbursement

178

00:21:09.300 --> 00:21:18.780

Treasurer McClure: So we have, we felt it was, you know, before the storm we felt it was important to have a strong unreserved and and designated fund balance and

179

00:21:20.100 --> 00:21:23.760

Treasurer McClure: Now we've had the storm. So I think we're going to be glad to have it.

180

00:21:24.870 --> 00:21:35.730

Village Manager Pappalardo: Yeah, I mean, I agree with you. And yeah, there will be considerable expense is not only for the consulting fees for all the yard waste that we are we're bringing in

181

00:21:37.110 --> 00:21:56.070

Village Manager Pappalardo: You know, but also for the overtime, that is being spent right now for our emergency services departments and damage to village property as well. So yeah, I mean there's certainly I thought was, you know, justified, even before the storm hit, but certainly, certainly. Now at this level.

182

00:21:57.540 --> 00:22:02.790

Village Manager Pappalardo: And if you recall it. I know you do. Mary Lou Moody's last year and we had our conversation we got their

183

00:22:03.240 --> 00:22:11.100

Village Manager Pappalardo: Their report from them did did make a comment that for a AAA. They thought that our phone balance was a bit low. But their positive comment was that

184

00:22:11.580 --> 00:22:27.030

Village Manager Pappalardo: Because of our low debt service and our assignment of of some of the unassigned and designated fund balance on an annual basis for capital projects to reinvest in the community. They felt that it was that they felt that it was justified so

185

00:22:28.230 --> 00:22:30.780

Village Manager Pappalardo: I think that's a point that should be taken as well, you know,

186

00:22:31.230 --> 00:22:34.680

Treasurer McClure: Take a loan. If we could move to the next slide please.

187

00:22:37.170 --> 00:22:37.530

Okay.

188

00:22:38.700 --> 00:22:42.420

Treasurer McClure: This is another report that I provide to the board on a regular basis.

189

00:22:43.740 --> 00:22:44.430

Treasurer McClure: This is

190

00:22:45.480 --> 00:23:01.830

Treasurer McClure: A list are both a summary of our general fund revenues and expenditures. And what it shows. And let me just look at June 1 and comment on the revenues there because the expenditures are really very much what we anticipate

191

00:23:03.930 --> 00:23:05.910

Treasurer McClure: The revenues for June.

192

00:23:07.140 --> 00:23:17.610

Treasurer McClure: Were impacted in two areas. One of which is the parking permit sales, which, as many of you know, have been deferred until September.

193

00:23:17.970 --> 00:23:28.230

Treasurer McClure: And the, the validity of the current parking permits have been extended through the end of September with new permits to take a to take effect in October.

194

00:23:28.890 --> 00:23:45.060

Treasurer McClure: The other piece of that the reduction in expenditures relative to last year is the cancellation of the recreation summer camps of both the all the day camps were were cancelled.

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00:23:46.170 --> 00:23:47.700

Treasurer McClure: The main day camps anyway.

196

00:23:48.870 --> 00:24:02.100

Treasurer McClure: As well as the team travel camp now. The Recreation Department is hoping to get some camps in towards the end of the summer. But what we are looking at here is that the bulk of the revenue related to the camps.

197

00:24:03.630 --> 00:24:13.020

Treasurer McClure: Didn't happen again expenses didn't happen. So there is a very, you know, there's a very big offset to this on an overall basis.

198

00:24:17.160 --> 00:24:19.350

Treasurer McClure: Our expenditures

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00:24:20.640 --> 00:24:39.150

Treasurer McClure: Are really very much in line with where they should be our revenues are down from 75.4% to 78% so yes they're down but we you know we are hoping to make up some of that ground as we go through the year.

200

00:24:41.910 --> 00:24:42.270

Treasurer McClure: Now,

201

00:24:43.830 --> 00:24:46.020

Treasurer McClure: One of the questions that came to me.

202

00:24:47.040 --> 00:24:49.770

Treasurer McClure: You know, when I was preparing the information

203

00:24:51.120 --> 00:24:58.140

Treasurer McClure: Was relative to the employee benefit retirement account which has a negative 870 \$5,000 for the month of June.

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00:24:59.190 --> 00:25:11.040

Treasurer McClure: We are on a modified accrual basis of accounting so that I am required to accrue anticipated retirement expense for the month of April and May.

205

00:25:12.120 --> 00:25:24.150

Treasurer McClure: And those those estimates are reversed during the month of June. So that's why you see a negative number there. It's an annual event I reverse and approval and then I do an accrual for the following year.

206

00:25:25.170 --> 00:25:32.790

Treasurer McClure: So, it pretty much. It doesn't wash, but it really it's just in timing. Some of these items.

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00:25:34.560 --> 00:25:37.050

Treasurer McClure: Okay, I think that

208

00:25:38.670 --> 00:25:43.260

Treasurer McClure: We can proceed to the next slide. Okay, this is

209

00:25:44.460 --> 00:25:55.950

Treasurer McClure: After talking to various department heads and looking at some of the numbers that are out there now and are there isn't too much out there for, for us to look at, but

210

00:25:57.540 --> 00:26:21.000

Treasurer McClure: I wanted to put together scenario three assumptions. Now our sales tax. If you recall from scenarios, one and two. We had

reduced our projected revenue by \$900,000 which effectively wiped out the impact of a 1% sales tax increase. Now, where do we stand now. Okay.

211

00:26:22.890 --> 00:26:29.790

Treasurer McClure: The sales tax revenue that we probably got in about April. I'm sorry, August 5 or sixth

212

00:26:31.110 --> 00:26:37.650

Treasurer McClure: Was very much on a par with last year. Okay, so I think we were up just fractionally

213

00:26:39.510 --> 00:26:57.480

Treasurer McClure: Which which is good news because it had two very bad months in April and May sales tax revenue was pretty dismal June showed a pretty significant recovery. So I'm at this point I'm going to stick with my estimate of

214

00:26:58.650 --> 00:27:08.280

Treasurer McClure: Of reducing our sales tax revenue by 900,000 now I'm parking permits and parking parking meters.

215

00:27:09.870 --> 00:27:21.420

Trustee Lewis: Mary Lou, forgive me for interrupting. But what you just said is very helpful to me maybe as you go through it to continue to do so. So in scenario three the sales tax reduction is consistent with scenarios went into

216

00:27:21.930 --> 00:27:22.320

Treasurer McClure: Yes.

217

00:27:22.800 --> 00:27:27.000

Trustee Lewis: Got it. Okay, so just as you go through that, if you could keep pointing those differences out to us that was

218

00:27:27.450 --> 00:27:38.040

Treasurer McClure: Right, I don't I don't happen to have the other scenarios in front of me, but I do remember that the numbers were these numbers are in some cases considerably worse. Okay.

219

00:27:38.490 --> 00:27:39.090

Trustee Lewis: Thank you. Right.

220

00:27:39.690 --> 00:27:41.010

Treasurer McClure: parking meter fees.

221

00:27:42.120 --> 00:27:42.780

Treasurer McClure: Again,

222

00:27:44.550 --> 00:27:50.340

Treasurer McClure: You know, I, I said, Okay, we're going to lose 50% of the revenue. I think that is

223

00:27:51.600 --> 00:27:52.290

Treasurer McClure: Probably

224

00:27:53.640 --> 00:28:10.440

Treasurer McClure: A little worse than the last time around, because you know the activity in downtown Scarsdale has been fairly nominal for it's improving because and I know that because I have to go hunting for a parking space when I go to the bank and that's good news, but

225

00:28:11.970 --> 00:28:19.920

Treasurer McClure: On the other hand, you know, we've The Village Board has taken steps to encourage people to get downtown to patronize our

226

00:28:20.640 --> 00:28:34.230

Treasurer McClure: Merchants and to, you know, frankly, enjoy themselves down there. It gives everybody a place to go things to do and and from what I see people seem to be doing it. So that's a good that's good news. The parking permits.

227

00:28:36.450 --> 00:28:47.820

Treasurer McClure: On because of the deferral of the sale of parking permits. Okay. Well, we'll see. We expect to see revenue in September and probably again.

228

00:28:49.440 --> 00:28:51.630

Treasurer McClure: In the middle of the year, it would would be December.

229

00:28:52.680 --> 00:28:59.040

Treasurer McClure: But I don't believe that we are going to to sell or realize revenue.

230

00:29:00.690 --> 00:29:13.440

Treasurer McClure: That we had expected in the scenarios one into okay I think scenario one I presume that we would lose one third of the revenue scenario to I believe was two thirds of the revenue from parking permits.

231

00:29:14.220 --> 00:29:27.810

Treasurer McClure: And here when I looked at straightway and Christy. If you notice I've taken. I'm assuming we're only going to sell 31% of the revenue. Now I could be wrong i but i would really rather be wrong on the upside.

