

FY 2024 Edgartown Budget Introduction



November 30, 2022

Key Takeaways for FY24 Process



- **High Inflation will increase expense lines:**
 - 8-9% Consumer Price Index for Urban Consumers
 - 5-6 % private sector salary and wages
 - Employees COLA
- **Bond Rating Upgrade will help our cost of Capital :**
 - Debt limits are low
 - 5% interest for AAA
- **Revenues remain strong:**
 - 7% average over 10 years
 - Significant increases from Short Term Rental
 - All other local receipts continue to grow but have steadied from previous " Boom"
- **Expenditures trends remain conservative :**
 - 3.6% average increase over 8 years
- **Major Capital Purchases on Horizon:**
 - Fire Station
 - MVRHS
 - DEP Wastewater mandates

Agenda



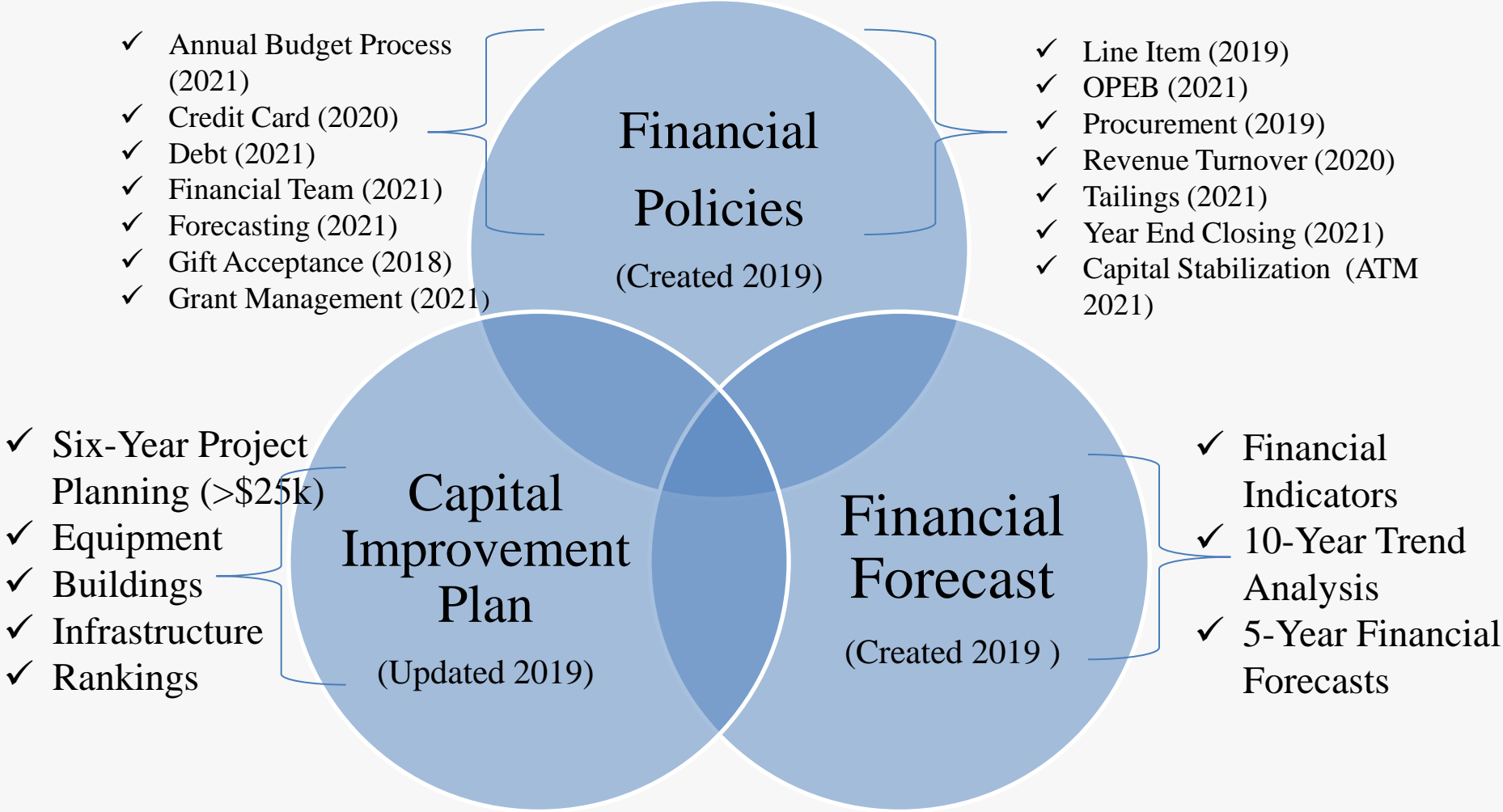
1. Revenues
2. Expenditures
3. Personnel
4. Debt
5. Reserves
6. OPEB
7. Capital Improvements
8. 5 Year Forecast

Unsustainable Inflation

Blue Print For Success / Best Practices



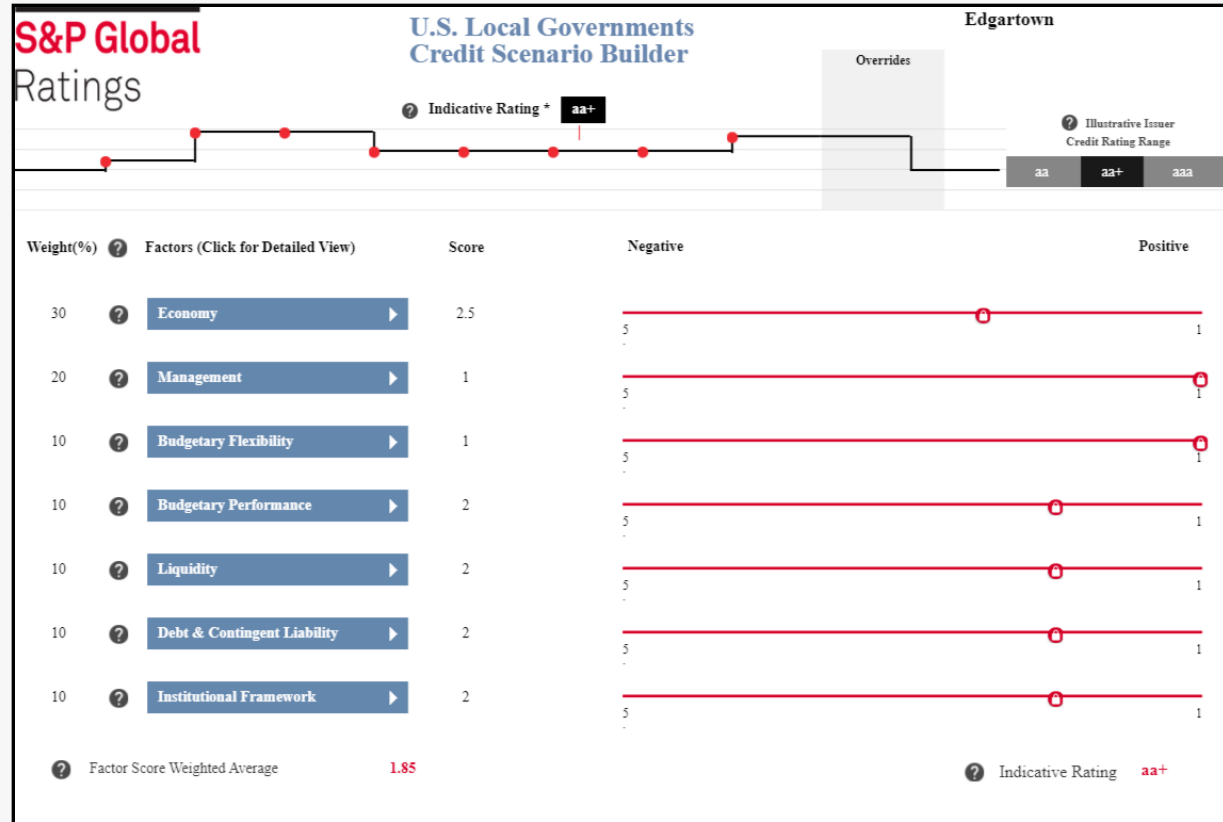
November 17th 2021



Indicative Bond Rating Call 5/4/21



Moody's	Standard & Poor's	Description
Aaa	AAA	Best Quality
Aa1	AA+	High Quality
Aa2	AA-	
Aa3	AA-	
A1	A+	Upper Medium Grade
A2	A	
A3	A-	
Baa1	BBB+	Investment Grade
Baa2	BBB	
Baa3	BBB-	
Ba	BB	Speculative
B	B	
Caa	CCC	
Ca	CC	
C	C	



Indicative Rating Call 5/4/21

1. Continue building reserves
2. Reinforcement of Fiscal Policies
3. Concentration on areas ranked lower.

Bond Rating Call 10/11/22



Moody's	Standard & Poor's	Description
Aaa	AAA	Best Quality
Aa1	AA+	High Quality
Aa2	AA	
Aa3	AA-	
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Baa3	BBB-	
Ba	BB	Speculative
B	B	
Caa	CCC	
Ca	CC	
C	C	

Strengths

1. Extremely strong tax base, with very high wealth and income metrics and a local economy centered around tourism
2. Positive financial operations and very strong reserves due to a stable operating environment
3. Very strong management with formalized policies and plans; and
4. Manageable debt burden and fixed costs, although we view its other postemployment benefits (OPEB) liability as large.



Downside Scenario

1. If the Town were to reduce significantly fund balance levels due to negative financial operations as a result of misaligning revenues and expenses, coupled with increases in retirement costs, we could lower the rating.

