



Town of Medfield

FY2022 Budget Update



Goals for Tonight

- FY21 Budget status
- FY22 Budget outlook



FY21 Budget Status

- Using CARES funding for eligible, COVID related expenses
 - Expenses must be incurred and service delivered/provided between 3/1/2020 and 12/30/2020
- Compromise stimulus approved by Congress this week includes CARES funding extension to 12/31/2021
 - Waiting for guidance from the state



FY21 Budget Status

- FY21 state budget signed on December 11
 - Used \$1.7 billion from the state's rainy day fund
 - \$3.5 billion had been available



FY22 Outlook

- Federal stimulus approved by Congress
- No funding for state and local governments, specifically
- \$80+ billion for education
 - \$54 billion for K-12
- Original CARES Act funding reportedly extended to December 2021



FY22 Outlook

- State Budget Process Underway
- December 15 Revenue Hearing
 - Secretary of Administration and Finance: “Happy holidays, here’s to the new year. We hope there’s a vaccine. We hope there’s federal money.”
 - Department of Revenue Commissioner Geoffrey Snyder: estimated that tax revenue for FY22 will be between \$27.828 billion and \$30.610 billion
 - 1% decline to an 8.8% increase compared to FY21



FY22 Outlook

- Significant reductions to balance FY21 Budget
 - No transfer to Stabilization
 - Level funded OPEB
 - Reductions to Town workforce
 - Elimination of COLA/Merit for Nonunion Employees
- Use of One-time funds
 - Free Cash
 - Health insurance credit



FY22 Outlook

- No changes since last discussion
 - Revenue
 - State Aid
 - Local Receipts
 - Expenses
 - Expect to be able to refine projections in January
 - Insurance, retirement, unemployment etc.



FY22 Outlook

- Town Departmental Budget process to date
 - 0.6% increase (\$70,000)
- Other items:
 - Add COLA and Managerial Merit
 - Add Full-time Public Health Nurse
 - Brings Town Departments to a 2.6% increase (\$305,000)



FY22 Outlook

- Capital Budget
 - FY20: No capital funding
 - FY21: \$162,750
 - FY22 project list being finalized