



?

The Future of Waite Hill Village

June 2013



We are **not** here to ask for:

**Money to
fund Village
Hall**



Village Hall: *no-impact*



The 2011 Village Hall Project

- Village Hall is *not* funded by operating revenues
- Village Hall expenses do not impact the deficits addressed here
- The reported deficits are in fact caused by *revenue loss* and ongoing operating and road maintenance expense.



Why are we here?

- Transparency of finances
- Address proactively a 40% reduction in operating revenue



Shrinking Revenue

2009

2015



PROPERTY TAX INVESTMENT INCOME LOCAL GOV'T FUND OTHER

\$1,662,000



PROPERTY TAX INVESTMENT INCOME LOCAL GOV'T FUND OTHER

\$993,000
(\$669,000)



Steady Expense



Waite Hill Date 2009
 PAY TO THE ORDER OF SAFETY \$ 690k
Six Hundred Ninety Thousand DOLLARS
 13827449287 0004392810329 J. Q. Taxpayer

Waite Hill Date 2015
 PAY TO THE ORDER OF SAFETY \$ 650k
Six Hundred Fifty Thousand DOLLARS
 13827449287 0004392810329 J. Q. Taxpayer

Waite Hill Date 2009
 PAY TO THE ORDER OF SERVICE \$ 325k
Three Hundred Twenty-Five Thousand
 13827449287 0004392810329 J. Q. Taxpayer

Waite Hill Date 2015
 PAY TO THE ORDER OF SERVICE \$ 356k
Three Hundred Fifty-Six Thousand DOLLARS
 13827449287 0004392810329 J. Q. Taxpayer

Waite Hill Date 2009
 PAY TO THE ORDER OF ADMIN \$ 367k
Three Hundred Sixty-Seven Thousand DOLLARS
 Memo Litigation
 13827449287 0004392810329 J. Q. Taxpayer

Waite Hill Date 2015
 PAY TO THE ORDER OF ADMIN \$ 270k
Two Hundred Seventy Thousand DOLLARS
 13827449287 0004392810329 J. Q. Taxpayer

Waite Hill Date 2009
 PAY TO THE ORDER OF Roads \$ 30k
Thirty Thousand DOLLARS
 Memo No paying
 13827449287 0004392810329 J. Q. Taxpayer

Waite Hill Date 2015
 PAY TO THE ORDER OF Roads \$ 442k
Four Hundred Forty-Two Thousand DOLLARS
 Memo Metcalfe & truck
 13827449287 0004392810329 J. Q. Taxpayer

