

Town of Cedar Lake

Pay 2023 Budget Introduction

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p2023 Introduction

Town of Cedar Lake

SUMMARY OF SELECT FUND CASH BALANCES

<u>Fund</u>	<u>6/30/2022</u>	<u>12/31/2021</u>	<u>12/31/2020</u>	<u>12/31/2019</u>	<u>12/31/2018</u>
General	\$ 5,265,294	\$ 4,787,348	\$ 3,158,900	\$ 1,971,180	\$ 1,404,380
MVH	401,687	422,107	334,570	376,311	357,719
LRS	481,906	397,051	290,817	196,590	181,750
CCD	437,996	383,756	338,149	278,328	149,827
CCI	28,161	20,202	15,416	13,291	19,048
CEDIT	810,392	754,196	624,532	469,480	365,850
LOIT Public Safety	156,797	121,515	98,345	45,474	60,727
Casino Gaming	162,887	220,383	232,340	226,527	325,349
Redev Gen	80,172	54,372	19,579	11,263	22,031
Totals	<u>\$ 7,825,292</u>	<u>\$ 7,160,930</u>	<u>\$ 5,112,648</u>	<u>\$ 3,588,444</u>	<u>\$ 2,886,681</u>



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- **REVENUES**

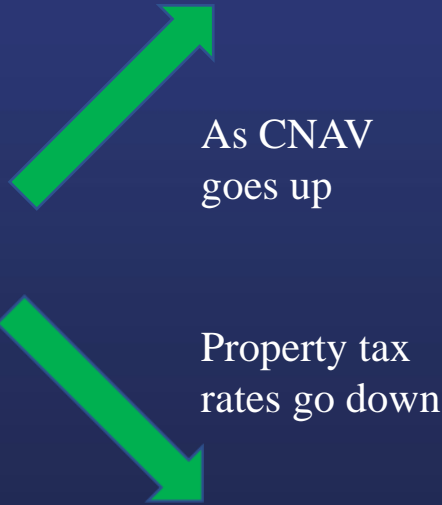
- **Mostly given, maximized**
 - **Property Tax Levies**
 - 2023 three-year growth appeal
 - 2023 extension of services appeal (Park)
 - 2022 public safety facilities bond
 - **Local income taxes**
 - **MVH and LRS distributions**
 - **Other miscellaneous income**
- **Increased planning, zoning and building fees**
 - Allows Town to prepare for growth and impacts of increasing population and required services
 - Primary reason for increased cash balances



- Qualified for Three-Year Growth Appeal - \$164,404
 - Recurring revenues

THREE-YEAR GROWTH APPEAL - CALCULATIONS

Year	Town Assessed Value	Annexation Adjustments	Adjusted Town Assessed Value	Increase	
2022	\$ 744,576,738	\$ -	\$ 744,576,738	1.1227	12.27%
2021	663,205,480	-	663,205,480	1.1059	10.59%
2020	600,232,689	(517,800)	599,714,889	1.0783	7.83%
2019	556,389,622	(201,600)	556,188,022		