C&I Benchmarks



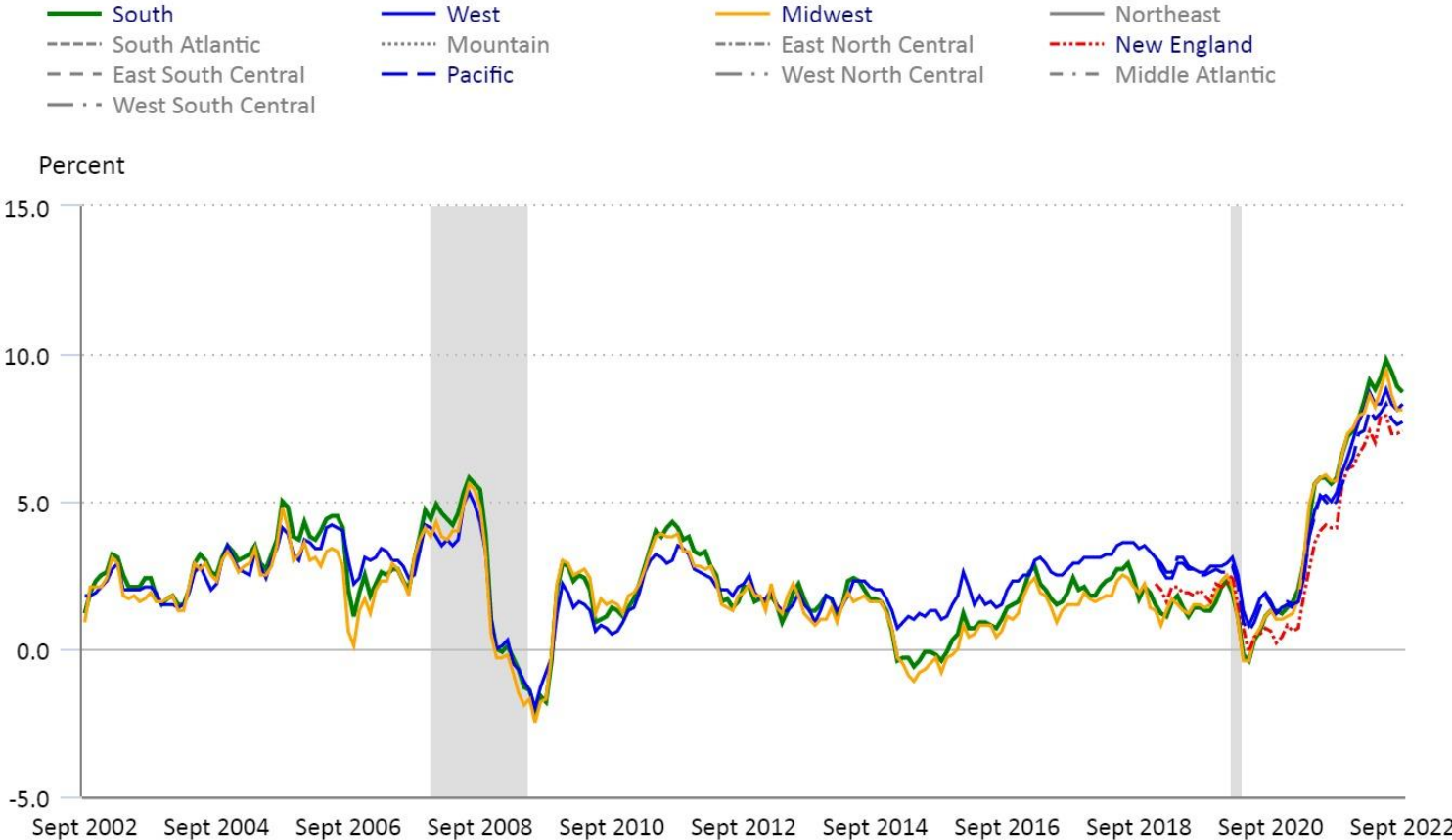
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Ba	BB	Speculative
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Caa	CCC	
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C	C	



Economic Conditions – CPI



12-month percentage change, Consumer Price Index, by region and division, all items, not seasonally adjusted



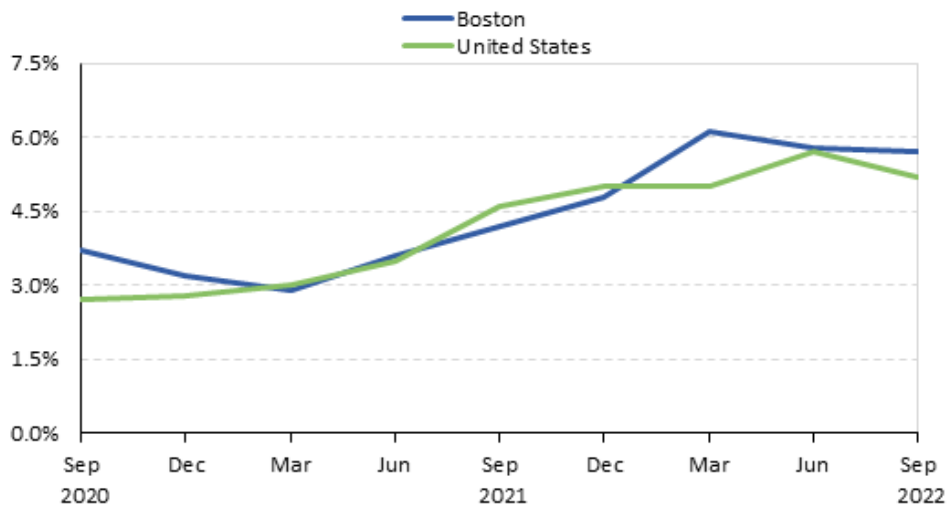
Data for some metropolitan areas are bimonthly.
 Hover over chart to view data.
 Note: Shaded area represents recession, as determined by the National Bureau of Economic Research.
 Source: U.S. Bureau of Labor Statistics.



Economic Conditions – CPI



Chart 2. Twelve-month percent changes in wages and salaries for private industry workers in the United States and Boston, not seasonally adjusted

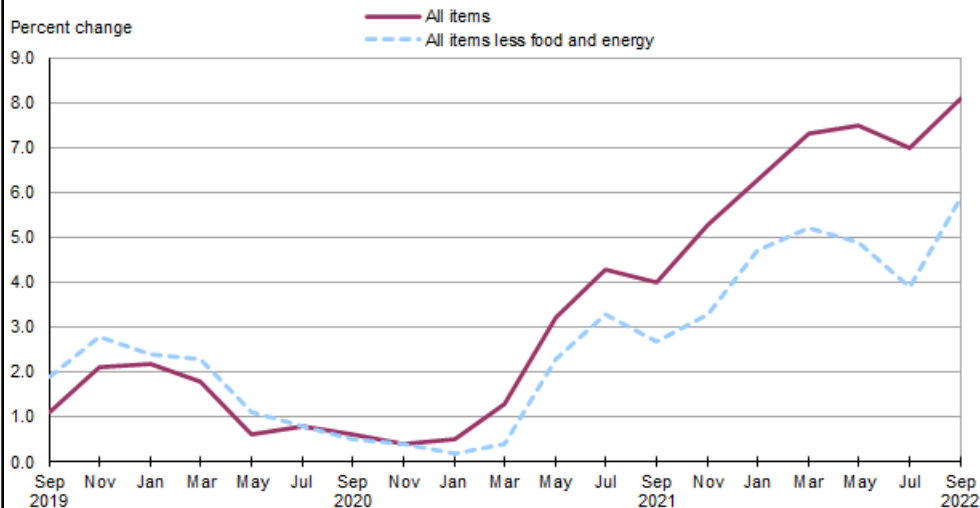


Source: U.S. Bureau of Labor Statistics.

Food prices increased 12.2 percent. Prices for food at home advanced 13.7 percent, while prices for food away from home rose 9.9 percent over the year

Energy prices advanced 31.0 percent over the year. Gasoline prices increased 22.8 percent. Prices paid for electricity rose 27.0 percent, while prices paid for natural gas services rose 56.0 percent over the past year.

Chart 1. Over-the-year percent change in CPI-U, Boston-Cambridge-Newton, MA-NH, September 2019–September 2022

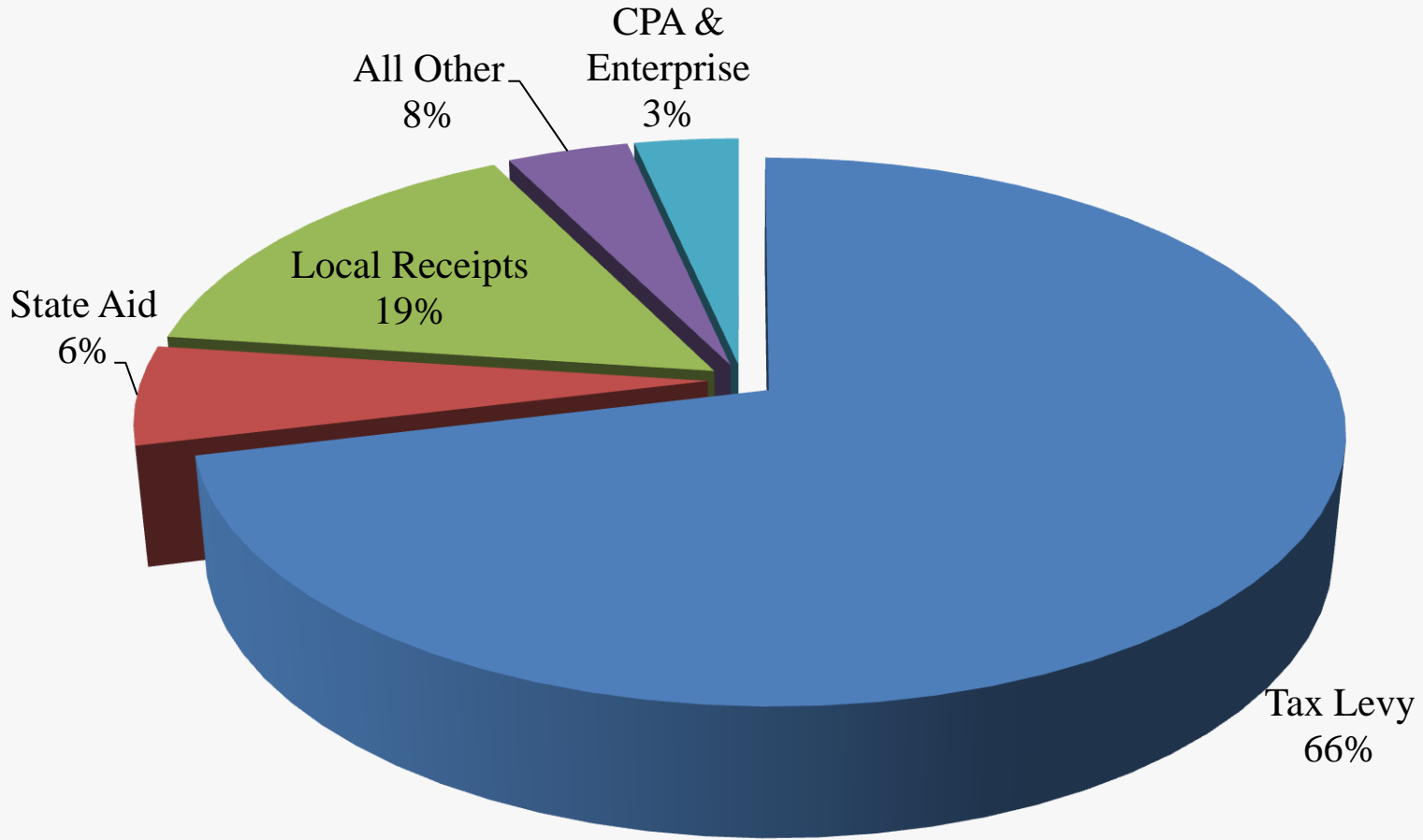


Source: U.S. Bureau of Labor Statistics.

