



CITY OF HAVERHILL **OPERATING BUDGET**

Fiscal - 2024



Fiscal 2024 Budget Summary.

A circular graphic with a thick orange border. Inside, a hand is shown writing the word 'OVERVIEW' in white capital letters on a dark gray chalkboard. A white horizontal line is drawn under the word. The background of the slide features abstract red and orange curved shapes.

OVERVIEW

- **Total Budget Increase of 5.18% or \$12 million dollars**
- **City Budget Increase of 3.84% or \$2.5 million dollars**
- **School Budget Increase of 6.35% or \$8.7 million dollars**
- **Liability Insurance, Unemployment, Workers Compensation Increase of \$800,000**

Fiscal 2024 Revenue

Revenue Source	Fiscal 2022 Actual	Fiscal 2023 Budget	FY 2024 Mayor Estimated
OTHER AVAILABLE REVENUE SOURCES	\$ 6,539,817	\$ 8,417,722	\$ 6,192,016
TOTAL FEES	\$ 1,120,263	\$ 1,086,600	\$ 902,500
TOTAL FINES & FORFEITS	\$ 738,716	\$ 720,000	\$ 726,200
TOTAL INVESTMENTS	\$ 282,915	\$ 280,000	\$ 1,200,000
TOTAL LICENSE & PERMITS	\$ 3,678,439	\$ 2,374,635	\$ 2,328,535
TOTAL MEDICAID REIMBURSEMENT	\$ 1,069,782	\$ 550,000	\$ 550,000
TOTAL MISC REV	\$ 1,782,442	\$ -	\$ -
TOTAL MVE	\$ 7,620,870	\$ 7,620,870	\$ 8,001,914
TOTAL OTHER DEPT REVENUE	\$ 707,963	\$ 650,000	\$ 621,200
TOTAL OTHER EXCISE	\$ 2,507,796	\$ 2,229,771	\$ 2,555,643
TOTAL PENALTIES & INTEREST	\$ 473,484	\$ 455,000	\$ 500,500
TOTAL PILOT/WASTE DISPOSAL FEE	\$ 2,603,112	\$ 2,500,000	\$ 2,624,200
TOTAL RENTALS	\$ 152,470	\$ 152,000	\$ 180,000
TOTAL STATE AID (CHERRY SHEET)	\$ 78,219,262	\$ 87,517,138	\$ 96,181,674
TOTAL TAX LEVY	\$ 114,902,414	\$ 119,052,946	\$ 123,139,932
Grand Total	\$ 222,399,744	\$ 233,606,682	\$ 245,704,313

Fiscal 2024 Revenue

With the updated Senate budget, **71%** of the city's new revenue is a result of the Commonwealth's increase in Chapter 70 school aid. The FY 24 Chapter 70 increase is **\$8,727,501 or 11.8%**

Note: *this figure was previously 72% under the House budget. Under the Senate budget, UGGA increased from 1.6% to 3.2% over FY 23)*

Fiscal 2024 Revenue

Motor Vehicle Excise has increased by **5%**, Meals Tax by **22%** and Investments by **328%**.

Note: The increase in investments is due to the investment of unallocated ARPA funds in Treasury bonds as well as investment earnings due to rising interest rates.

Fiscal 2024 Budgets

Appropriation	Fiscal 2022 Actual	Fiscal 2023 Budget	FY 2024 Mayor Estimated
BUDGET RESERVE	\$ -	\$ 3,671,417	\$ 2,093,133
DEBT SERVICE	\$ 7,631,997	\$ 8,114,877	\$ 8,230,898
EMPLOYEE BENEFITS	\$ 44,826,993	\$ 47,998,096	\$ 50,855,670
FIRE	\$ 11,664,147	\$ 11,962,427	\$ 12,586,338
GENERAL GOVERNMENT	\$ 4,623,716	\$ 5,224,965	\$ 5,688,240
LIABILITY INSURANCE	\$ 826,840	\$ 709,823	\$ 945,801
LIBRARY	\$ 1,575,932	\$ 1,727,241	\$ 1,891,062
OTHER HUMAN SERVICES	\$ 1,663,906	\$ 2,020,511	\$ 2,124,986
OTHER PUBLIC SAFETY	\$ 370,367	\$ 347,994	\$ 446,385
POLICE	\$ 13,442,447	\$ 14,801,495	\$ 15,209,045
PUBLIC WORKS	\$ 8,953,407	\$ 9,465,234	\$ 10,447,439
RECREATION	\$ 221,182	\$ 225,280	\$ 250,309
SCHOOL DEPARTMENT	\$ 98,668,079	\$ 108,824,584	\$ 115,732,085
SNOW & ICE	\$ 2,384,147	\$ 710,000	\$ 710,000
STATE ASSESSMENTS	\$ 7,709,183	\$ 8,341,748	\$ 8,868,459
TRANSFERS	\$ 2,854,406	\$ -	\$ 100,000
WHITTIER/ESSEX TECH & OTHER EDUCATION	\$ 9,291,965	\$ 9,460,990	\$ 9,524,463
Grand Total	\$ 216,708,713	\$ 233,606,682	\$ 245,704,313

Fiscal 2024 Budgets

The Mayor's budget adds 8.5 new city positions

- ✓ Inspector
- ✓ HR Technician
- ✓ Capital Projects Manager
- ✓ Labor Supervisor
- ✓ .5 Library Division Head
- ✓ 4 new Firefighters

Fiscal 2024 Budgets

The Mayor's budget also increases:

-  Fire Department Overtime by **14.3% or \$300,000.**
-  Streets and sidewalks repairs by **\$390,000.**
-  Funding for new capital projects totaling **\$780,000.**

10 Year Budget Projection

The 10-Year revenue projection uses conservative annual revenue increases of approximately **2.9%** per year.

(5 Year historical average was 4%)

10 Year Budget Projection

The new growth estimate is also conservative and based on a 5-Year historical average. It assumes a **3% per year** increase.

The actual 5-Year historical new growth average annual increase from 2019–2023 was **9% per year**.

10 Year Budget Projection

The budget projection assumes a 2-4% annual increase for most departments and includes actual costs for future debt service obligations.

10 Year Budget Projection

The budget projection includes:

-  Consentino debt commencing in **2025** with no debt exclusion
-  Capital borrowing added in **2027** for **\$25M**
-  **\$4.5M** debt service placeholder for additional school building project in **2032**

10 Year Budget Projection

The city's unfunded pension liability will be fully funded in 2032 (8 years ahead of state requirements) resulting in a pension assessment decrease of approximately **\$25M per year.**

10 Year Budget Projection

The 10-Year budget projection reallocates pension funds for;

1. OPEB –Other Post Employment Benefits (*liability currently estimated at \$338,981,005*)
2. Fund an additional school building project

10 Year Budget Projection

Using this budget model, the city's projected excess levy or "levy reserve" is lowest in fiscal 2027 with the issuance of a \$25 million general obligation capital bond, after which, the levy reserve continually rises and reaches \$6.2 million by fiscal 2034.