Town three-year average growth

1.1023 10.23%



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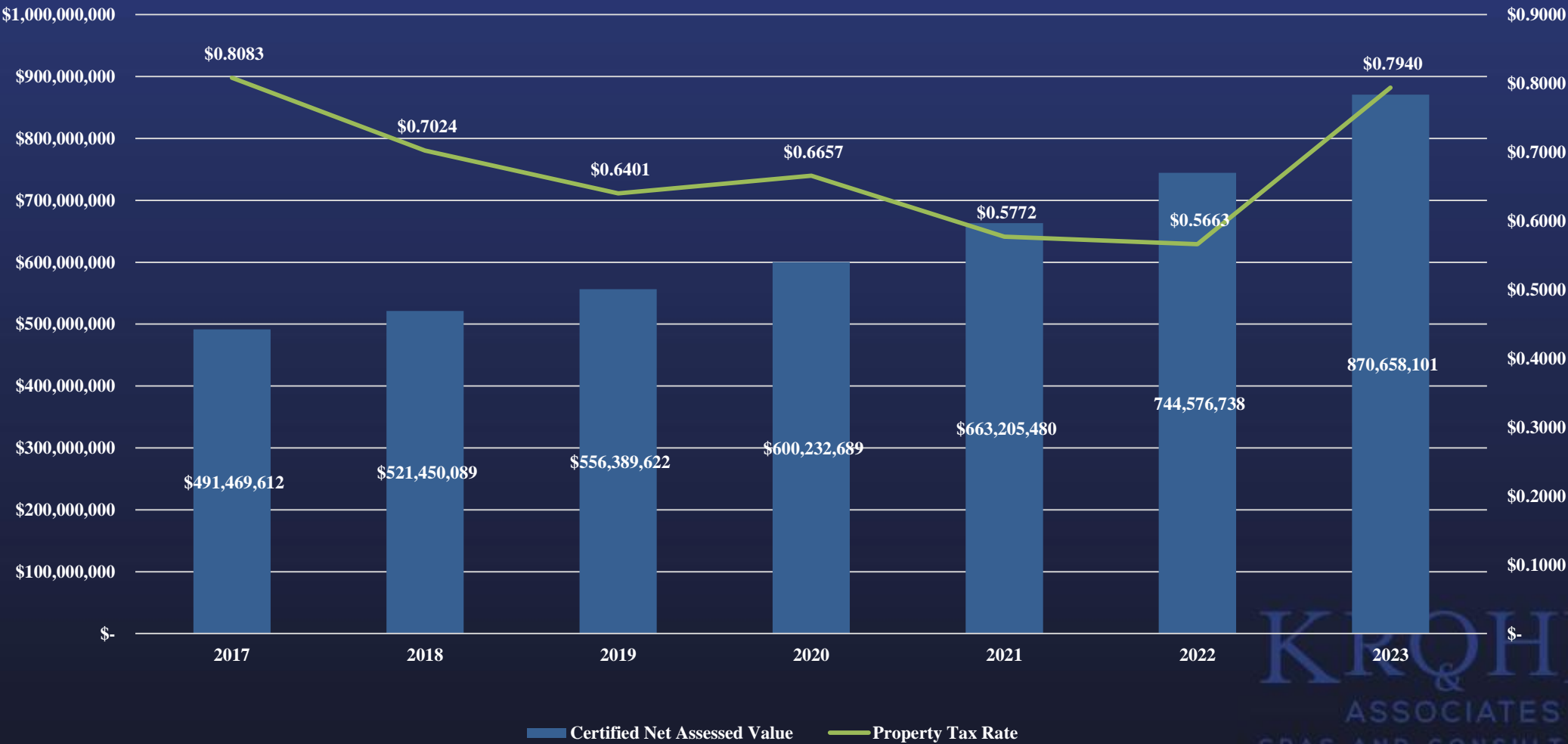
Town of Cedar Lake

- With growth comes increased needs



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- **Additional Levy Adjustments for 2023**
 - **Filing for a \$1M Extension of Services Levy Appeal (Civil Levy)**
 - Large Assessed Value increases allow for levy appeal with minimal impacts to residents, primarily due to circuit breaker credit impacts
 - In addition, tax rate has dropped from \$0.8083 to \$0.5663 from 2017 to 2022
 - In 2022, Town established Park District as oversight to Park planning
 - Levy appeal is to fund the approximate \$1M Park Budget
 - **Issuing \$11.9M of 2022 Lease Rental Bonds (Debt Levy)**
 - To fund Public Safety Facilities Project
 - Town has outgrown current public safety facilities in addition to the current facilities aging and becoming inadequate
 - Assuming a 15-year bond at 5.5%, an approximate \$1.185M levy will be required



CEDAR LAKE, CENTER TOWNSHIP

Gross Assessed Value (AV)		No Project	Bond Issue (\$11.9M, 5.5%, 15 yrs)	Taxpayer Impact	Gross Assessed Value (AV)		No Project	Bond Issue (\$11.9M, 4.5%, 10 yrs)	Taxpayer Impact
\$	50,000	\$ 258	\$ 272	\$ 14	\$	50,000	\$ 258	\$ 275	\$ 17
	75,000	426	449	23		75,000	426	454	28
	100,000	846	890	44		100,000	846	902	56
	125,000	1,250	1,250	-		125,000	1,250	1,250	-
	150,000	1,500	1,500	-		150,000	1,500	1,500	-
	175,000	1,750	1,750	-		175,000	1,750	1,750	-
	200,000	2,000	2,000	-		200,000	2,000	2,000	-
	250,000	2,500	2,500	-		250,000	2,500	2,500	-
	300,000	3,000	3,000	-		300,000	3,000	3,000	-
	350,000	3,500	3,500	-		350,000	3,500	3,500	-
	400,000	4,000	4,000	-		400,000	4,000	4,000	-
	450,000	4,500	4,500	-		450,000	4,500	4,500	-
	500,000	5,000	5,000	-		500,000	5,000	5,000	-

CEDAR LAKE, HANOVER TOWNSHIP

Gross Assessed Value (AV)		No Project	Bond Issue (\$11.9M, 5.5%, 15 yrs)	Taxpayer Impact	Gross Assessed Value (AV)		No Project	Bond Issue (\$11.9M, 4.5%, 10 yrs)	Taxpayer Impact
\$	50,000	\$ 258	\$ 273	\$ 15	\$	50,000	\$ 258	\$ 277	\$ 19
	75,000	426	451	25		75,000	426	457	31
	100,000	846	895	49		100,000	846	907	61
	125,000	1,250	1,250	-		125,000	1,250	1,250	-
	150,000	1,500	1,500	-		150,000	1,500	1,500	-
	175,000	1,750	1,750	-		175,000	1,750	1,750	-
	200,000	2,000	2,000	-		200,000	2,000	2,000	-
	250,000	2,500	2,500	-		250,000	2,500	2,500	-
	300,000	3,000	3,000	-		300,000	3,000	3,000	-
	350,000	3,500	3,500	-		350,000	3,500	3,500	-
	400,000	4,000	4,000	-		400,000	4,000	4,000	-
	450,000	4,500	4,500	-		450,000	4,500	4,500	-
	500,000	5,000	5,000	-		500,000	5,000	5,000	-