The index for all items less food and energy rose 5.9 percent. Components contributing to the increase included shelter (4.8 percent), new and used motor vehicles (12.6 percent), and medical care (6.8 percent). Within shelter, owners' equivalent rent increased 5.4 percent, while rent of primary residence increased 5.3 percent

Revenue

FY22 Revenue By Source



\$48,615,377

Island Tax Rates FY16-FY22



High/ Low in MA

\$24.64 Longmeadow

\$2.82 Chilmark

\$10

Tax Rate Rank

2 Chilmark

4 Edgartown

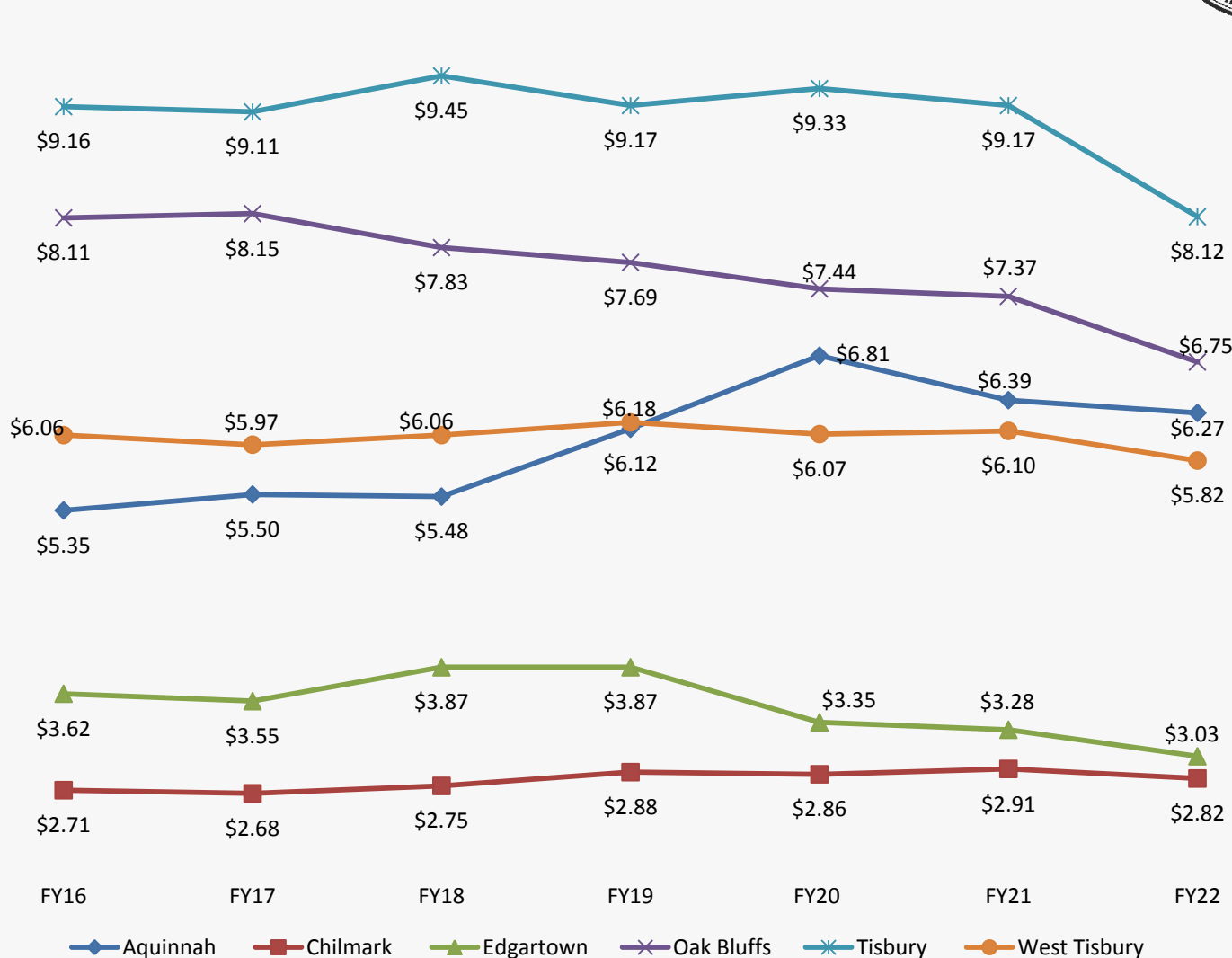
10 West Tisbury

13 Aquinnah

16 Oak Bluffs

31 Tisbury

\$10
\$9
\$8
\$7
\$6
\$5
\$4
\$3
\$2



FY22 Average Single Family Tax Bill



Average Single-Family Tax Bill



Reset City/Town

State Average Single-Family Tax Bill

\$6,724

State Average Single-Family Value

\$525,781

State Number of Single-Family Parcels

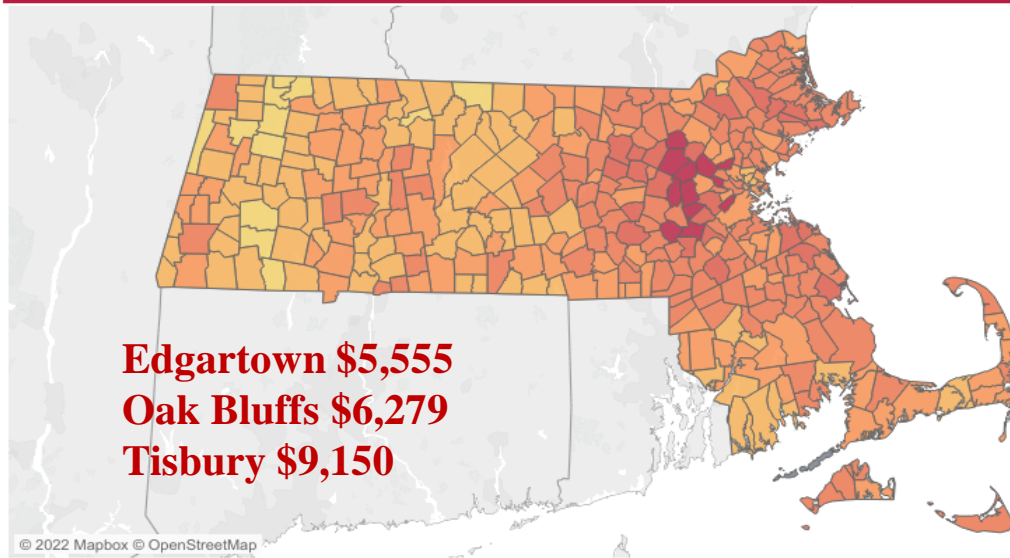
1,431,717

Number of Cities & Towns Included

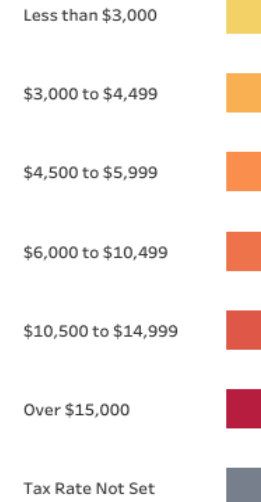
350

Select City/Town
All

Average Single Family Tax Bill Data

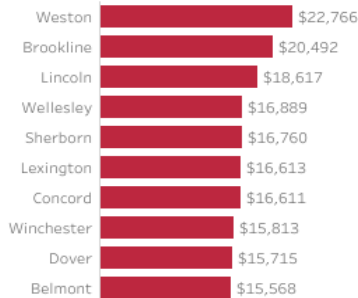


Edgartown \$5,555
Oak Bluffs \$6,279
Tisbury \$9,150

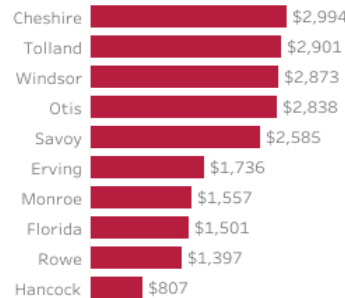


Cities/Towns with the Highest and Lowest Average Single-Family Tax Bill

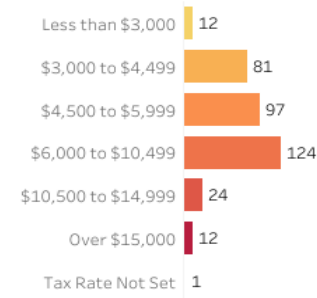
the top 10 highest



the top 10 lowest



Number of Cities/Towns

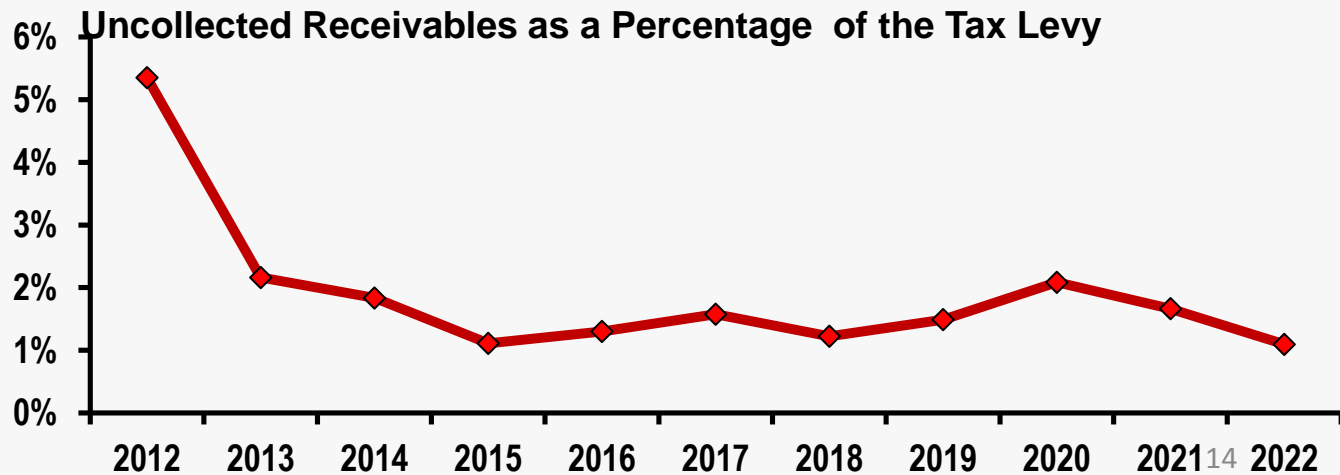


Uncollected Property Tax (30 June 2022)