232

00:29:28.950 --> 00:29:32.010

Treasurer McClure: You know, I talked to any number of people there have been

233

00:29:33.360 --> 00:29:46.440

Treasurer McClure: Companies that have announced that they don't want their employees community into the city until January, it's and, you know, so some of this is anecdotal, but I think I'm hearing enough of the same kind of information that

234

00:29:47.730 --> 00:29:57.870

Treasurer McClure: That I felt it was appropriate to reduce that revenue estimate valet parking like again. I said, Okay, we're going to lose at least six months of the revenue.

235

00:29:59.580 --> 00:30:05.100

Treasurer McClure: And actually, I've assumed a little bit more than six months of the revenue here when you look at the numbers. So

236

00:30:06.120 --> 00:30:22.350

Treasurer McClure: The parking permits for the open lots, I believe, will not be impacted quite so much because there may be situations where our residents will need to go into the city, but they don't want to pay for a

237

00:30:23.820 --> 00:30:44.580

Treasurer McClure: Rep a parking permit for either Christie or freight way that would assume daily use. This would allow residents to use it as needed. So on an overall basis, on a parking total revenue of 2,000,430 5000 I am assuming that we would lose almost a million for

238

00:30:46.200 --> 00:30:47.760

Treasurer McClure: Now to continue

239

00:30:47.820 --> 00:30:50.610

Village Manager Pappalardo: Words, can I just interrupt you for just one second, just to

240

00:30:50.880 --> 00:31:08.460

Village Manager Pappalardo: I want to remind the board that we will be selling parking permits starting in September for October one. So we should be better informed at the end of next month as to these assumptions based on the sales of all of these permits freeway Christie.

241

00:31:09.570 --> 00:31:12.090

Village Manager Pappalardo: As well as the open lots. Mm hmm.

242

00:31:12.930 --> 00:31:32.940

Treasurer McClure: That's a good point. Steve Okay, now the next category is mortgage tax and the hundred thousand dollar presumed loss in revenue. There is consistent with scenarios, one and two, if, if I'm recalling correctly. That one really bothers me because I believe there's a lot of upside there.

243

00:31:34.200 --> 00:31:37.020

Treasurer McClure: You know the real estate market is very active.

244

00:31:38.640 --> 00:31:44.160

Treasurer McClure: You know i i know realtors, and I also am familiar with a number of attorneys who are

245

00:31:45.390 --> 00:31:52.020

Treasurer McClure: calling us and, you know, talking about the impact of, you know, one change or the other, that the board has made

246

00:31:52.650 --> 00:32:06.960

Treasurer McClure: And that they are having many closings so I am sitting here hoping that those people who come into Scarsdale and purchase a home are not doing it on a cash basis, please all take a mortgage, I can use the revenue.

247

00:32:08.070 --> 00:32:24.990

Treasurer McClure: But I, you know, just again from what I'm hearing from a variety of sources. I am hopeful that we will meet our \$1.6 million mortgage tax estimate, but for conservatism sake. I'm knocking \$100,000 off building permits same deal.

248

00:32:26.040 --> 00:32:33.510

Treasurer McClure: I think when we have people come in to the village. If they purchase a home. They may be looking to

249

00:32:35.340 --> 00:32:41.490

Treasurer McClure: You know, continue to make improvements to that home now. We have a little bit of a

250

00:32:43.470 --> 00:32:55.200

Treasurer McClure: Whole art of planner was able to arrive. Sorry. Our plan reviewer was able to catch up on the plans during the lockdown.

251

00:32:57.270 --> 00:33:06.750

Treasurer McClure: But people were unable to submit new plans for building permits until we reopen for business. Now, I do know that there is a backlog.

252

00:33:08.100 --> 00:33:09.090

Treasurer McClure: In the plans.

253

00:33:10.140 --> 00:33:16.260

Treasurer McClure: So hopefully as we catch up with those more more plans will come in, we, we will be able to

254

00:33:17.430 --> 00:33:27.480

Treasurer McClure: Catch up on the issuance of building permits for improvements to the properties. So I'm I am hopeful that building permits and mortgage tax.

255

00:33:27.990 --> 00:33:38.430

Treasurer McClure: Will show improvements over what I'm doing here, which is a fairly big, you know, it's a conservative number. It's the reduction for fights.

256

00:33:39.180 --> 00:33:52.200

Treasurer McClure: Okay, the New York City or the New York State court system. Steve, I don't think this has changed during my absence, Steve, but they have not reopened. They've reopened very limited Lee for criminal

257

00:33:52.230 --> 00:34:00.690

Village Manager Pappalardo: Matters right open for criminal matters, but for V AMP t, which is, you know, where we bring in more revenue they have not, they have not reopened for business. The

258

00:34:02.130 --> 00:34:07.680

Village Manager Pappalardo: The county courts have not allowed for it yet yeah of course administration has not allowed for that yet. Yeah.

259

00:34:08.370 --> 00:34:17.550

Treasurer McClure: So I think the criminal matters. I think we're determined to be more crucial so however we don't get any money out of it really so

260

00:34:18.660 --> 00:34:27.210

Treasurer McClure: So when the courts do reopen for vehicle and traffic matters, then we should start see seeing an uptick in revenue. But again,

261

00:34:27.960 --> 00:34:41.880

Treasurer McClure: To be conservative and I don't think the reduction of \$200,000 is too far off. We're, we're taking that down interest income is dismal. I was so excited. Last year when I actually started earning a little bit of money.

262

00:34:43.440 --> 00:34:43.830

Treasurer McClure: But

263

00:34:44.880 --> 00:34:46.530

Treasurer McClure: The interest rates are are

264

00:34:48.000 --> 00:34:50.100

Treasurer McClure: I don't want to call them terminal, but they're really bad.

265

00:34:51.990 --> 00:35:03.810

Treasurer McClure: Alarm permits were down \$5,000 actually we're really knocked down \$5,000 but during the course of the year, we often see requests for refunds as people close out their alarm systems.

266

00:35:04.710 --> 00:35:16.020

Treasurer McClure: The final those those categories, starting with sales tax and going through alarm permits result in a projected loss or a potential loss of \$3,093,000

267

00:35:16.890 --> 00:35:33.390

Treasurer McClure: Then we go to recreation and as I mentioned earlier, will actually didn't mention earlier because you'll see it on another slide, but Brian grey did an analysis of all of his programs and he has he he provided the estimate

268

00:35:34.410 --> 00:35:53.400

Treasurer McClure: Of, you know, a loss of revenue of 1,197,000 but with an offset in expenditures of 1,000,001 22 for a net loss, a net loss of, you know, \$74,748 now these items all add up.

269

00:35:54.750 --> 00:36:07.440

Treasurer McClure: To 3,168,000. These are not all of our revenue items. These are just the ones that I focused on, and you know, I, you know, when I went back and I looked at some of our statistics.

270

00:36:08.460 --> 00:36:31.380

Treasurer McClure: I did want to point out that at the at the low point in the 2008 to 2010 period, our mortgage tax was a million at \$3,000 okay that was, that was the absolute low point. So we have a very active real estate market, according to the realtors that I've talked to

271

00:36:33.420 --> 00:36:33.900

Treasurer McClure: You know,

272

00:36:35.010 --> 00:36:47.880

Treasurer McClure: I'm, I'm very hopeful that my estimate for mortgage taxes is too conservative, which, you know, I'd like to see more money there. I think it's possible. STEVE, ANY COMMENTS.

273

00:36:48.900 --> 00:36:50.760

Village Manager Pappalardo: I think that's a fair assumption. Mary Lou.

274

00:36:52.800 --> 00:36:57.510

Village Manager Pappalardo: We are seeing an uptick as well in the parking meter fees on the meter side.

275

00:36:58.800 --> 00:37:05.190

Village Manager Pappalardo: So I think that's that's a possibility with that line. We could, we could see a little better than than 50% of the revenue.

276

00:37:05.640 --> 00:37:14.070

Village Manager Pappalardo: But I think, I think these are conservative estimates and, you know, I agree. I think if we're going to see any movement, it would be in the mortgage tax.

277

00:37:14.700 --> 00:37:29.760

Village Manager Pappalardo: And the building permits. I'm a little concerned about the court, I'd like to see, you know, full reopening and more activity there, they, they had a difficult year in 1920 as well. So I'm hoping the \$200,000 there.

278

00:37:31.290 --> 00:37:31.500

Trustee Ross: Yeah.

279

00:37:31.620 --> 00:37:32.130

Oh, is

280

00:37:33.360 --> 00:37:35.010

Village Manager Pappalardo: Is an accurate number. Well,

281

00:37:35.340 --> 00:37:38.760

Treasurer McClure: Okay, I'm a loan, could we move to the next slide please.

282

00:37:40.710 --> 00:37:42.060

Treasurer McClure: Okay, this is where

283

00:37:43.680 --> 00:37:44.070

You know,

284

00:37:45.180 --> 00:37:49.500

Treasurer McClure: I gave it my best shot. I looked at all the information that I could put my hands on.