- **APPROPRIATIONS – General Fund**

- **Town Administration**

- **Key leadership position pay raises to retain and attract top talent**

- **Clerk-Treasurer Department**

- Staff pay increases of approximately 3%; CT pay increase based on acquiring new qualification

- **Planning, Zoning and Building Department**

- Staff pay increases of approximately 3%; budget allows for planning director and 2 additional inspectors (but only as needed)

- **Other Appropriation Updates**

- Reallocation of group health insurance to more align benefits with wages
- Increased insurance costs; cybersecurity and increased liability premiums
- Larger allowance for Town and capital planning
- Increased technology budgets



• APPROPRIATIONS – General Fund

• Increased salaries and wages for Police and Fire Chiefs and Leadership Roles

- To provide for more competitive pay
- Other officers are provided a 3% cost-of-living adjustment



- Police budget has overall increase of approximately \$176,000 (7.6%)
 - Primarily for 1 additional full-time officer (24 full-time)
 - Other appropriation increases are for inflation adjustments



- Fire budget has overall increase of approximately \$188,000 (11.7%)
 - Primarily for additional overtime that is needed in current environment
 - Other appropriation increases are for inflation adjustments

- **APPROPRIATIONS – General Fund**

- **Park Budget – New Department (\$1.064M)**

- **Payable via Extension of Services Levy**

- **Personal Services (~\$436k)**

- Superintendent and Recreation Coordinator
- Full-Time Grounds Crew (3) and Part-Time Crew (as needed)
- Full-Time Administrative Assistant

- **Supplies (~\$71k)**

- Operating Supplies
- Fuel
- Parts & Tools

- **Services and Charges (~\$330k)**

- Professional services (for Park Master Plan)
- Equipment and grounds maintenance
- Utilities and miscellaneous

- **Capital Outlays (~\$220k)**

- For initial equipment and facilities improvements



- **APPROPRIATIONS – General Fund**
 - Overall increases of approximately \$2M
 - Excluding levy funded park increase, approximately \$935k increase or 16%
 - Increases (excluding park appropriations) primarily for:
 - Benefits reallocations
 - Increased salaries and wages for leadership positions
 - Additional building inspector salaries
 - Increased professional services for special projects
 - 5% vs 3% cost-of-living adjustment
 - Would require additional appropriations of approximately \$100k in civil funds (primarily in General fund and some in MVH)
 - Additional impacts would be incurred by utilities (~\$35k)

- **APPROPRIATIONS – MVH and LRS**

- **Public Works Salaries and Wages**

- Salary and wage increases for some leadership positions
- Primarily COL adjustments of 3% for public works employees
- Open and new crew member position

- **MVH budget increased by approximately \$96,000 or 18%**

- Primarily for additional employee and inflation increases

- **LRS budget increased by \$30,000**

- Additional \$30,000 allocated to salt and contracted road maintenance services



- **APPROPRIATIONS – Cumulative Funds**
 - **CCD – Serves as Capital Equipment Replacement Fund**
 - Current police equipment vehicle leases
 - Allows for additional '23 police vehicle lease
 - Current fire truck, ambulance equipment lease
 - New public works truck budgeted (\$45k)
 - Additional allowances are provided to each department
 - **CCI budget has no major changes**
 - IT, software and computer equipment are budgeted



- **APPROPRIATIONS – Local Income Tax Funds**

- **CEDIT (LIT – Economic Development)**

- 2015 Road Bond
- \$80,000 budgeted for professional services for economic development projects
- \$100,000 budgeted for special, yet-to-be identified projects



- **LOIT Public Safety (LIT – Public Safety)**

- Pays major portion of PSAP contract - \$275,000 budgeted for 2023
- (\$150,000 of PSAP contract also budgeted in General Fund)



- **APPROPRIATIONS – Other Funds**

- **Casino Gaming Fund**

- Miscellaneous professional services and improvements budgeted (~\$50k)
- Per sustain plan, funds are to build for future capital needs

- **Debt Service Funds**

- Debt service funds are budgeted based on their amortization schedules and payments due
- New “Debt Service” fund and levy are for the Proposed Public Safety Facilities Project

- **Redevelopment General**

- No major changes



	PRINCIPAL	INTEREST	TOTAL
1	\$150	\$347	\$29,653
2	\$148	\$349	\$29,304
3	\$147	\$351	\$28,953
4	\$145	\$352	\$28,601
5	\$143	\$354	\$28,247
6	\$141	\$356	\$27,891
7	\$139	\$358	\$27,533

Questions/comments/discussion?