Fiscal Year	Property Tax Levy	Less Overlay	Property Tax Levy (Net of Overlay)	Cumulative Uncollected Receivables as of June 30th	Cumulative Uncollected Receivables as % Tax Levy
2012	\$ 22,866,225	\$ 248,325	\$ 23,114,551	\$ 1,237,159	5.4%
2013	\$ 23,422,865	\$ 258,365	\$ 23,681,230	\$ 511,884	2.2%
2014	\$ 24,471,195	\$ 226,722	\$ 24,697,916	\$ 453,082	1.8%
2015	\$ 24,387,828	\$ 290,491	\$ 24,678,319	\$ 274,090	1.1%
2016	\$ 26,341,658	\$ 233,348	\$ 26,575,006	\$ 345,774	1.3%
2017	\$ 27,706,749	\$ 242,234	\$ 27,948,983	\$ 440,534	1.6%
2018	\$ 31,936,229	\$ 286,928	\$ 32,223,156	\$ 394,501	1.2%
2019	\$ 34,388,082	\$ 198,925	\$ 34,587,007	\$ 515,437	1.5%
2020	\$ 31,489,932	\$ 246,985	\$ 31,736,917	\$ 661,761	2.1%
2021	\$ 32,321,663	\$ 128,566	\$ 32,450,229	\$ 540,306	1.7%
2022	\$ 32,135,853	\$ 118,524	\$ 32,254,376	\$ 352,983	1.1%

- More than 5% is red flag for rating agencies
- Increase will lead to decrease in liquidity
- Edgartown consistently collects 98% each FY
- FY12 was due to MUNIS transition



Favorable Marginal Unfavorable

Cherry Sheets Receipts



- Education indicators (Charter Reimbursement / School Choice)
- State Owned Land

Education	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023 (est)
Chapter 70	422,688	438,768	448,818	535,881	601,368	684,494	703,049	820,119	854,820	904,320	917,680	1,038,273
School Transportation	0	0	0	0	0	0	0	0	0	0	0	0
Charter Tuition Reimbursement	83,723	102,812	54,802	29,192	38,189	61,065	35,398	71,262	42,832	25,326	123,931	56,331
Smart Growth	0	0	0	0	0	0	0	0	0	0	0	0
Education Offset Items	-	-	-	-	-	-	-	-	-	-	-	-
School Lunch	2,096	2,213	2,318	2,363	0	0	0	0	0	0	0	0
School Choice Receiving Tuition	151,046	82,215	113,637	99,056	74,997	63,812	76,774	39,630	46,167	34,423	25,802	43,072
Total Education	-	-	-	-	-	-	-	-	-	-	-	-
Sub-Total, All Education Programs	659,553	626,008	619,575	666,492	714,554	809,371	815,221	931,011	943,819	964,069	1,067,413	1,137,676
General Government												
Unrestricted General Government Aid	52,267	56,341	57,673	59,272	61,406	64,046	66,544	68,873	70,733	70,733	73,209	77,162
Local Share of Racing Taxes	0	0	0	0	0	0	0	0	0	0	0	0
Regional Public Libraries	0	0	0	0	0	0	0	0	0	0	0	0
Police Career Incentive	0	0	0	0	0	0	0	0	0	0	0	0
Urban Revitalization	0	0	0	0	0	0	0	0	0	0	0	0
Veterans Benefits	3,699	14,990	17,775	14,879	22,386	14,916	16,986	8,154	17,114	9,095	31,907	34,394
Exemp: VBS and Elderly	11,972	10,681	12,014	12,060	14,016	14,016	14,968	14,656	15,302	14,806	0	8,458
State Owned Land	1,132,014	1,132,378	1,154,771	1,273,939	1,273,939	1,258,780	1,257,583	1,284,762	1,465,372	1,503,497	1,791,528	2,299,599
General Government Offset Item	-	-	-	-	-	-	-	-	-	-	-	-
Public Libraries	3,807	3,683	3,791	4,874	4,777	4,630	4,405	5,175	5,662	7,004	6,881	10,544
Total General Government	-	-	-	-	-	-	-	-	-	-	-	-
Sub-Total, All General Government	1,203,759	1,218,073	1,246,024	1,365,024	1,376,524	1,356,388	1,360,486	1,381,620	1,574,183	1,605,135	1,903,525	2,430,157
Total	-	-	-	-	-	-	-	-	-	-	-	-
Total Estimated Receipts	1,863,312	1,844,081	1,865,599	2,031,516	2,091,078	2,165,759	2,175,707	2,312,631	2,518,002	2,569,204	2,970,938	3,567,833

Cherry Sheets vs CPI



Fiscal Year	Cherry Sheet Revenue	Less State Assessments	Net State Aid	CPI-U adjustment	Net State Aid (Constant Dollars)
2012	\$ 1,706,363	\$ (1,551,937)	\$ 154,426	100.0%	\$ 154,426
2013	\$ 1,755,970	\$ (1,543,085)	\$ 212,885	98.4%	\$ 209,575
2014	\$ 1,745,853	\$ (1,245,193)	\$ 500,660	97.1%	\$ 486,191
2015	\$ 1,925,223	\$ (1,314,808)	\$ 610,415	95.6%	\$ 583,378
2016	\$ 2,011,304	\$ (1,329,105)	\$ 682,199	95.0%	\$ 648,094
2017	\$ 2,097,317	\$ (1,522,555)	\$ 574,762	93.6%	\$ 538,102
2018	\$ 2,094,528	\$ (1,642,278)	\$ 452,250	91.3%	\$ 413,040
2019	\$ 2,267,826	\$ (1,752,280)	\$ 515,546	88.4%	\$ 455,856
2020	\$ 2,466,173	\$ (1,749,145)	\$ 717,028	86.8%	\$ 622,130
2021	\$ 2,569,204	\$ (1,392,160)	\$ 1,177,044	85.8%	\$ 1,009,824
2022	\$ 2,970,938	\$ (1,439,919)	\$ 1,531,019	83.1%	\$ 1,272,094

Local Receipt Actual v. Estimated



	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022
ACTUAL	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual
1. Motor Vehicle Excise	775,939	842,525	913,959	928,134	1,028,103	1,184,358	1,192,472	1,126,898	1,321,783	1,211,614	1,440,812
2b. Room Excise	854,798	855,844	879,189	915,917	962,115	992,619	980,507	1,038,410	1,543,427	2,468,570	3,809,007
2c. Other Excise-Boat	-	12,928	13,237	14,980	12,821	13,489	13,779	13,503	13,202	18,959	14,661
3. Penalties/Interest on Taxes and Excises	216,773	143,102	128,614	117,530	101,242	109,278	126,990	141,057	159,165	149,641	160,464
4. Payment In Lieu of Taxes	159,832	31,028	28,444	29,024	30,885	28,443	29,048	28,446	31,519	238,812	28,436
5. Charges for Services-Water	1,279,307	1,676,509	1,519,238	1,595,951	1,659,718	1,729,733	1,617,445	1,680,303	1,754,787	2,011,256	1,973,785
6. Charges for Services-Sewer	1,417,853	1,273,369	1,648,934	1,517,860	1,654,344	1,682,061	1,963,111	1,959,514	1,947,468	1,799,714	1,768,133
9. Other Charges for Services	200,589	195,314	200,220	240,000	174,064	200,969	209,411	231,009	256,677	209,482	205,401
10. Fees	624,738	689,526	703,080	702,546	753,754	792,538	898,205	933,412	920,361	1,017,338	949,136
11. Rentals	21,673	54,300	35,435	88,133	105,263	91,403	67,250	112,368	134,314	139,280	137,413
12. Dept. Revenue-Schools		-	-	-	-	-	3,885	2,728	3,830	-	
16. Other Departmental Revenue	34,396	28,968	122,306	36,783	152,349	219,284	239,179	224,045	694,307	203,248	378,544
17. Licenses/Permits	526,219	531,832	618,316	603,632	693,682	810,263	752,035	881,783	697,439	955,458	1,143,984
18. Special Assessments	38,537	321,207	102,046	94,011	46,215	71,588	63,936	55,469	53,793	73,777	70,959
19. Fines and Forfeits	83,754	55,154	64,935	47,346	80,892	46,276	71,825	66,651	99,601	41,316	69,830
20. Investment Income	24,253	28,036	49,843	58,541	53,731	54,340	77,791	213,788	331,949	64,088	49,911
22. Misc. Recurring	-	-	-	107,956	-	3,814	4,453	153,599	6,469	150,208	4,821
23. Misc. Non-Recurring	68,345	91,832	99,903	-	83,517	132,132	144,457	140,544	145,044	259,058	350,301
TOTAL Local Receipts-Actual	6,327,005	6,831,474	7,127,699	7,098,343	7,592,697	8,162,588	8,455,779	9,003,526	10,115,134	11,011,820	12,555,599
		7.97%	4.34%	-0.41%	6.96%	7.51%	3.59%	6.48%	12.35%	8.86%	14.02%
TOTAL Local Receipts-Estimated	5,429,000	5,743,539	5,884,912	6,632,508	6,493,955	6,603,409	6,690,001	6,780,009	6,980,000	7,007,180	7,007,180
Difference: Actual over Budget	898,005	1,087,935	1,242,787	465,835	1,098,742	1,559,179	1,765,778	2,223,517	3,135,134	4,004,640	4,956,877
Percent of Over Actual	16.5%	18.9%	21.1%	7.0%	16.9%	23.6%	26.4%	32.8%	44.9%	57.2%	65.2%

2c. Other Excise c. Other: Boat Excise tax collections are down, but so are the commitments each year.

4. Payments in Lieu of Taxes: There was a large one-time payment in lieu of taxes for \$210,6578 in FY21

6. Charges for Services - Water: Water Usage fees for FY22 are at a 99% collection rate, but in FY20 collections were at 97% and in FY21 increased to over 100%, therefore the drop in FY22.

7. Charges for Services - Sewer: Receipts are down each year due to the termination of commercial septage hauling. Will continue

9. Other Charges for Services: Airfield landing receipts are down from \$17,600 in FY21 to \$9,564 in FY22, down 46%.

10. Fees: Fees were down slightly in many areas, but the significant decreases were in Visitor Moorings, down 10% or \$59,453 and North Wharf Dockage is down 20% or \$37,859.