285

00:37:50.670 --> 00:37:54.450

Treasurer McClure: Again, this is similar to the earlier slide where the top section.

286

00:37:58.560 --> 00:38:09.510

Treasurer McClure: Fiscal Year 1920 oh that's right I'm cut off here. I can't see the final columns of the top section is now 1920 which we looked at in an earlier slide.

287

00:38:11.400 --> 00:38:12.270

Treasurer McClure: As being

288

00:38:14.040 --> 00:38:34.260

Treasurer McClure: You know, the lower slide, we actually came in 270 \$9,000 better than budget. Now we have to look at the 2021 year after looking at some of the assumptions that we made in that earlier slide I think what you're going to see is that again depart.

289

00:38:35.730 --> 00:38:44.790

Treasurer McClure: Parking permits and meters down a million almost a million for recreation fees down a million almost a million to

290

00:38:46.350 --> 00:38:58.620

Treasurer McClure: Then we start coming down to some of the other categories and we have we have variances and in these categories. Some, some good, some bad. The one thing you know court finds

291

00:39:00.150 --> 00:39:12.510

Treasurer McClure: The Court fine category covers a number of different revenue lines so it doesn't show as as a \$200,000 reduction in your summary here, but there are you know there are some slight offsets there.

292

00:39:13.830 --> 00:39:24.990

Treasurer McClure: But the other the other piece that I want to point out here is the line for sale of equipment and insurance recovering as a budget of \$810,000 okay

293

00:39:26.310 --> 00:39:26.580

Trustee Ross: The

294

00:39:26.700 --> 00:39:42.060

Treasurer McClure: new revenue for that line is almost \$670,000 and that's the big impact on that line. There are two big impact. One was that we booked \$498,000 \$496,000 I think in revenue from Con Ed.

295

00:39:43.650 --> 00:39:48.240

Treasurer McClure: Which related to the paving work which the board has

296

00:39:49.560 --> 00:39:57.960

Treasurer McClure: has appropriated to capital for further paving work that's that was in the second meeting in June, I believe, Steve.

297

00:39:58.200 --> 00:39:58.920

Village Manager Pappalardo: Yes, it was.

298

00:39:59.280 --> 00:40:10.950

Treasurer McClure: Okay. In addition to that, we had an insurance recovery of \$103,000 related to the damage to the traffic intersection last year at

299

00:40:11.370 --> 00:40:12.480

Village Manager Pappalardo: Scottsdale Avenue. Yeah.

300

00:40:12.630 --> 00:40:16.170

Treasurer McClure: Yeah, so those two items or non recurring

301

00:40:17.490 --> 00:40:17.850

The

302

00:40:19.290 --> 00:40:23.130

Treasurer McClure: Economy of receipt that there's there's an exactly offsetting

303

00:40:24.450 --> 00:40:33.060

Treasurer McClure: Expenditure so when I go through all of these categories and because I can't see the right column here. I'm sorry.

304

00:40:34.230 --> 00:40:41.070

Treasurer McClure: But we look at a number of these things again sales tax distribution.

305

00:40:43.470 --> 00:40:50.640

Treasurer McClure: You know I'm sticking with my \$900,000 there I've mentioned these other lines we have

306

00:40:52.380 --> 00:41:01.440

Treasurer McClure: Recreation. Well, we basically talked about the major ones. I do believe, frankly, that some of these other lines may come back.

307

00:41:02.550 --> 00:41:03.030

Treasurer McClure: And

308

00:41:04.620 --> 00:41:08.880

Treasurer McClure: There's if you know and we may see some really nice revenue come in.

309

00:41:09.930 --> 00:41:12.570

Treasurer McClure: In part from delinquent taxes.

310

00:41:13.770 --> 00:41:27.120

Treasurer McClure: Our public our case, our cable TV revenues have been actually very you know better than we expected because everybody's been stuck at home. So, okay.

311

00:41:28.170 --> 00:41:30.360

Treasurer McClure: Getting a lot of use of our cable TV.

312

00:41:33.270 --> 00:41:38.460

Treasurer McClure: Facilities here on an individual basis. So the homeowners are getting a lot of screen time there.

313

00:41:38.820 --> 00:41:40.230

Village Manager Pappalardo: Are you got to keep ordering those

314

00:41:41.460 --> 00:41:42.990

Village Manager Pappalardo: Those shows that costs more money.

315

00:41:43.410 --> 00:41:43.830

Yes.

316

00:41:46.770 --> 00:41:47.700

Village Manager Pappalardo: Movies on demand.

317

00:41:48.120 --> 00:42:01.800

Treasurer McClure: Yep. So, you know, we, we've been getting you know we we had expected that revenue to drop off, but it has not, and I'm very happy to say it has not so we know that won't continue forever, but we'll take what we can get

318

00:42:03.510 --> 00:42:06.420

Treasurer McClure: Departmental fees are, you know, pretty much.

319

00:42:08.670 --> 00:42:11.670

Treasurer McClure: I think we're, we're going to, you know, we'll be okay with those

320

00:42:12.930 --> 00:42:18.600

Treasurer McClure: You know, we'll see some of those departmental fees and also licenses and permits.

321

00:42:20.010 --> 00:42:39.930

Treasurer McClure: I think license, you know, the licenses and permits that big piece there is building permits and on that basis. I'm showing 1,000,008 32 even though I knocked \$100,000 off building permits. So I think that will see other permits helping to offset that.

322

00:42:41.610 --> 00:42:43.920

Treasurer McClure: Okay, we've talked about port fines.

323

00:42:45.120 --> 00:42:52.110

Treasurer McClure: Mortgage tax, I cried when I put that number in because it really, I do believe that will do better state aid.

324

00:42:54.420 --> 00:42:57.930

Treasurer McClure: We have what we call a related aid, it used to be.

325

00:42:59.820 --> 00:43:13.350

Treasurer McClure: Just state aid that we we took in New York state change their formula and eliminated or unrestricted state aid which amounted to about 100 and

326

00:43:15.480 --> 00:43:19.290

Treasurer McClure: Whatever it is about 150 8000 or something like that.

327

00:43:21.240 --> 00:43:22.920

Treasurer McClure: 186,000. I'm sorry.

328

00:43:24.630 --> 00:43:34.980

Treasurer McClure: If it, if that particular type of a was less than 2% of our budget. So what they do now is to take to take that money right off the top of whatever

329

00:43:36.210 --> 00:43:43.650

Treasurer McClure: Sales tax we would expect to receive so you know it's New York State has again.

330

00:43:44.970 --> 00:43:47.460

Treasurer McClure: taking money away from villages, so

331

00:43:49.050 --> 00:44:00.270

Treasurer McClure: That's pretty much it for that slide again. I do believe that on an overall basis. What we will see is if we have losses in one category we have been able

332

00:44:01.080 --> 00:44:18.990

Treasurer McClure: And been fortunate enough to see improvements and other categories. This showing is \$3.5 million shortfall here. I hope it's not that much, but I want to continue with our, our presentation because I think the steps we have taken will give us

333

00:44:20.310 --> 00:44:22.410

Treasurer McClure: You know, the tools to deal with this.

334

00:44:46.110 --> 00:45:06.570

Treasurer McClure: This is again a worksheet that I have presented to the board in the panel to show after discussion with the village manager, what we normally do is to say, Okay, where are the priorities on our capital projects. Where do we need money. And did we have any money from the clothes out

335

00:45:08.310 --> 00:45:28.860

Treasurer McClure: And if in fact we do we have very often appropriated those funds for road repaving bike paths and walkways, that sort of thing. Okay, I don't have. We didn't project anything for those categories this year. What we did do is say, okay,

336

00:45:30.180 --> 00:45:38.400

Treasurer McClure: Of those categories that we identified earlier in this discussion, the million \$440,000

337

00:45:39.450 --> 00:45:50.850

Treasurer McClure: Was money that we initially identified it closed out to fund balance. And not only did that close out to fund balance but we we actually were able to achieve.

338

00:45:53.100 --> 00:46:08.850

Treasurer McClure: And additional money in the amount of it so that it instead of a million for we're now \$2.2 million in monies that we have identified that we have segregated in the capital. The assignment for transfer to capital.

339

00:46:10.350 --> 00:46:24.210

Treasurer McClure: And that will assist us and dealing with Cobra 19 now if you know if if something happens in the economy turns around, tomorrow, we have an absolutely wonderful year than that 2 million to 25 could be redirected

340

00:46:24.780 --> 00:46:45.180

Treasurer McClure: To infrastructure needs of the village, but we felt it was more important for us to segregated here. And if you fall in this slide and you follow it down. Then we have the Hudson River drain. It's a library that service mitigation reserve underground. It's, you know, the various other accounts.

