



To: Peter Joseph, Town Manager

From: Jessica Maloy, Finance Director

Re: Use of ARPA Funds and Other Changes for FY2023 Budget

Date: June 7, 2022

As you know, the Town Council asked us to review the FY2023 Budget for one-time expenses that could be offset by ARPA Funding. I would like to propose the use of ARPA Funding for the following items currently in the FY2023 Budget:

List of Proposed ARPA Changes to the FY 2023 Operating Budget				
Item	Dept	Net Change	Reason	
Public Works Paving	0401-7200	\$ (100,000)	Reduce Budget back to \$250,000-Fund \$100,000 with ARPA	
Ordinance Work	0602-3000	\$ (40,000)	Remove One-Time Expense - Fund \$40,000 with ARPA	
Grant Matches	0608-5710	\$ (60,000)	Remove One-Time Expense - Fund \$60,000 with ARPA	
GPCOG Climate Action Plan	0615-3400	\$ (12,000)	Remove One-Time Expense - Fund \$12,000 with ARPA	
Parking Fines Increase	REV-3405	\$ (35,000)	Add Additional Parking Revenue to Pre-Pandemic Levels	
July 4th Parade Funds	0601-8204	\$ 2,000	Add Additional Funding to Pre-Pandemic Levels	
		\$ (245,000)	Net Budget Impact	

I am also including a proposed increase to the Parking Fee Revenue after discussion from the Council desiring an increase in monitoring as well as adding the previously appropriated funds for the fourth of July back into the budget where they had been removed due to the pandemic impact to events. The approximate tax rate impact of these ARPA Eligible expenses and Miscellaneous Changes is a reduction from a 9.90% levy increase to s 5.36% levy increase: or \$0.2596 municipal tax rate increase to \$0.1407 municipal tax rate increase.

Town of Freeport Proposed Tax Changes FY 2023						
Entity	FY 2022 Tax Amount	FY 2023 Projected Tax Amount	Projected Mil Rate Impact	\$ Levy Increase	% Levy Increase	
Cumberland County	\$ 1,286,019	\$ 1,288,252	\$ 0.0011	\$ 2,233	0.17%	
RSU #5	\$ 19,919,982	\$ 20,513,345	\$ 0.2880	\$ 593,363	2.98%	
Transit	\$ 82,939	\$ 86,170	\$ 0.0016	\$ 3,231	3.90%	
Town of Freeport	\$ 5,402,125	\$ 5,691,925	\$ 0.1407	\$ 289,800	5.36%	
Total Tax	\$ 26,691,065	\$ 27,579,692	\$ 0.4313	\$ 888,627	3.33%	
Mil Rate Impact	0.00043132	\$0.43 per \$1,000 of value				