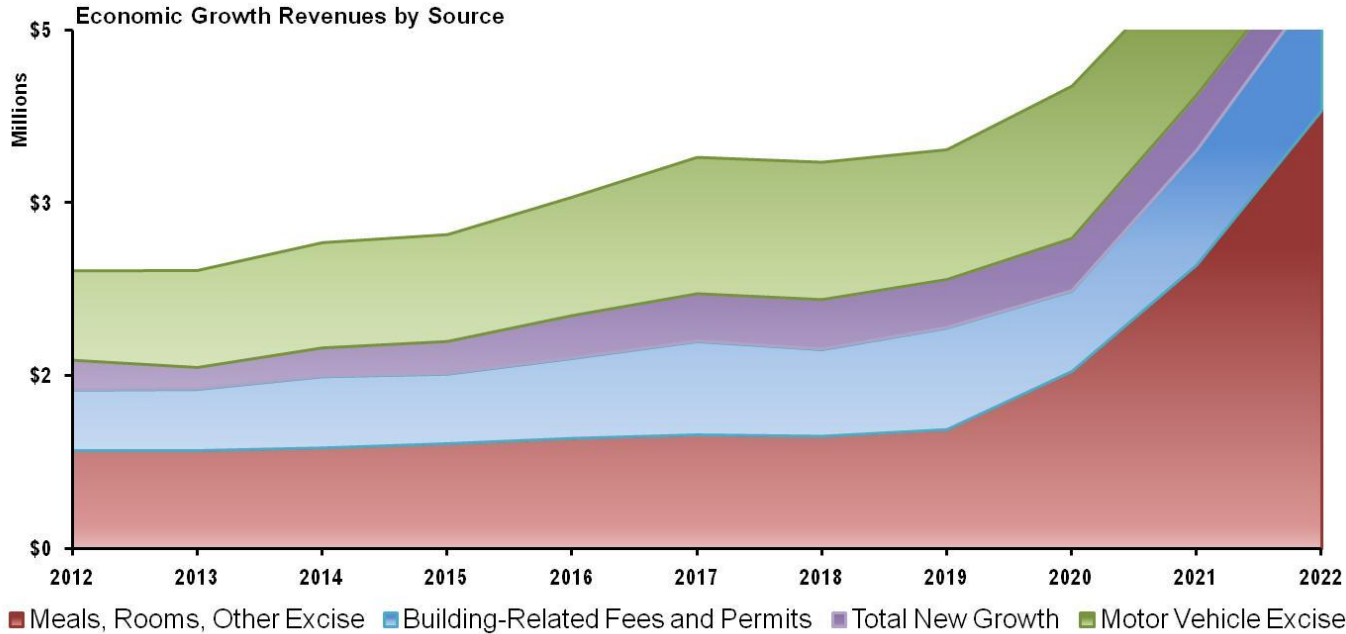
18. Special Assessments: These are betterments and they get smaller every year until they're gone.

Projected Local Receipt



ACTUAL	FY2021 Actual	FY2022 Actual	FY2023 Projected	FY2024 Projected	FY2025 Projected	FY2026 Projected	Average % Change
1. Motor Vehicle Excise	1,211,614	1,440,812	1,538,271	1,642,323	1,753,413	1,872,018	7%
2b. Room Excise	2,468,570	3,809,007	4,505,301	5,328,878	6,303,007	7,455,209	18%
2c. Other Excise-Boat	18,959	14,661	14,661	14,661	14,661	14,661	
3. Penalties/Interest on Taxes and Excises	149,641	160,464	157,692	154,968	152,290	149,659	-2%
4. Payment In Lieu of Taxes	238,812	28,436	42,429	63,308	94,461	140,943	49%
			-				
5. Charges for Services-Water	2,011,256	1,973,785	2,071,508	2,174,070	2,281,709	2,394,678	5%
6. Charges for Services-Sewer	1,799,714	1,768,133	1,818,685	1,870,682	1,924,167	1,979,180	3%
9. Other Charges for Services	209,482	205,401	208,076	210,786	213,532	216,313	1%
10. Fees	1,017,338	949,136	991,261	1,035,255	1,081,201	1,129,187	4%
11. Rentals	139,280	137,413	183,218	244,291	325,721	434,295	33%
12. Dept. Revenue-Schools	-		-				
16. Other Departmental Revenue	203,248	378,544	690,004	1,257,728	2,292,569	4,178,861	82%
17. Licenses/Permits	955,458	1,143,984	1,249,877	1,365,572	1,491,976	1,630,081	9%
18. Special Assessments	73,777	70,959	118,349	197,387	329,211	549,072	67%
19. Fines and Forfeits	41,316	69,830	76,289	83,345	91,054	99,476	9%
20. Investment Income	64,088	49,911	63,596	81,032	103,250	131,559	27%
22. Misc. Recurring	150,208	4,821	4,821				
23. Misc. Non-Recurring	259,058	350,301	350,301				
TOTAL Local Receipts-Actual	11,011,820	12,555,599	13,455,431	15,724,286	18,452,221	22,375,190	7%
	8.86%	14.02%					
TOTAL Local Receipts-Estimated	7,007,180	7,007,180	7,007,180	7,007,180	7,007,180	7,007,180	
Difference: Actual over Budget	4,004,640	4,956,877	6,129,339	8,398,194	11,126,129	15,049,098	
<i>Percent of Over Actual</i>	<i>57.2%</i>	<i>65.2%</i>	<i>83.7%</i>	<i>114.6%</i>	<i>151.9%</i>	<i>205.4%</i>	

Economic Growth Revenues

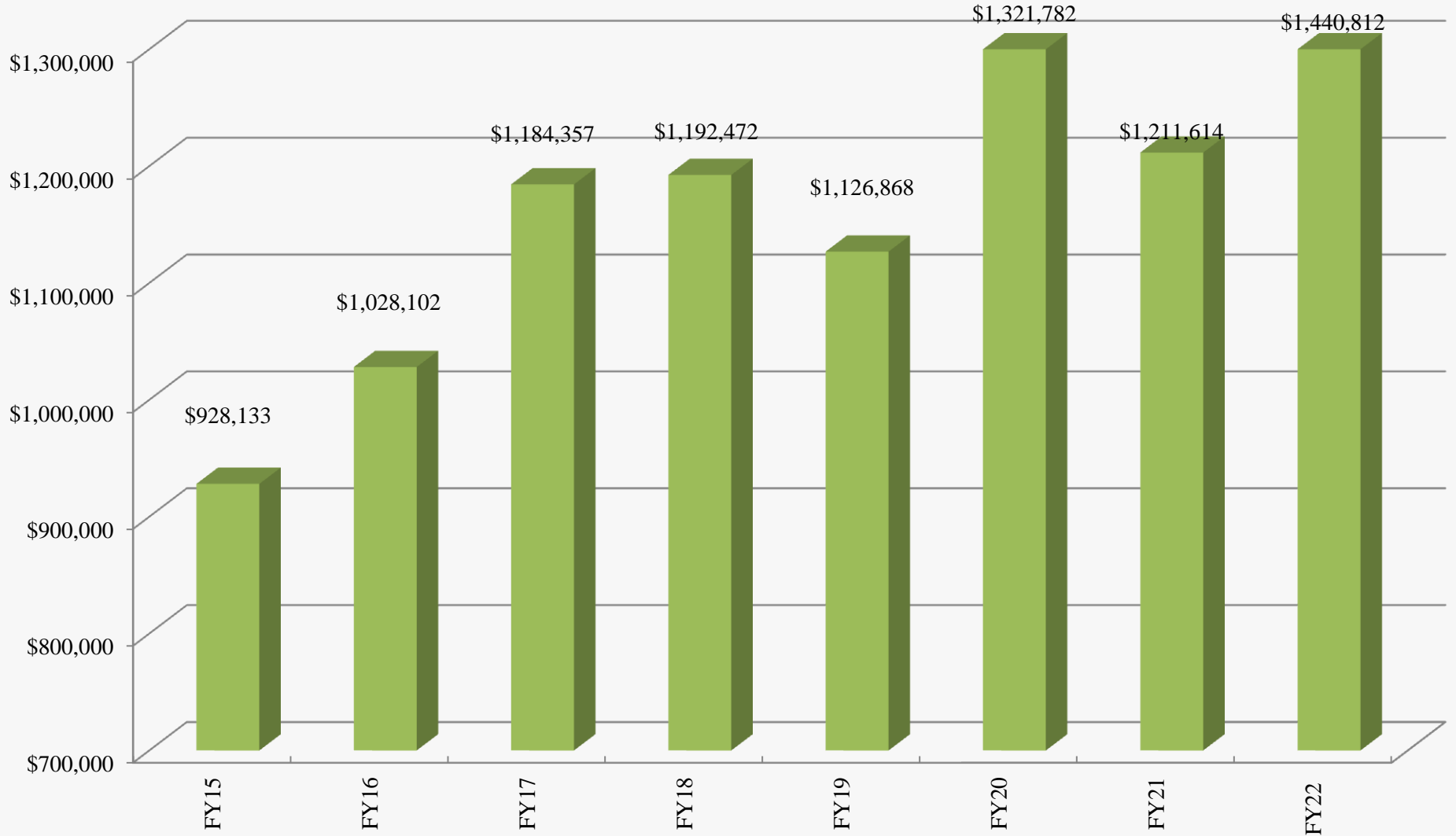


➤ Revenues related to economic growth (elastic revenue sources) include tax levy growth from new development, motor vehicle excise taxes, as well as building permits and construction related permit fees.

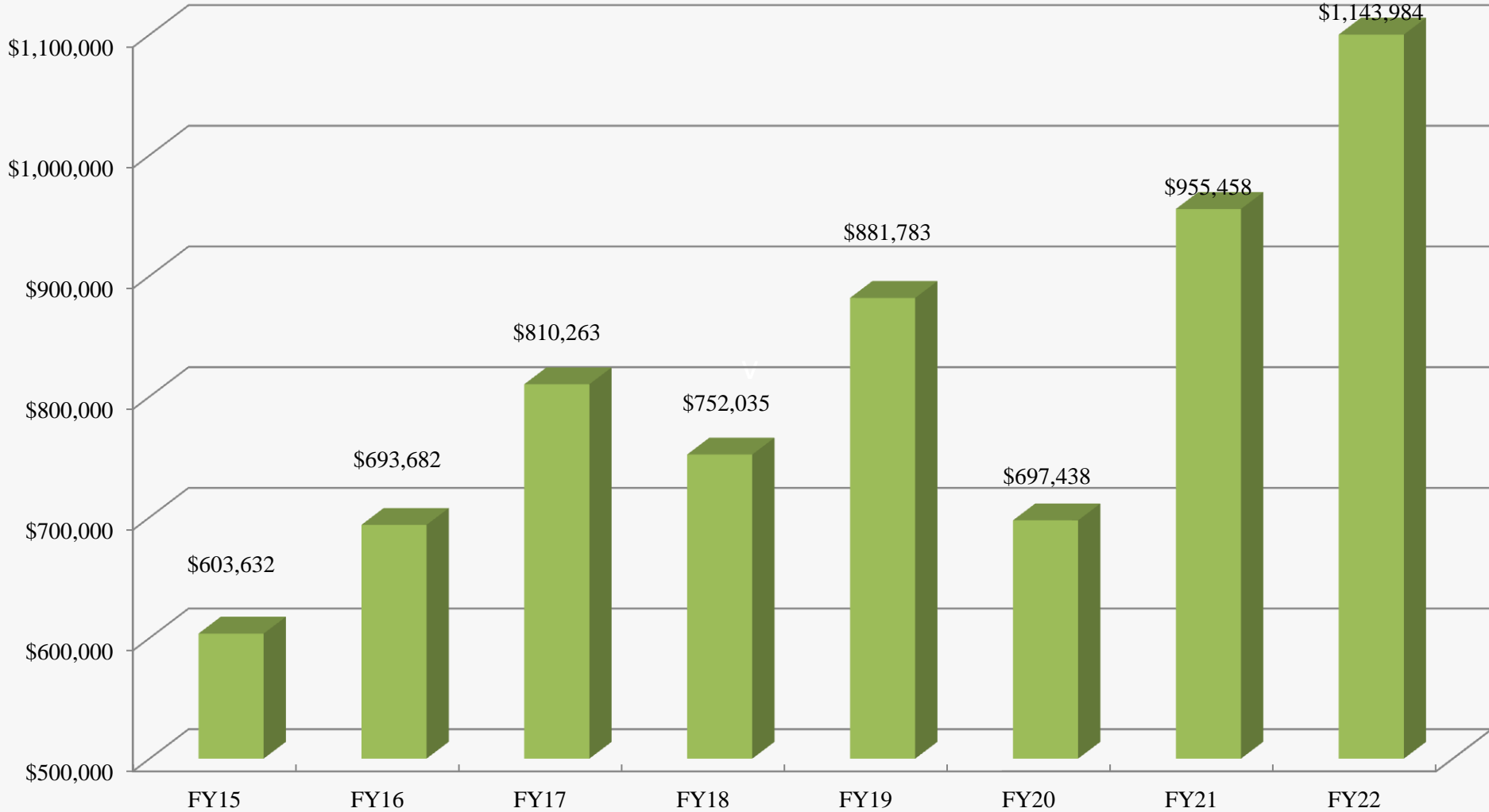
➤ These revenues are sensitive to changes in the level of economic activity.