341

00:46:46.500 --> 00:46:56.850

Treasurer McClure: That ended up to \$1,705,000 those or monies that we had identified in one of the earlier slides. If you recall,

342

00:46:58.020 --> 00:47:09.990

Treasurer McClure: That those are projects that we initially set aside cash for that could be changed to debt funding or deferred so that the cash that is represented there could be

343

00:47:11.220 --> 00:47:29.190

Treasurer McClure: redirected to the village needs of dealing with Kobe at 19 so between the 2,225,000 and the million 705 you know you're looking at whatever it is \$3.9 million. Now the other the other part of this that I

344

00:47:30.510 --> 00:47:38.640

Treasurer McClure: Haven't brought up as yet and that's something that Steve and the you know the village treasure would work on during the course of the year.

345

00:47:39.720 --> 00:47:41.040

Treasurer McClure: Would be to

346

00:47:42.330 --> 00:47:57.420

Treasurer McClure: Basically to take a look at austerity measures. Now we have been continuing us to austerity measures, but you know there are always situations that arise that throw a monkey wrench into things, and we can start with the ISA yes

347

00:47:59.040 --> 00:48:06.750

Treasurer McClure: But, you know, so we have to the manager continues to review every single expenditure that departments make

348

00:48:08.010 --> 00:48:21.030

Treasurer McClure: And that's not a source of funds for future that I have brought out yet. I have highlighted here because that's something that will occur during the course of the year. And that's the moment I can't put a number to it.

349

00:48:22.200 --> 00:48:26.490

Village Manager Pappalardo: Still don't think you can. Mary Lou. Yeah. I mean, that's a dynamic and as you said.

350

00:48:27.540 --> 00:48:28.980

Village Manager Pappalardo: Certainly didn't take long.

351

00:48:31.020 --> 00:48:37.020

Village Manager Pappalardo: Where we had a situation that required us to take immediate action and spend money that we otherwise would not have

352

00:48:37.680 --> 00:48:42.030

Village Manager Pappalardo: But again, you know, that's local government. That's one of the reasons why you have fun balance.

353

00:48:42.570 --> 00:48:49.140

Village Manager Pappalardo: And the storms will occur. And we may get more this year. So, and we may get thrown a few more curveballs along the way.

354

00:48:49.530 --> 00:48:56.100

Village Manager Pappalardo: So it's it's why it's very important to have adequate fund balance so that we can react, certainly in this particular case.

355

00:48:56.490 --> 00:49:04.410

Village Manager Pappalardo: And be in a position to do everything we can to help the residents and not have to worry about. You know what our tipping fees going to be to the county for all that brush.

356

00:49:04.770 --> 00:49:12.150

Village Manager Pappalardo: Or the fact that we might have to spend a little more over time that we otherwise wanted to. So having that phone balance there.

357

00:49:13.590 --> 00:49:16.560

Village Manager Pappalardo: You know, helps in the situation. And that's really what it's for.

358

00:49:19.410 --> 00:49:22.110

Treasurer McClure: Steve, can I turn it over to you for the next couple slides.

359

00:49:22.950 --> 00:49:25.530

Village Manager Pappalardo: Yes, sure. A loan.

360

00:49:26.820 --> 00:49:40.290

Village Manager Pappalardo: Okay, so, um, this slide is entitled 2021 capital project status transfer from general fund. So this slide identifies the capital projects to be funded.

361

00:49:41.010 --> 00:49:51.750

Village Manager Pappalardo: Through the general fund transfer to capital. This is the cash transfer that impacts the annual budget and tax levy every year that the board spends a lot of time looking at these projects because of that.

362

00:49:53.130 --> 00:49:55.620

Village Manager Pappalardo: I think there's about 25 projects on this list.

363

00:49:57.270 --> 00:50:07.110

Village Manager Pappalardo: You've got three columns there the first column was the the tentative budget. This was the budget that that that we put together that that Mary Lou when I submitted to the village board.

364

00:50:08.610 --> 00:50:11.940

Village Manager Pappalardo: If you look down at the bottom. Am I controlling. Now, you can do it.

365

00:50:14.130 --> 00:50:26.820

Village Manager Pappalardo: This this bottom number under the tentative column, the total if you move it down there as a million to 42 616. That was the. That was the transfer to the, oops.

366

00:50:29.880 --> 00:50:31.170

Village Manager Pappalardo: You gotta bail me out a loan.

367

00:50:33.450 --> 00:50:38.400

Village Manager Pappalardo: And what you guys have you do is the board have your sheets there okay so

368

00:50:39.510 --> 00:50:44.940

Village Manager Pappalardo: That that number that million to 42 616 was what we had recommended to the village board.

369

00:50:46.200 --> 00:50:49.560

Village Manager Pappalardo: In the tentative budget as this transfer to capital thank you a loan.

370

00:50:51.690 --> 00:50:55.740

Village Manager Pappalardo: From the general fund. When we met with the village board. The board actually

371

00:50:57.540 --> 00:51:11.790

Village Manager Pappalardo: Which is that second column. I'm on the board actually increased the number by \$74,500 to 1,317,000 116 there were a few more projects the board.

372

00:51:12.510 --> 00:51:20.010

Village Manager Pappalardo: felt very strongly about that they wanted to add back in and and and that happened. And we did that. We were set to adopt that budget.

373

00:51:20.850 --> 00:51:27.360

Village Manager Pappalardo: At that level. But then we had covert hit and we we made. We made some changes as Mary Lou went through.

374

00:51:27.780 --> 00:51:36.090

Village Manager Pappalardo: And one of the areas that we we were able to realize some some some money and put and take take some money from this transport of capital.

375

00:51:36.420 --> 00:51:46.710

Village Manager Pappalardo: And place it in that code we reserve phone that we've been talking about was here. So I went through and and found \$300,000 worth of projects and

376

00:51:47.340 --> 00:52:05.310

Village Manager Pappalardo: So when we actually when the board actually adopted the budget at that last meeting in April this transfer to capital from the general fund was it 1,000,017 116 and we had reduce that by 300,000 and that 300,000 as we saw earlier as part of that Kobe Kobe 19 reserve account.

377

00:52:06.990 --> 00:52:16.020

Village Manager Pappalardo: It wasn't my intention here to go through these, you know, these cat. These of capital projects, you know, in a line by line basis. I don't think that's necessary.

378

00:52:16.950 --> 00:52:25.170

Village Manager Pappalardo: I just wanted to point out to the village board the chronology of how this work and how that \$300,000 ended up in the corporate reserve fund.

379

00:52:26.610 --> 00:52:28.410

Village Manager Pappalardo: If we can go to the next slide.

380

00:52:32.340 --> 00:52:40.980

Village Manager Pappalardo: Okay, so I I mentioned to the village board a few times that as we progress through this pandemic that

381

00:52:42.300 --> 00:53:00.330

Village Manager Pappalardo: I was looking at the capital, the capital budget and again these 25 projects which are impacting the bottom line and

looking at each one of them and making decisions at this particular point in time, as to

382

00:53:00.390 --> 00:53:10.770

Village Manager Pappalardo: What I would authorize spend on an immediate basis and those that we would put on hold until we have more actual

383

00:53:12.180 --> 00:53:19.380

Village Manager Pappalardo: Budgetary numbers and we know where we're standing in terms of our financial position in 2021

384

00:53:21.420 --> 00:53:32.220

Village Manager Pappalardo: Again, it wasn't my intention to go through all of these projects right now you have the slides. But if I can just again go through the columns that the million million

385

00:53:34.140 --> 00:53:35.100

Village Manager Pappalardo: That was adopted.

386

00:53:36.360 --> 00:53:39.630

Village Manager Pappalardo: If you look at the third column over projects authorized

387

00:53:41.490 --> 00:53:54.030

Village Manager Pappalardo: So what I'm what i've you know we'll discuss what the department heads is is that I'm freeing up 330 \$3,000 and and and project money here on an immediate basis.

388

00:53:54.840 --> 00:54:05.850

Village Manager Pappalardo: And in the, in the last column. These projects would be put on hold for the time being, and most of them you know I'm saying that we would look at the projects again.

389

00:54:06.450 --> 00:54:15.780

Village Manager Pappalardo: In the third or fourth quarter of the current 2021 fiscal year and make a decision at that time again based on where we are from a budgetary standpoint.

390

00:54:16.440 --> 00:54:29.340

Village Manager Pappalardo: Whether or not we're actually going to spend the money, keeping in mind, of course, that that these capital projects the board knows we have an annual capital, but we also have a five year plan these projects remain funded

391

00:54:30.570 --> 00:54:33.660

Village Manager Pappalardo: Until such time as the money is spent in the project is closed out

392

00:54:34.590 --> 00:54:47.640

Village Manager Pappalardo: Or that money is transferred to some other some other purpose either another capital project, or in this case, if we felt we needed that 680 \$4,000 some that sometime in the third or fourth quarter of this fiscal year.

