



## **TOWN COUNCIL INFORMATIONAL WORK SESSION AGENDA JUNE 8, 2020**

This meeting is being conducted virtually to limit health risks of COVID-19. To join via the web, please use the link <https://us02web.zoom.us/j/84252067290>. Once connected by computer join via computer audio or by dial in with your unique Participant ID to join your audio and video. To view by phone dial (929) 205-6099 and enter the Meeting ID: 842 5206 7290. *Participants should remain muted.* The meeting will be recorded and posted at [www.chesapeakebeachmd.gov](http://www.chesapeakebeachmd.gov).

- I. Call to Order and roll call**
- II. Pledge of Allegiance**
- III. Work Session to discuss the following:**
  - 1. FY20 and FY21 COVID Fiscal Impacts
- IV. Council Lightning Round**
- V. Adjournment**

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# COVID 19 Fiscal Impacts

# Guiding Principles

- No increase in taxes, maintain tax reduction proposed
- No decrease in resident services
- Minimize health impacts for citizens through public amenities
- No staff furloughs or lay offs
- Minimize impacts to reserves
- Prepare for 18-24 months of revenue impacts
- Maintain debt reduction plans

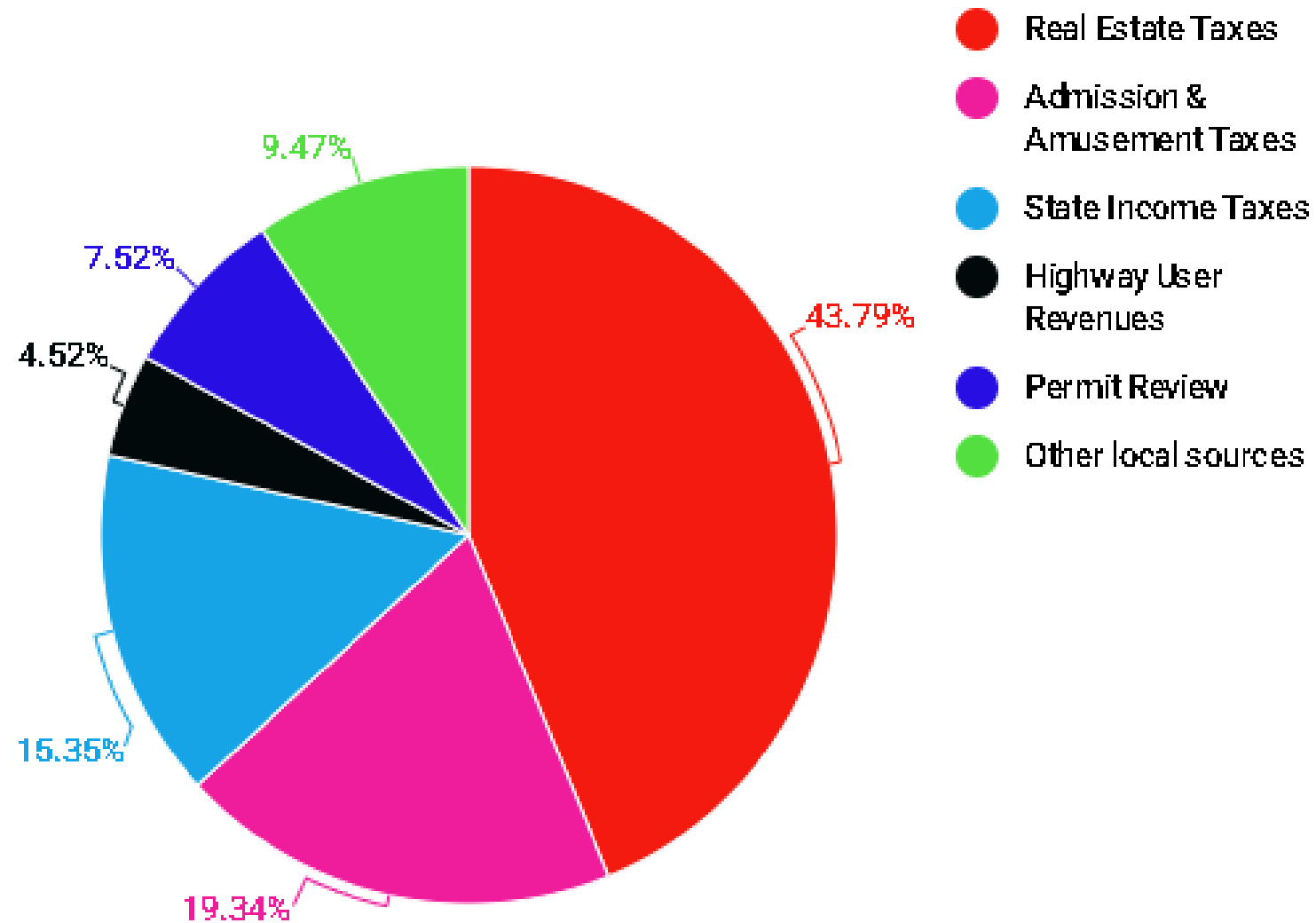


# Proposed Plan Provides

- No increase in taxes
- No decrease in resident services
- Reduced health impacts for citizens
- Adjustments reflect zero staff furloughs or lay offs
- Zero reserve transfers
- Prepared for extended impacts if necessary
- Maintained payoff of the 2010 Utility Fund loan saving the Town \$308,000 in interest



# Sources of Revenue- General Fund



# General Fund Impact

- FY20 projected surplus of \$704,000 in revenue
- FY20 projected decrease in expenses by (\$878,000)
- FY20 overall surplus \$1.583M
- FY21 projected cash flow opening balance \$454,000
- FY21 projected revenue loss of (\$1.314M) resulting in a decrease in expenses totaling (\$1.042M) with 67% being Capital Expenditures.