Fiscal Year	Building-Related Fees and Permits	Meals, Rooms, Other Excise	Motor Vehicle Excise	Total New Growth	Nominal Dollars	CPI-U adjustment	Constant Dollars
2012	\$ 526,219	\$ 854,798	\$ 775,939	\$ 255,727	\$ 2,156,956	100.0%	\$ 2,156,956
2013	\$ 531,832	\$ 855,844	\$ 842,525	\$ 186,373	\$ 2,230,201	98.4%	\$ 2,195,524
2014	\$ 618,316	\$ 879,189	\$ 913,959	\$ 246,439	\$ 2,411,464	97.1%	\$ 2,341,772
2015	\$ 603,632	\$ 915,917	\$ 928,134	\$ 279,819	\$ 2,447,683	95.6%	\$ 2,339,266
2016	\$ 693,682	\$ 962,115	\$ 1,028,103	\$ 368,696	\$ 2,683,900	95.0%	\$ 2,549,723
2017	\$ 810,263	\$ 992,619	\$ 1,184,358	\$ 411,415	\$ 2,987,240	93.6%	\$ 2,796,708
2018	\$ 752,035	\$ 980,507	\$ 1,192,472	\$ 431,088	\$ 2,925,015	91.3%	\$ 2,671,413
2019	\$ 881,783	\$ 1,038,410	\$ 1,126,868	\$ 417,825	\$ 3,047,060	88.4%	\$ 2,694,270
2020	\$ 697,439	\$ 1,543,427	\$ 1,321,783	\$ 454,051	\$ 3,562,649	86.8%	\$ 3,091,135
2021	\$ 995,458	\$ 2,468,570	\$ 1,211,614	\$ 476,755	\$ 4,675,642	85.8%	\$ 4,011,385
2022	\$ 1,143,984	\$ 3,809,007	\$ 1,440,812	\$ 376,849	\$ 6,393,803	83.1%	\$ 5,312,489

Motor Vehicle



License and Permits

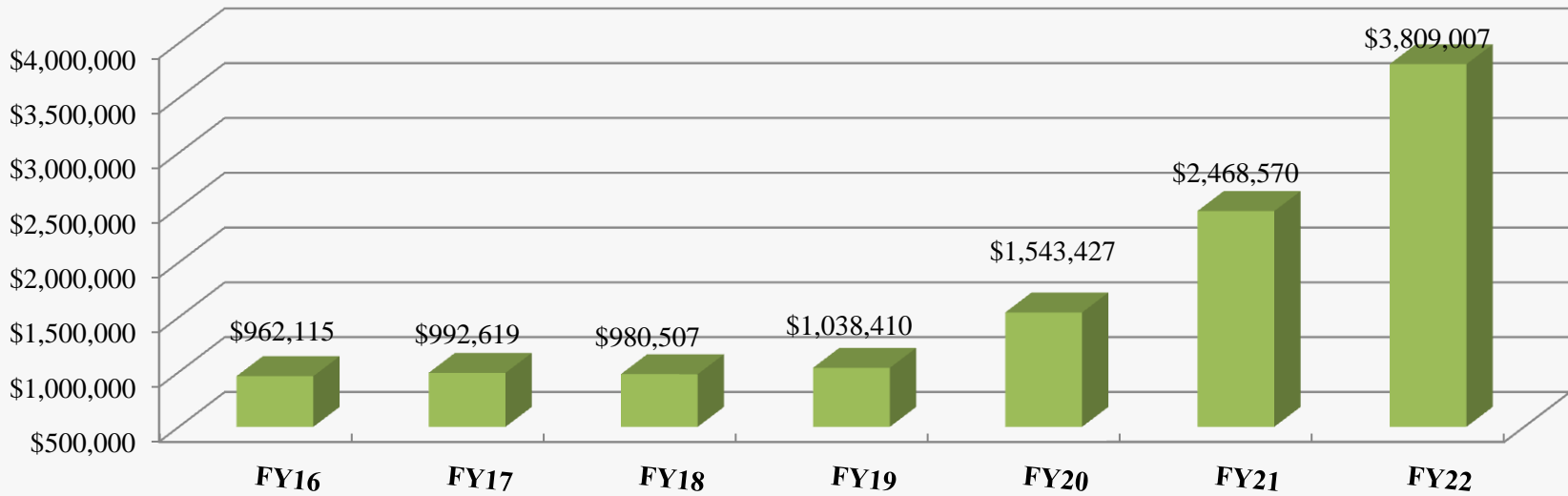
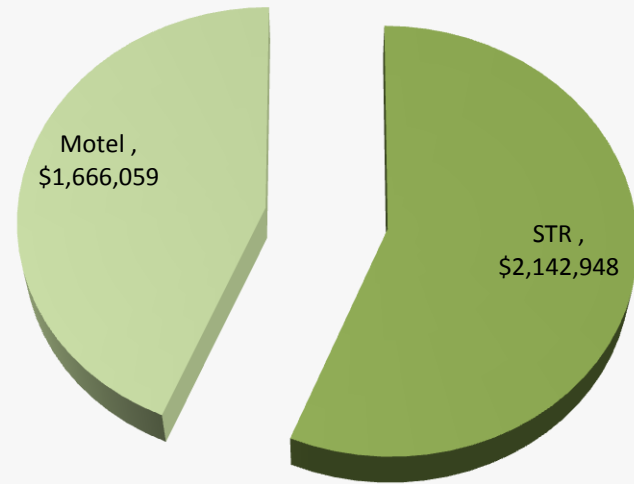
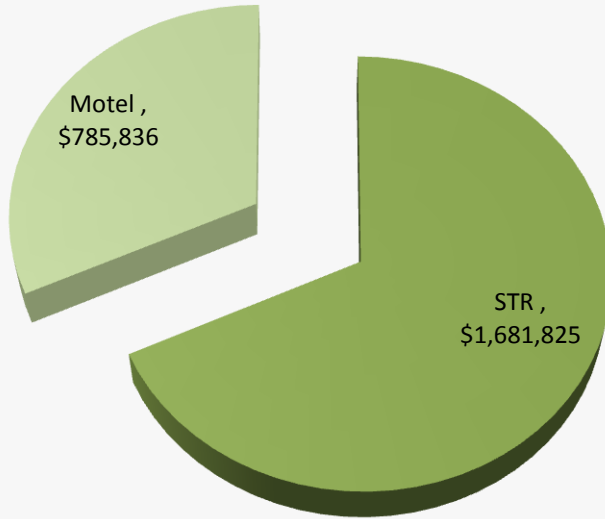