393

00:54:48.390 --> 00:55:00.690

Village Manager Pappalardo: The board met want to move that back to that Kovac 19 reserve fund and that money would be there to help us offset more critical expenses. So, you know, the capital is discretionary, to a certain extent, I understand that the board is

394

00:55:01.710 --> 00:55:18.660

Village Manager Pappalardo: You know, very concerned about reinvesting you know in in our capital in our infrastructure and making sure that we're doing the right job in that regard, in the villages, always, always operated in that fashion, but these are these are extraordinary times and I think by laying this out.

395

00:55:20.370 --> 00:55:28.830

Village Manager Pappalardo: You know, our staff understands where we're coming from and and what we could have some money there if we need it. And then we don't within further discussion.

396

00:55:29.430 --> 00:55:39.810

Village Manager Pappalardo: With the board. We can start doing some of these other projects the projects that I've authorized if you've noticed are really, you know, fall more into that public health, safety and welfare.

397

00:55:40.440 --> 00:55:48.120

Village Manager Pappalardo: Standard on that we've been talking about since we've been on austerity or otherwise are in dire need. So, you know,

398

00:55:48.540 --> 00:55:58.650

Village Manager Pappalardo: I think that that scooter that we we want to buy for sanitation was one that the that the Village Board added back in if they heard from their public works superintendent that that we have no spares left so

399

00:56:00.480 --> 00:56:01.920

Village Manager Pappalardo: You know that one will purchase.

400

00:56:03.360 --> 00:56:12.660

Village Manager Pappalardo: The bike ways and walkways, we know we've got real problems there. And we've talked about that ad nauseum but it's very important, and we want to get that work done.

401

00:56:13.710 --> 00:56:26.040

Village Manager Pappalardo: So, in any event, that's what I'm showing you here take away from this is the way it's laid out right now we wait till quarters, three and four. There's \$680,000 that we could use as part of our corporate reserve.

402

00:56:29.520 --> 00:56:29.970

Village Manager Pappalardo: That's a

403

00:56:30.300 --> 00:56:32.010

Village Manager Pappalardo: There any questions for Mary Lou and I

404

00:56:32.430 --> 00:56:33.390

Mayor Samwick: Steve, thank you.

405

00:56:34.710 --> 00:56:49.320

Mayor Samwick: On behalf of the entire village, you know, both you and Mary Lou done really an unbelievable job with this you know your your experience, your document with with financial matters are extremely valuable, especially in times of economic distress, like right now.

406

00:56:50.460 --> 00:57:11.520

Mayor Samwick: You know, we're really happy and very fortunate to have you at the helm here as financial stores. So, um, you know, I think that to sort of highlight a couple of things. You know, it looks like scenario three is coming in at about \$3.2 million at this juncture, it looks as though we have

407

00:57:12.960 --> 00:57:15.060

Mayor Samwick: A little over 3.9 million

408

00:57:16.950 --> 00:57:25.620

Mayor Samwick: That's available to cover these so it looks like we're very well reserved and that is good, a position as we could expect to be in at this time. So thank you.

409

00:57:26.910 --> 00:57:29.160

Mayor Samwick: Trust the iris and then you wanted to say a few words.

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00:57:31.230 --> 00:57:31.560

Trustee Arest: Thank you.

411

00:57:34.200 --> 00:57:46.440

Trustee Arest: And thank you to our village manager and treasurer for the update presentation echoing previous comments that the mayor has made. We all have enormous gratitude for Mary Lou mclemore who is retired and has only stayed to fill the role

412

00:57:47.040 --> 00:57:55.560

Trustee Arest: Because she knows we need her and that is the kind of person. She is it really demonstrates the care and respect. She has for her colleagues and for our community.

413

00:57:55.950 --> 00:58:05.910

Trustee Arest: It is allowing us to conduct the kind of search necessary to find someone worthy to try and fill her shoes. I should also note that she's not even in the office this week. So again, thank you.

414

00:58:06.930 --> 00:58:13.230

Trustee Arest: When it comes to our planning. I think most people agree that a lot of thought and experience when went into Scarsdale Kovac response.

415

00:58:13.860 --> 00:58:20.520

Trustee Arest: Stephen Mary Lou have refined our expected scenarios, based on new information that output is now scenario three

416

00:58:20.880 --> 00:58:29.670

Trustee Arest: We have sufficient money is allocated and earmark to cover the anticipated shortfall and a relatively healthy unassigned fund balance to protect us from future unknowns.

417

00:58:30.120 --> 00:58:46.770

Trustee Arest: As we move forward we'll have a better idea of longer lasting impacts. It is very possible that we will be left with a long lasting revenue shortfall caused by changing habits and reduced government aid, we must have conversations about our operating budget.

418

00:58:47.820 --> 00:58:56.850

Trustee Arest: And we learn ways to make our processes, more efficient. Is there technology, we can implement or us better to allow us to eventually do more with less.

419

00:58:57.480 --> 00:59:04.740

Trustee Arest: And if these are answered in the negative, then we must have difficult discussions about where we should consider creating budgetary reductions.

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00:59:05.220 --> 00:59:08.460

Trustee Arest: Our village manager has incredible experience. And I'm confident

421

00:59:08.820 --> 00:59:22.440

Trustee Arest: That in the coming weeks and months, he and his team will bring us ideas and recommendations to consider so that we can be prepared to make these important decisions, whichever comes first planning for the budget or when we leave austerity spending.

422

00:59:23.460 --> 00:59:32.460

Trustee Arest: I fully acknowledge that is almost exclusively staff work that gets us to our first budget draft. I am not advocating for any of us to micromanage that process.

423

00:59:32.940 --> 00:59:41.730

Trustee Arest: But given the current crisis and uncertainties that lie ahead. I believe it behooves staff to meet with the board and the community regularly regularly.

424

00:59:42.150 --> 00:59:48.840

Trustee Arest: To ensure everyone is on the same page in terms of priorities and discussing possible changes before we get too far ahead.

425

00:59:49.380 --> 00:59:59.280

Trustee Arest: This needs to be done, starting in September and not in December. Let's schedule more meetings. I know we are in a crisis, but we are going to be in it for quite some time.

426

01:00:00.030 --> 01:00:06.180

Trustee Arest: We must be able to continue operating and exercising our role as a policy and oversight body.

427

01:00:07.020 --> 01:00:12.750

Trustee Arest: As part of these conversations, we need to also discuss our foreign capacity and desired fund balance levels.

428

01:00:13.140 --> 01:00:19.950

Trustee Arest: We need the advice of our treasure and manager as to not only the levers that are at our disposal, but also how much we can use them.

429

01:00:20.400 --> 01:00:31.500

Trustee Arest: If necessary to operate the village and satisfy our infrastructure needs. We cannot sacrifice important infrastructure and capital projects in the medium and long term.

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01:00:31.890 --> 01:00:42.300

Trustee Arest: As the solution to revenue shortfalls. We do have over 14% on a side fund unassigned fund balance. But is it prudent to start depleting that account without a plan to replenish it

431

01:00:42.990 --> 01:00:49.080

Trustee Arest: And should these monies only be used for the unexpected. These are questions of course to discuss

432

01:00:49.530 --> 01:00:59.010

Trustee Arest: For right now, I think we need to stay on top of updates, just like what we receive this evening, so we can continue these conversations. I also think that we need to ensure that we are thinking, longer term.

433

01:00:59.400 --> 01:01:08.370

Trustee Arest: Planning for the village. We want to be coming out of this six months ago, I had been thinking about the need for a Scarsdale 2030 or 2040 plan.

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01:01:09.150 --> 01:01:15.960

Trustee Arest: I think we may need this even more. Now, at the very least a conversation is warranted about the Scarsdale we want to be.

435

01:01:16.410 --> 01:01:24.300

Trustee Arest: How we can lead and how we can ensure we remain a desirable place for people to move to and thereby help support our property values.

436

01:01:25.110 --> 01:01:33.360

Trustee Arest: We are always listening and monitoring residents needs, but that also means tracking evolving habits and wants and being able to respond and accommodate

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01:01:33.960 --> 01:01:42.000

Trustee Arest: The mayor and I have talked in various contexts, how all this pandemic this health and economic crisis has been disruptive in many ways.

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01:01:42.420 --> 01:01:49.290

Trustee Arest: It has forced it acceleration of many already existing trends. There are many fears about how the world will never be the same.

439

01:01:49.830 --> 01:02:01.800

Trustee Arest: I don't think it is wise to make long term decisions on hypotheticals and guesses. But accelerated trends issues that we already knew we needed to address but that have truly come to the forefront should be study

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01:02:02.460 --> 01:02:09.210

Trustee Arest: I believe one such issue relates to our roads, we have discussed various initiatives relating to our roads, including complete streets.

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01:02:09.570 --> 01:02:18.510

Trustee Arest: We have more residents taking to the streets on foot and bicycle for exercise socialization and even transportation our roads are narrow

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01:02:18.930 --> 01:02:26.850

Trustee Arest: Parking on just one side of many or most roads can lead to potentially unsafe conditions for pedestrians, cyclists and motorists like

443

01:02:27.450 --> 01:02:35.100

Trustee Arest: There has been some discussion of sidewalks. I personally have been very skeptical of this as adding sidewalks creates a new network of smaller roadways.