\$1,412,000

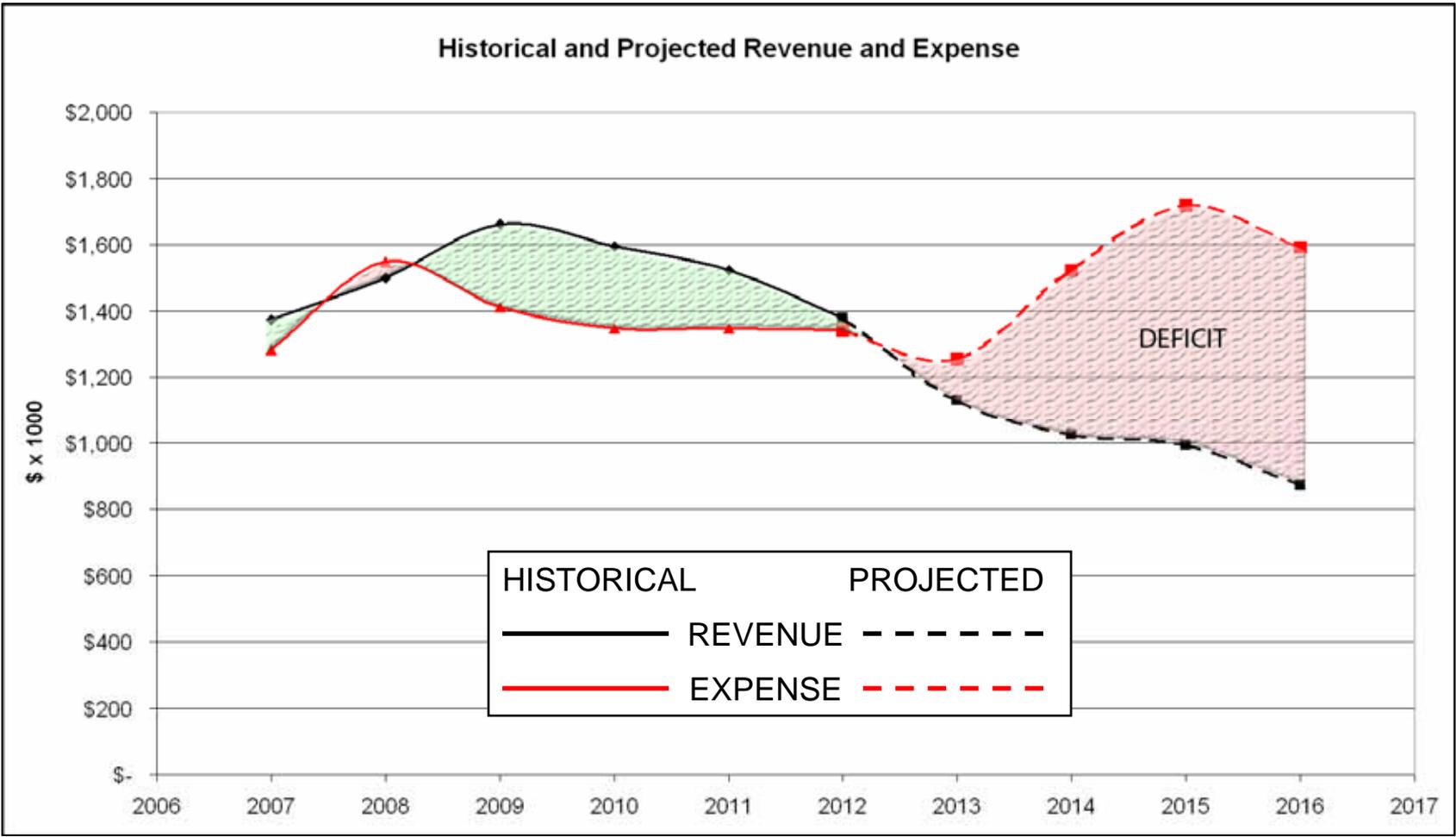
\$1,718,000



Financial Trend



Historical and Projected Revenue and Expense





Where are we headed?



**Facing deficits of
\$(500,000) per year
on average, 2013-2016**



Summary



2013 to 2016

Average Revenue	\$ 1,004,845
Average Expense	\$ 1,521,377
Surplus (Deficit)	<u>\$ (516,531)</u>



Assuming we all wish continuing services, the lost revenue must be replaced. How?



Local Income Tax



- Waite Hill currently has no LIT
- 1% LIT generates \$200k
- **Residents do not want LIT**
(in informal polling over the years)
- LIT is off the table



Property Tax Solution



- Each 1 mill of property tax generates an additional \$40,400
- A \$517k average deficit suggests a **12.8 mills tax increase**

Remember revenue is falling -40% otherwise



Levy Under Discussion



- **12.5 mills** necessary to balance budget and required to maintain the current level of services
- Earmark for operations
- Earmark for roads



Property owner impact



What will it cost me?

Property Value	WH Revenue at 12.5 mills	Owner pays	OH Pays
\$250,000	\$1,094	\$957	\$137
\$500,000	\$2,188	\$1,914	\$273
\$1,000,000	\$4,375	\$3,828	\$547



\$383 / \$100k value



You are in the driver's seat.

**Your thoughtful
consideration, questions,
feedback, and suggestions
are key.**

Thank you