# Utility Fund Impact

- FY20 projecting a decrease in revenue of (\$136,000)
- FY20 decrease in expenses by (\$144,000) with an overall surplus of \$8,000
- FY21 opening cash balance a strong \$794,000



# Water Park Fund Impact

- FY20 projected loss of revenue of (\$374,000) with no revenue expected prior to June 30, 2020
- FY20 reduction in expenses total (\$316,000)
- FY21 revenue projections are based off three (3) scenarios

**Scenario 1:** July 15 opening- projecting \$103,000 surplus

**Scenario 2:** August 1<sup>st</sup> opening- projecting a (\$164,000) deficit

**Scenario 3:** Not opening in 2020- projecting a (\$552,000) deficit





# Water Reclamation Plant Fund

- FY20 projected loss of revenue of (\$197,000)
- FY20 reduction in expenses total (\$83,000)
- Partners payments are current
- FY21 no projected impacts in FY21



# Funds with Zero Impacts Projected

- Mitigation Fund
- Rainy Day Fund



# Fiscal Year 2020 Review

FISCAL YEAR 2020				
Fund	Projected surplus / loss in revenue	Projected surplus /deficit in expenses	Projected ending fund balance	Reserve fund balance
General	\$ 704,774	\$ 878,339	\$ 453,795	\$ 4,240,971
Utility	\$ (136,067)	\$ 144,037	\$ 793,581	\$ 2,051,939
Water Park	\$ (373,926)	\$ 315,897	\$ 261,206	\$ 781,232
WRTP	\$ (196,714)	\$ 82,578	\$ 622,480	\$ 1,090
Mitigation Fund	\$ -	\$ -	\$ -	\$ 83,052
Rainy Day Fund	\$ -	\$ -	\$ -	\$ 2,533,578
Totals	\$ 194,781	\$ 1,338,273	\$ 1,508,582	\$ 9,691,862



# Fiscal Year 2021 Review

FISCAL YEAR 2021				
Fund	Projected surplus / loss in revenue	Projected surplus /deficit in expenses	Projected ending fund balance	Reserve fund balance
General	\$ (860,344)	\$ 1,041,946	\$ 181,602	\$ 4,240,971
Utility	\$ 793,581	\$ (100,000)	\$ 693,581	\$ 2,051,939
Water Park July 15th opening	\$ (289,824)	\$ 393,158	\$ 103,334	\$ 781,232
WRTP	\$ -	\$ -	\$ 622,480	\$ 1,090
Mitigation Fund	\$ -	\$ -	\$ -	\$ 83,052
Rainy Day Fund	\$ -	\$ -	\$ -	\$ 2,533,578
Totals	\$ (356,587)	\$ 1,335,104	\$ 978,516	\$ 9,691,862