444

01:02:35.340 --> 01:02:43.650

Trustee Arest: That not only provide space to walk and bike, but also require perpetual maintenance and snow removal is could be a substantial burden on our operating budget.

445

01:02:44.610 --> 01:02:52.770

Trustee Arest: But I do believe it may be possible to have dedicated pedestrian cycling and parking areas without creating a new network of sidewalks.

446

01:02:53.220 --> 01:03:03.300

Trustee Arest: I will refrain from sharing ideas, at this point, because I am not an engineer, nor a planner, but I do very much look forward to sharing them at a work session with experts.

447

01:03:03.630 --> 01:03:11.850

Trustee Arest: I believe that my colleagues will support this desire to bring a professional on board to study options for the community to consider. And I don't mean next year.

448

01:03:12.330 --> 01:03:24.120

Trustee Arest: or the year after that, I mean, now I also think there may be there may be, or at least there was grant money available in this area that Deputy Manager Cole has already investigated.

449

01:03:25.200 --> 01:03:33.870

Trustee Arest: Thank you again to Steve and Mary Lou, and I would like to now open the Florida trustees and start with trustee Verizon for questions and or comments.

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01:03:35.220 --> 01:03:36.750

Trustee Veron: Thank you, Trustee is

451

01:03:38.130 --> 01:03:45.180

Trustee Veron: To me, our budget meeting couldn't have come soon enough. I'm a planner, by nature, and I feel best when I'm ahead of the curve.

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01:03:45.810 --> 01:03:57.600

Trustee Veron: I also strongly believe that we get a far better results when we share diverse perspectives Challenge one another, engaged community perspectives and examine alternatives work sessions are essential.

453

01:03:58.560 --> 01:04:08.190

Trustee Veron: I have been eagerly awaiting our budget packet and I'm delighted by this first step. Thank you. Village staff and a big shout out to Mary Lou for coming out of retirement.

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01:04:08.730 --> 01:04:20.670

Trustee Veron: You have provided the detail, we've requested, not only are we looking at a fixed point in time, but there are projections points of comparison additional scenarios and assignments for capital.

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01:04:21.240 --> 01:04:29.400

Trustee Veron: We can examine our revenue and expense line items in context and see where we have tentative plans to spend for the future. This is a great starting point.

456

01:04:30.570 --> 01:04:45.150

Trustee Veron: We all expect that 2020 2021 going to be a very challenging budget year we close out the 2019 2020 year in tax given swift action to adopt an austerity budget and set aside reserves when covert struck

457

01:04:45.900 --> 01:05:02.880

Trustee Veron: As the pandemic unfolded. We continue to modify reserved mitigate covert impacts despite our solid performance in the past year this upcoming year but likely be exceedingly difficult covert impactful continue to ripple through the economy and we need to plan accordingly.

458

01:05:04.050 --> 01:05:17.670

Trustee Veron: I was elected to the village board to take care of Scarsdale today while simultaneously planning for Scarsdale tomorrow in the hierarchy of needs our residents health, safety and welfare is top

459

01:05:18.690 --> 01:05:28.470

Trustee Veron: Not only are we facing medical challenges. But as we've just seen weather events wreak havoc, first and foremost, we have a commitment to protect you, our residents.

460

01:05:29.370 --> 01:05:39.720

Trustee Veron: I'm also keenly aware that property taxes are high and the economy is very tough. So like our counterparts in the business world, we will need to adapt and evolve our practices.

461

01:05:40.200 --> 01:05:48.270

Trustee Veron: And this is 100% possible our village staff is extraordinary, we attract the best and brightest who are willing to think outside the box.

462

01:05:49.200 --> 01:05:53.940

Trustee Veron: I've seen this in action during our weekly meetings with the Special Committee on Scarsdale reopening

463

01:05:54.420 --> 01:06:03.870

Trustee Veron: With speed and flexibility. The village has tested new models for shopping and dining and continues to iterate coven has forced us to rethink service delivery.

464

01:06:04.530 --> 01:06:12.870

Trustee Veron: And I want to apply these learnings discard sales feature. There are efficiencies to exploit and technology innovations to leverage

465

01:06:13.290 --> 01:06:24.180

Trustee Veron: So to me, our budget conversations need to focus on that. What can our departments do differently to meet the needs of our constituents while controlling costs.

466

01:06:25.320 --> 01:06:30.420

Trustee Veron: But right behind that requirement is the need to ensure that scars over remain strong into the future.

467

01:06:31.140 --> 01:06:42.090

Trustee Veron: When I think about Scarsdale I see a vibrant community with a solid infrastructure. I see high quality paved roads with safe pathways and lanes for bikers.

468

01:06:42.900 --> 01:06:50.370

Trustee Veron: A cutting edge library coming very soon improved sewer systems water delivery and sanitation practices.

469

01:06:50.790 --> 01:07:05.040

Trustee Veron: No doubt, we will continue leading the charge on environmentally friendly initiatives patronize our thriving retail hubs and have residents agree, we will begin to reimagine our pool complex. Another important Scarsdale asset.

470

01:07:05.880 --> 01:07:15.600

Trustee Veron: And of course we will preserve the beauty of our heritage or main a village in a park and continue to be a very desirable place to live. And that's just the beginning.

471

01:07:16.500 --> 01:07:22.800

Trustee Veron: So when I think about the budget, there needs to be room for immediate needs and future plans.

472

01:07:23.670 --> 01:07:32.910

Trustee Veron: I am confident that we will come up with creative solutions. But to do that, we need to meet regularly share and test new approaches.

473

01:07:33.390 --> 01:07:50.610

Trustee Veron: Beginning in September, I would like this board to review ideas with department heads and to carefully consider our long term

capital planning, we have the balance of this year to be creative. Before we begin the official budget process waiting until then will be too late.

474

01:07:58.590 --> 01:08:00.300

Trustee Lewis: Thank you, tricky questions, Mark.

475

01:08:00.930 --> 01:08:01.650

Mayor Samwick: Yes, go ahead.

476

01:08:02.550 --> 01:08:05.370

Trustee Lewis: I don't want to jump the front anyone else who has their hand raised.

477

01:08:06.030 --> 01:08:09.780

Mayor Samwick: I don't see anybody, but I can. I only have a sliver of things. So go ahead.

478

01:08:10.410 --> 01:08:19.890

Trustee Lewis: Already thank you so. So just some clarifying questions and forgive me if if if this takes just a moment or two.

479

01:08:20.400 --> 01:08:31.320

Trustee Lewis: Um, so, you know, just trying to tie together some of the data points on the on the different pages, just to clarify, so, um, you know, when we, when we look at page two.

480

01:08:32.280 --> 01:08:38.760

Trustee Lewis: And we see the actions that were taken to fill potential shortfalls. It's a nice summary of the actions and

481

01:08:39.330 --> 01:08:53.340

Trustee Lewis: And and and how is that we we essentially prepared for and reserved about \$3.4 million. And I just want to clarify, so that 3,000,484 that that shows up in the reserve totals that we show later on.

482

01:08:54.720 --> 01:08:55.440

Trustee Lewis: We show the

483

01:08:56.610 --> 01:09:04.590

Trustee Lewis: Including the 8.3 of unrestricted. So I just wanted to clarify is is that three point 45 in in the total reserves number

484

01:09:05.010 --> 01:09:17.250

Treasurer McClure: Not all of it. What I'm one of the things I tried to do with the any chatting, I get the source of the savings that were. We were looking to

485

01:09:19.320 --> 01:09:31.590

Treasurer McClure: Flow to fund balance. Okay, number one, the expenditures by obviously by not expanding those monies yes they fold to fund balance and may become a part of the reserves. Okay.

486

01:09:32.910 --> 01:09:46.980

Treasurer McClure: The number. Item number 220 21 tentative budget adjustments when we reduced the expenditures for 2021 that had an immediate impact for

487

01:09:48.240 --> 01:10:03.270

Treasurer McClure: Village taxpayers by by reducing our spending by \$340,000 but that applies to the current fiscal year 1920 expenditures were previous fiscal year, the

488

01:10:04.320 --> 01:10:21.210

Treasurer McClure: Item number three the existing fund balance assign for transfer to capital. Those items are the product of previous fiscal years where we identified the projects and the cash needed to to proceed with those projects.