Hotel Excise

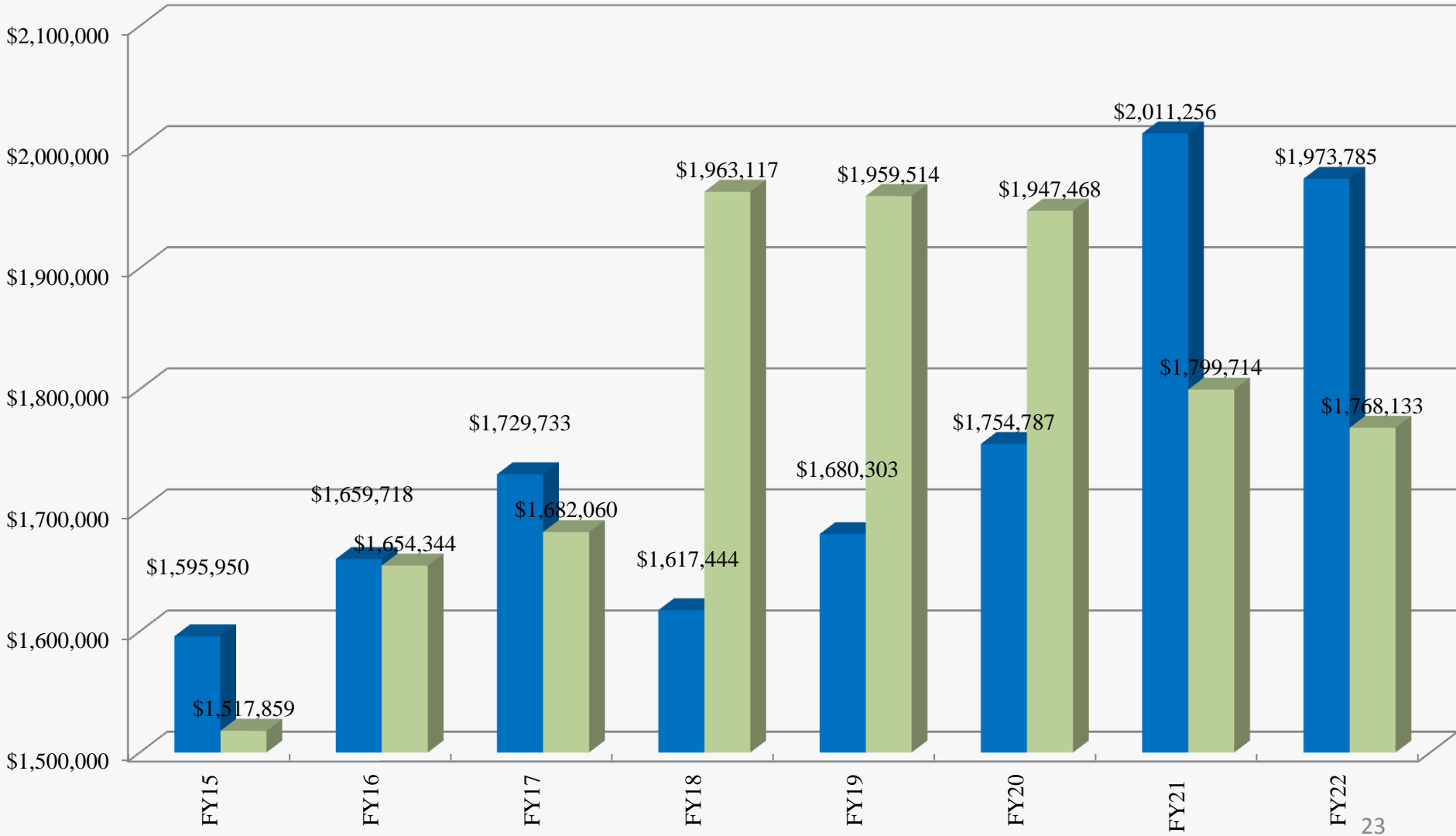


FY21 Hotel/Motel

FY22 Hotel/Motel



Sewer and Water



Expenditures

GF Budget Expenditure Trends



	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	Avg % Increase
General Government	2,252,928	2,286,862	2,288,915	2,330,501	2,416,942	2,679,652	2,788,878	2,804,440	2,986,911	3,148,854	3.8%
Protection of P&P	4,375,601	4,529,608	4,807,194	5,086,034	5,310,042	5,586,341	5,876,224	5,808,701	6,032,105	6,333,577	4.2%
Harbormaster	422,336	427,468	435,725	439,977	442,582	500,406	522,793	530,475	539,448	551,211	3.1%
Dredge	236,000	244,000	244,000	260,161	259,766	265,985	269,594	271,397	340,042	345,528	4.6%
Highway	815,414	796,691	825,630	830,181	977,128	1,099,932	1,107,211	1,151,642	1,182,224	1,250,897	5.0%
Health and Sanitation	1,681,966	1,711,404	1,732,803	1,794,575	1,824,454	1,966,153	2,045,789	2,090,676	2,055,179	2,123,847	2.7%
Veteran's Services	20,000	20,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	35,000	7.4%
Education	10,704,331	11,134,354	11,763,132	12,116,768	12,265,052	13,063,996	13,779,921	14,410,327	14,962,578	15,051,833	3.9%
Library	526,713	544,331	620,178	772,651	820,201	914,767	926,098	948,605	972,216	1,052,077	8.2%
Parks and Beaches	338,676	350,080	362,402	383,361	371,372	430,487	393,199	428,487	431,498	462,102	3.7%
Katama Airport						114,900	114,900	114,900	123,196	123,196	1.8%
Cemetery	79,479	81,729	94,652	98,625	30,701	38,380	40,069	40,984	42,555	45,666	-0.4%
Unclassified	4,862,034	5,240,594	5,345,768	5,670,013	6,318,196	6,677,893	6,887,161	7,135,073	7,444,348	7,755,897	5.4%
Interest and Debt	2,150,987	1,822,446	1,972,979	2,116,592	2,050,477	1,971,391	1,902,220	1,826,794	1,801,667	863,112	-7.5%
Water Department	1,459,472	1,527,084	1,551,532	1,607,408	1,584,500	1,654,509	1,705,919	1,732,684	1,800,592	1,837,343	2.6%
Total	29,925,937	30,716,651	32,074,909	33,536,847	34,701,416	36,994,791	38,389,976	39,325,185	40,744,560	40,980,140	3.6%

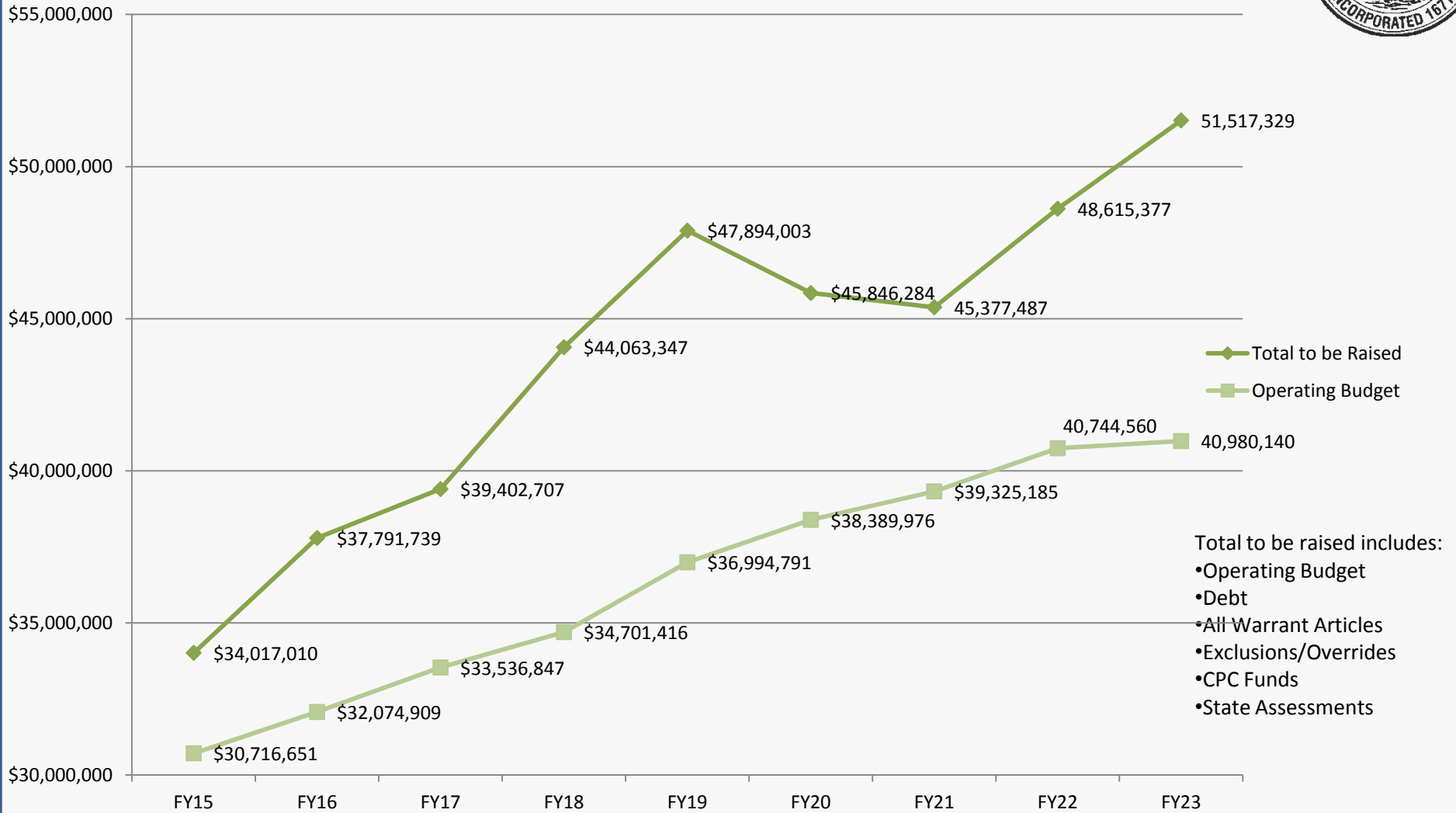
➤ Average 3.6% increase in operating budget (including debt service) over the last eight years (Range: 2.6% to 8.2%)

➤ Library, Cemetery and Highway are a result of operational changes

➤ 3.9% for Education (30-35% of overall budget)

➤ Unclassified – primarily employee benefits

Operating & Total Raised



GF Budget Expenditure Forecast



	FY 2023 Actual	Avg % Increase	FY 2024 Projected	FY 2025 Projected	FY 2026 Projected	FY 2027 Projected	FY 2028 Projected
General Government	3,148,854	3.8%	3,269,748	3,395,284	3,525,640	3,661,001	3,801,558
Protection of P&P	6,333,577	4.2%	6,600,572	6,878,823	7,168,803	7,471,008	7,785,952
Harbormaster	551,211	3.1%	568,112	585,531	603,484	621,988	641,059
Dredge	345,528	4.6%	361,341	377,877	395,170	413,255	432,167
Highway	1,250,897	5.0%	1,313,852	1,379,975	1,449,425	1,522,372	1,598,989
Health and Sanitation	2,123,847	2.7%	2,180,211	2,238,071	2,297,467	2,358,439	2,421,028
Veteran's Services	35,000	7.4%	37,593	40,377	43,368	46,581	50,031
Education	15,051,833	3.9%	15,635,382	16,241,555	16,871,228	17,525,314	18,204,758
Library	1,052,077	8.2%	1,138,489	1,231,997	1,333,185	1,442,685	1,561,178
Parks and Beaches	462,102	3.7%	479,338	497,217	515,762	535,000	554,955
Katama Airport	123,196	1.8%	125,420	127,684	129,988	132,335	134,723
Cemetery	45,666	-0.4%	45,504	45,343	45,182	45,022	44,862
Unclassified	7,755,897	5.4%	8,171,580	8,609,542	9,070,977	9,557,143	10,069,366
Interest and Debt	863,112	0.0%	863,112	863,112	863,112	863,112	863,112
Water Department	1,837,343	2.6%	1,885,246	1,934,398	1,984,831	2,036,579	2,089,677
Total	40,980,140	3.6%	42,675,499	44,446,785	46,297,625	48,231,832	50,253,416