489

01:10:23.400 --> 01:10:38.580

Treasurer McClure: And so that that was already there on the balance sheet. We're just re restructuring the funding, if you will. We're holding them in place if we need the money for Cobra. It's there. The same thing is true of the

490

01:10:40.080 --> 01:10:41.190

Treasurer McClure: Expenditures

491

01:10:42.450 --> 01:10:43.560

Treasurer McClure: Which actually

492

01:10:45.030 --> 01:10:51.840

Treasurer McClure: They, they were more that instead of a million for 40 they were actually a combination of sources. It's the

493

01:10:52.350 --> 01:11:00.300

Treasurer McClure: Revenue that exceeded our budget. It's the reduction in expenditures and those items all reached all came to

494

01:11:00.720 --> 01:11:17.130

Treasurer McClure: The \$2,225,000 that we put in the existing fund balance for assignment for transfer to capital, plus the increase in the unrestricted fund balance of about \$300,000 so you're looking at

495

01:11:18.240 --> 01:11:28.140

Treasurer McClure: Adding two and a half million dollars a little more than two and a half million dollars to the monies immediately available for the village to deal with any

496

01:11:30.150 --> 01:11:40.920

Treasurer McClure: You know, any shortfall related to covert 19 so you have that two and a half million dollars, effectively, plus the million 705 in the

497

01:11:41.490 --> 01:11:59.280

Treasurer McClure: fund balance that had previously been assigned for transfer to capital, the board has not transfer those monies to capital they are immediately available to the village. So you have the 2 million basically two and a half million plus 2 million 705 okay

498

01:11:59.580 --> 01:12:02.760

Trustee Lewis: This is what I think. Yeah, I just want to clever. So what I think I heard you say

499

01:12:03.810 --> 01:12:19.560

Trustee Lewis: Of this 3,000,045 number which is a company number 2 million and change some number in the to millions is counted in the Reserves total as of May 31 which is roughly 15 seven 8.3 unencumbered

500

01:12:19.950 --> 01:12:25.650

Treasurer McClure: Well, when you look at it. Can we go back a long can we look at this slide with the fund balance percentage, please.

501

01:12:26.910 --> 01:12:27.450

Treasurer McClure: There we go.

502

01:12:27.600 --> 01:12:30.660

Trustee Lewis: And I say why I'm asking the question, because that might be helpful.

503

01:12:30.960 --> 01:12:43.800

Trustee Lewis: When I'm trying to get at is, it's comforting. When we look at the the the actions that were taking and see these numbers on on, you know, page two, because it also has a very nice sort of

504

01:12:45.060 --> 01:12:56.370

Trustee Lewis: It bookings nicely the shortfall that we're talking about. But, but what I'm trying to drive that is is is some of these monies or are already accounted for and our reserves.

505

01:12:56.610 --> 01:13:04.920

Trustee Lewis: Yeah. And so, so it's not as though this three four is is neatly offsetting the deficit, we're projecting in here scenario three

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01:13:05.880 --> 01:13:13.290

Trustee Lewis: In fact, we will have to dip into reserves to finance it. And so one of the questions that I've been asking yet in prior meetings.

507

01:13:13.710 --> 01:13:24.900

Trustee Lewis: Is, is what is the right level of reserves that we as a board think that we should hold. I'm not sure we've had that discussion yet but but but you know if if it's already partially in there.

508

01:13:26.430 --> 01:13:41.610

Trustee Lewis: I think it's important to understand and review, perhaps now or the next meeting which categories and how much of our unreserved fun bounce. How it will drop to finance the gap. That's what I'm trying to get out.

509

01:13:42.870 --> 01:13:43.290

Treasurer McClure: Okay.

510

01:13:44.430 --> 01:14:05.700

Treasurer McClure: One of the pieces that you know I mentioned earlier that we don't have an answer for. And we will not until we go through the year is how much, how much impact the austerity spending will have on the budget now or steady, you know, the obviously he say yes has

511

01:14:06.840 --> 01:14:12.540

Treasurer McClure: Impacted for the, you know, over time, and for the removal of the debris.

512

01:14:13.920 --> 01:14:19.710

Treasurer McClure: So you know what can happen during the course of the year as the superintendent.

513

01:14:21.990 --> 01:14:29.670

Treasurer McClure: You know, focusing on this may differ. Other things and still manage, you know, the budget and manage to come in under budget.

514

01:14:31.050 --> 01:14:40.680

Treasurer McClure: That's but that's not always controllable. We had a very we you can't control. Well, we can't control the weather. We haven't figured that one out yet.

515

01:14:40.890 --> 01:14:41.160

But

516

01:14:44.250 --> 01:14:55.710

Treasurer McClure: But, you know, we try to not just react to weather events, you know, you try to plan around them. You try to make sure you have the

517

01:14:56.820 --> 01:15:03.390

Treasurer McClure: You know, the staff and the research to deal with, with what you have there, but we can't plan all of it. Okay.

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01:15:04.440 --> 01:15:06.270

Treasurer McClure: We have, we certainly have

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01:15:08.070 --> 01:15:19.350

Trustee Lewis: Everything that you've said, but I'm also where we're short of time. So I guess the key point I want to try to get at is, is so kudos to us and Stephen you Mary Lou, the action that you took

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01:15:20.220 --> 01:15:33.150

Trustee Lewis: To to get us very in a healthy reserved position but but part of the plan, which I don't think we directly discussed is is is this 15 seven number of our reserves as of May 31

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01:15:33.900 --> 01:15:45.060

Trustee Lewis: In order to meet the the scenario three deficit that we're seeing. It's in fact the intention to draw down these reserves and and and those reserves that are 15 seven

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01:15:46.020 --> 01:15:54.450

Trustee Lewis: Based on the fact that a couple of million are already in it, whatever that number is we're anticipating that these reserves will drop from 15 seven to some lower number

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01:15:54.780 --> 01:15:55.320

Trustee Lewis: Maybe

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01:15:55.560 --> 01:16:06.600

Trustee Lewis: In the 30s. I'm speaking off the top of my head without a calculator. So I know what I'm saying isn't exactly right but i think i think what I'm trying to understand is, am I speaking directionally accurate.

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01:16:07.440 --> 01:16:16.080

Treasurer McClure: Yes, you are. Okay. And, but, again, the piece that we don't have here is how much we will be

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01:16:16.110 --> 01:16:18.240

Treasurer McClure: Able to manage the expenditure side.

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01:16:19.560 --> 01:16:21.810

Treasurer McClure: Okay, and that that we can't tell right now.

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01:16:22.920 --> 01:16:23.580

Treasurer McClure: Okay, we'll

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01:16:24.330 --> 01:16:26.160

Treasurer McClure: do our very best to manage that, but

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01:16:26.760 --> 01:16:35.730

Mayor Samwick: on offense, we match sujet for a second because I think to hopefully more directly answer Jonathan's question. The way that the fund balance.

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01:16:36.900 --> 01:16:43.830

Mayor Samwick: Works, to the best of my knowledge, and Mary who please stop me, correct me anything, because I want to make sure that what I say is correct here.

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01:16:44.130 --> 01:16:46.170

Trustee Lewis: Don't say anything. Marjorie might take you up on that.

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01:16:47.160 --> 01:16:49.470

Mayor Samwick: I hope, I hope she does, if I say something wrong.

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01:16:49.920 --> 01:17:02.550

Mayor Samwick: The key metric, at least for Moody's and and I think to a large extent, for the village itself is the unassigned fund balance. And what that is, as a percent of the current year operating budget.

535

01:17:03.390 --> 01:17:17.730

Mayor Samwick: And so that piece of this, the 8.35 8.36 almost million dollars is not what's intended to be used to fund covert shortfalls, the covert shortfalls are expected to be funded out of the

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01:17:18.180 --> 01:17:26.400

Mayor Samwick: Future capital projects line item. The \$4.2 million. And so, you know, so to the extent that that

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01:17:27.270 --> 01:17:35.790

Mayor Samwick: There's a significant change between the total amount of fun balance 14 three to 15 seven and whether that 15 seven goes back into the

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01:17:36.450 --> 01:17:50.280

Mayor Samwick: as as as you did very well correctly may say on the real key for us. Our real buffer is the is the 8.3 almost \$8.4 million on assigned fund balance. Is that correct, Mary Lou.

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01:17:50.820 --> 01:17:57.120

Treasurer McClure: It's correct. We. We. Do you know what we have to look at two is

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01:17:58.590 --> 01:17:59.880

Treasurer McClure: The overall

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01:18:01.980 --> 01:18:02.880

Treasurer McClure: fund balance. I mean,

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01:18:04.560 --> 01:18:10.080

Treasurer McClure: There are a lot of moving parts here. So let's, let's put it this way. Suppose my retirement obligations.

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01:18:12.240 --> 01:18:19.770

Treasurer McClure: That my retirement. BILL IS BETTER THAN I EXPECT okay if that's the case, then I have additional monies that are available.

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01:18:20.940 --> 01:18:23.910

Treasurer McClure: Same for my contractual obligations. Okay, I have

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01:18:25.230 --> 01:18:28.170

Treasurer McClure: We budget conservatively. Okay, so

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01:18:29.280 --> 01:18:30.750

Treasurer McClure: We try

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01:18:31.950 --> 01:18:41.280

Treasurer McClure: To make sure that we have adequate monies budgeted and the departmental budgets to handle what they need to handle. Okay.

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01:18:42.300 --> 01:18:48.060

Treasurer McClure: As we have funds available, we will use them for things like

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01:18:50.160 --> 01:19:03.330

Treasurer McClure: You know, whether its capital and understand to that our debt level is lower than many municipalities because Scarsdale has made a practice of of funding.

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01:19:04.470 --> 01:19:17.250

Treasurer McClure: Some or all of capital projects with cash as monies become available. And it has resulted in, you know, the boards, the boards actions in recent years, for instance, on Capitol Hill have

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01:19:17.910 --> 01:19:34.800

Treasurer McClure: involved a lot of money put towards paving which has really improved the road infrastructure on the board has made plans for other infrastructure improvements and the water fun. For instance, okay, we may drop the

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01:19:36.180 --> 01:19:50.190

Treasurer McClure: New sign fund balance for transfer to capital by a couple of million dollars and we may not because we may be able to achieve savings. Otherwise, and that's something that we will know going through the year. The unreserved and I'm designated as

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01:19:50.520 --> 01:19:52.080

Village Manager Pappalardo: Mayor sandwich has mentioned

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01:19:52.590 --> 01:19:54.900

Treasurer McClure: Is important. It's very important for

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01:19:56.010 --> 01:20:10.740

Treasurer McClure: The rating agency for Moody's that plus the amount of money that we put towards capital because Moody's knows that if we pay for a capital project in cash that it's not an impact or disservice. And it will have a very

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01:20:11.820 --> 01:20:18.630

Treasurer McClure: beneficial impact on future budgets, because we will. We're only paying out. What about 4% I think of our

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01:20:19.290 --> 01:20:38.940

Treasurer McClure: Budget. Now it's got to be a little bit more than that for DEF sermons and many municipalities are up in the 2025. I mean, they, they have horrible debt service requirements so Scarsdale has been able to plan capital expenditures and tax requirements to avoid that.

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01:20:39.990 --> 01:20:50.820

Trustee Lewis: If I could just jump in, I think, I think. Mayor, Sam, you know, hit the nail on the head is is is I think the exhibits prepared. Tonight we're excellent that driving a very important conversation forward.

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01:20:51.180 --> 01:21:03.630

Trustee Lewis: Obviously my fellow trustees have given a lot of kudos to this, I had my kudos to it. I think the exhibit that is really necessary for us for the next meeting, if I may ask, because it's it's the type of

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01:21:04.350 --> 01:21:17.790

Trustee Lewis: Question. I've raised before is is the tie in to the \$8.3 million number, right. So there's a bunch of moving parts on different pages that seem to be highlighting that we've we've identified the offsetting

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01:21:18.960 --> 01:21:25.050

Trustee Lewis: Changes that budget and reserves that need to be made to take care of the upcoming anticipated scenario three

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01:21:25.500 --> 01:21:35.130

Trustee Lewis: What we're not seeing is, is what does the unreserved and and designated number look like when all those monies flow through like a flow of funds exhibit through the unreserved

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01:21:35.550 --> 01:21:43.260

Trustee Lewis: If everything's lining up perfectly. It's going to be 8.3 at the end of the day, if it's if it's worse or better it's going to be higher or lower

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01:21:43.560 --> 01:21:48.690

Trustee Lewis: But I think what I heard them say that was important than I think Steve and you Mary Lou also have highlighted it

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01:21:49.080 --> 01:21:56.010

Trustee Lewis: Is there seems to be a consensus that we haven't formally discussed it that this 8.3 numbers pretty important.

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01:21:56.550 --> 01:22:04.950

Trustee Lewis: So whereas, whereas I might have offered in the past that. Let's have a discussion on what's the number that we really think is important. It sounds like it's this number.

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01:22:05.640 --> 01:22:15.720

Trustee Lewis: And that being the case, given Stevens reference to the Moody's rating report and other comments, I think we need to see an exhibit that ties into the 8.3

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01:22:16.080 --> 01:22:24.390

Trustee Lewis: That gives us a sensitivity, so that we can make decisions proactively in support of that number, whether it's 8.3 or eight

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01:22:25.080 --> 01:22:35.160

Trustee Lewis: Final point I'm done with my questions, but I do want to support what trustee Verizon said, I think we need to go up tempo in our meetings to look at strategic planning issues, the time to the budget.

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01:22:35.610 --> 01:22:46.950

Trustee Lewis: A lot of also support what trustee era said, which is, I do think we need a longer term strategic plan as we think about how we envision our business of local government.

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01:22:47.910 --> 01:22:55.920

Trustee Lewis: Business, large and small, are reimagining how they operate and and i think the budget pressures that we're seeing this year may not end immediately.

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01:22:56.250 --> 01:23:09.270

Trustee Lewis: And so therefore we have to think these things through more deeply longer term and given how short, some of our meetings have been we have the time to do it. And I would encourage the agenda crafters to does such items. Thank you.

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01:23:09.900 --> 01:23:15.660

Trustee Arest: If I could just very quickly to, I think, Jonathan, St. Louis highlighted, an important point. And, you know,

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01:23:16.140 --> 01:23:22.920

Trustee Arest: Reducing our total fund balance. You know, a lot of what we've done to prepare ourself improved and planning are one offs.

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01:23:23.490 --> 01:23:28.920

Trustee Arest: And so they're they're clearly is a reduction in our total fun balance potentially versus what we had previously.

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01:23:29.520 --> 01:23:42.990

Trustee Arest: That separate from the, from the unreserved that on designated which is the 14.1% to me that the next logical conversation also is about our operating budget because if we continue to have shortfalls.

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01:23:43.530 --> 01:23:50.100

Trustee Arest: Where we making those up. If we don't have some of these levers and some of these you know tools that we had available to us this time.

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01:23:50.490 --> 01:23:59.730

Trustee Arest: We're going to have to find it somewhere. And it can't just come from our unreserved and and designated for the reasons that have been pointed out. So I think it's a good point. And I do think it should be part of conversations on going.

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01:24:00.360 --> 01:24:02.100

Trustee Veron: So to add to what you said.

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01:24:02.160 --> 01:24:09.030

Trustee Veron: Trustee ours we we don't want to assume that deferring capital projects would be a preferred route.

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01:24:09.360 --> 01:24:24.780

Trustee Veron: And so that I saw what happened in 2008 when we deferred spending on roads and then we the residents had been so frustrated with the roads and we spent a lot of time catching up. So we need to think all of the implications through and also there's a lead time to a lot of these things.

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01:24:25.350 --> 01:24:33.930

Mayor Samwick: Right, so I'm sort of going to cut you off. Now we've got about five minutes and no trustee Crandall wants to say a few words. I'm

not sure if any of the other trustees would like to also have a trustee  
Crandall

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01:24:34.350 --> 01:24:42.900

Lena Crandall: There. Thank you, Mayor, I'll be quick. I certainly support everything that my fellow trustees have already said, especially the need for more frequent

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01:24:43.260 --> 01:24:53.190

Lena Crandall: budget meetings, I hope that when we have our next meeting. We could talk about potential expenses to help us when the next storm comes around.

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01:24:53.820 --> 01:25:00.120

Lena Crandall: Here with climate change. We already know that we're going to have more storms. This year, I'd like to suggest

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01:25:00.720 --> 01:25:12.510

Lena Crandall: That we look into doing an inventory of our village trees. Many of them are old as we found out, you know, some are in fragile condition.

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01:25:13.140 --> 01:25:25.020

Lena Crandall: And we need to have a, you know, I know. We already have a basic idea as to the condition of our trades, but there is a way to do a formal inventory in a business way.

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01:25:25.380 --> 01:25:35.940

Lena Crandall: To find out, you know, the ones that have to have attention immediately. The ones that can wait. And also, it's important to identify potential areas for new planting.

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01:25:36.150 --> 01:25:43.860

Lena Crandall: That can help with absorbing the stormwater to help prevent flooding, which we know our community has had trouble with

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01:25:44.490 --> 01:25:54.270

Lena Crandall: I certainly agree that we have to continue our efforts to protect people from sewage backups in their homes. That's inexcusable for a community, such as ours, and that's a big expense.

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01:25:55.020 --> 01:26:12.060

Lena Crandall: And from reading the different email sent in by people. We need some out of the box ideas, perhaps a generator at the pool so that we

have showers and charging and cooling areas in the event. There's another bad storm during hot weather so

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01:26:13.320 --> 01:26:20.550

Lena Crandall: I thank you all for your hard work. It's a, it's been great. And I time is running out. I'll say goodbye.

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01:26:21.480 --> 01:26:22.380

Mayor Samwick: Thank you chose to Crandall

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01:26:23.670 --> 01:26:24.810

Mayor Samwick: Any other trustees.

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01:26:27.360 --> 01:26:27.780

Mayor Samwick: All right.

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01:26:28.950 --> 01:26:35.850

Mayor Samwick: We've got we've got about four or five minutes until our regular meeting, I suggest that we

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01:26:36.960 --> 01:26:38.850

Mayor Samwick: Close the work session.