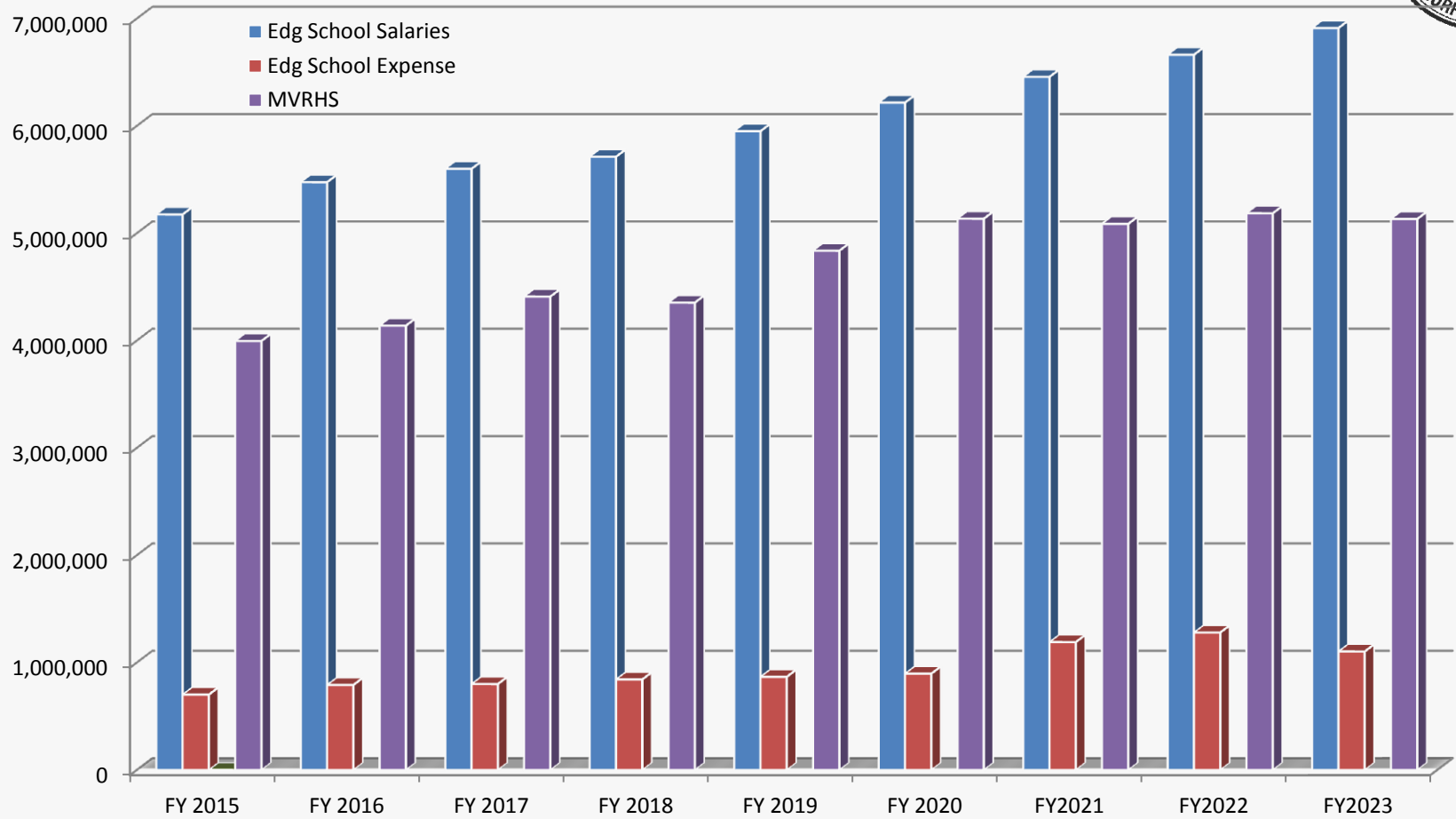
- Historical growth rates allows for prediction of future FYs in comparison to projected revenues. Projected growth rate of Local Receipts is 6-7% / Operating Budget is 3-4% (Debt can confound number)
- Unknowns of State Assessments, Capital Expenditures, Inflation, Debt Service holistic staffing costs add to uncertainty.
- Operating budget will likely hit the \$50M in FY2028

Cherry Sheets Assessment



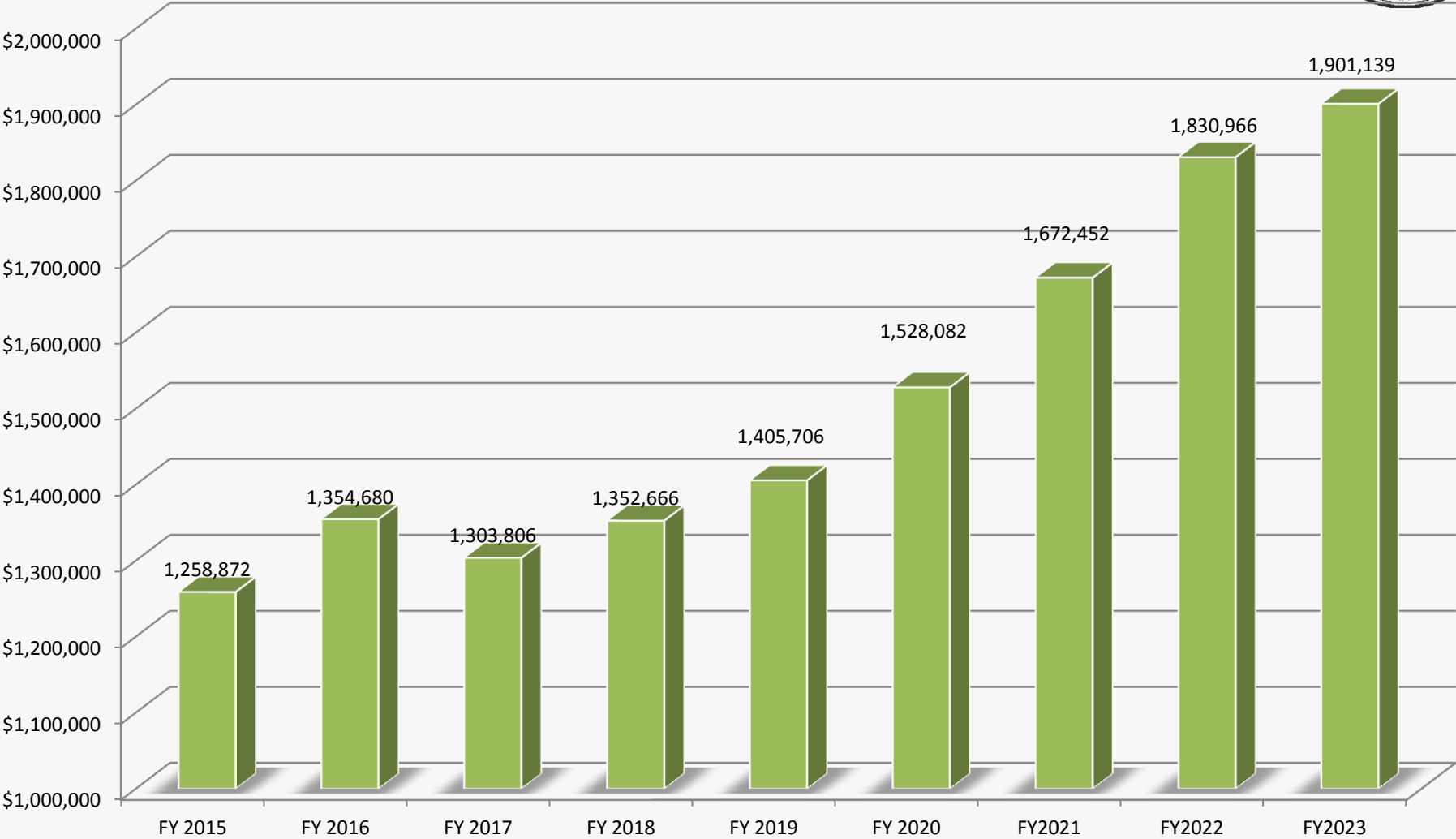
County Assessments												
Programs:	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
County Tax	310,365	244,997	179,375	183,859	184,985	184,986	194,607	194,607	200,160	205,168	217,243	222,674
Suffolk County Retirement	0	0	0	0	0	0	0	0	0	0	0	0
Essex County Reg Comm Center	0	0	0	0	0	0	0	0	0	0	0	0
Sub-Total, County Assessments:	310,365	244,997	179,375	183,859	184,985	184,986	194,607	194,607	200,160	205,168	217,243	222,674
State Assessments and Charges												
Programs:	-	-	-	-	-	-	-	-	-	-	-	-
Retired Employees Health Insurance	0	0	0	0	0	0	0	0	0	0	0	0
Retired Teachers Health Insurance	0	0	0	0	0	0	0	0	0	0	0	0
Mosquito Control Projects	0	0	0	0	0	0	0	0	0	0	0	0
Air Pollution	7,949	8,154	8,214	8,227	8,276	8,483	8,560	8,772	8,885	9,102	9,605	9,978
Metropolitan Area Planning Council	0	0	0	0	0	0	0	0	0	0	0	0
Old Colony Planning Council	0	0	0	0	0	0	0	0	0	0	0	0
RMV Non-Renewal Surcharge	10,440	14,620	13,880	12,920	12,920	12,920	13,740	13,740	13,440	14,640	14,640	17,000
Sub-Total, State Assessments:	18,389	22,774	22,094	21,147	21,196	21,403	22,300	22,512	22,325	23,742	24,245	26,978
Transportation Authorities												
Programs:	-	-	-	-	-	-	-	-	-	-	-	-
MBTA	0	0	0	0	0	0	0	0	0	0	0	0
Boston Metro. Transit District	0	0	0	0	0	0	0	0	0	0	0	0
Regional Transit	201,811	203,829	208,925	214,148	219,502	224,990	230,615	236,380	242,290	248,347	254,556	260,920
Sub-Total, Transportation Assessments:	201,811	203,829	208,925	214,148	219,502	224,990	230,615	236,380	242,290	248,347	254,556	260,920
Annual Charges Against Receipts												
Programs:	-	-	-	-	-	-	-	-	-	-	-	-
Special Education	0	0	0	0	0	0	0	0	0	0	0	0
STRAP Repayments	0	0	0	0	0	0	0	0	0	0	0	0
Multi-Year Repayment	0	0	0	0	0	0	0	0	0	0	0	0
Sub-Total, Charges Against Receipts:	0	0	0	0	0	0	0	0	0	0	0	0
Tuition Assessments												
Programs:	-	-	-	-	-	-	-	-	-	-	-	-
School Choice Sending Tuition	294,160	287,789	189,596	201,034	180,161	189,264	256,991	237,143	207,128	133,199	140,919	113,656
Charter School Sending Tuition	727,212	783,696	645,203	694,620	723,261	901,912	937,765	1,061,638	1,077,242	781,704	802,956	744,040
Essex County Tech Sending Tuition	0	0	0	0	0	0	0	0	0	0	0	0
Sub-Total, Tuition Assessments:	1,021,372	1,071,485	834,799	895,654	903,422	1,091,176	1,194,756	1,298,781	1,284,370	914,903	943,875	857,696
Total												
Total Estimated Charges	1,551,937	1,543,085	1,245,193	1,314,808	1,329,105	1,522,555	1,642,278	1,752,280	1,749,145	1,392,160	1,439,919	1,368,268

Edgartown School & MVRHS



	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY2021	FY2022	FY2023
Edg School Salaries	5,176,130	5,476,607	5,601,051	5,713,645	5,951,875	6,217,923	6,457,892	6,663,990	6,912,896
Edg School Expense	702,459	792,059	801,053	844,153	868,297	897,495	1,191,615	1,280,733	1,104,125
MVRHS	3,996,893	4,139,786	4,410,858	4,354,589	4,838,117	5,136,422	5,088,368	5,186,887	5,133,670

Superintendent's Office

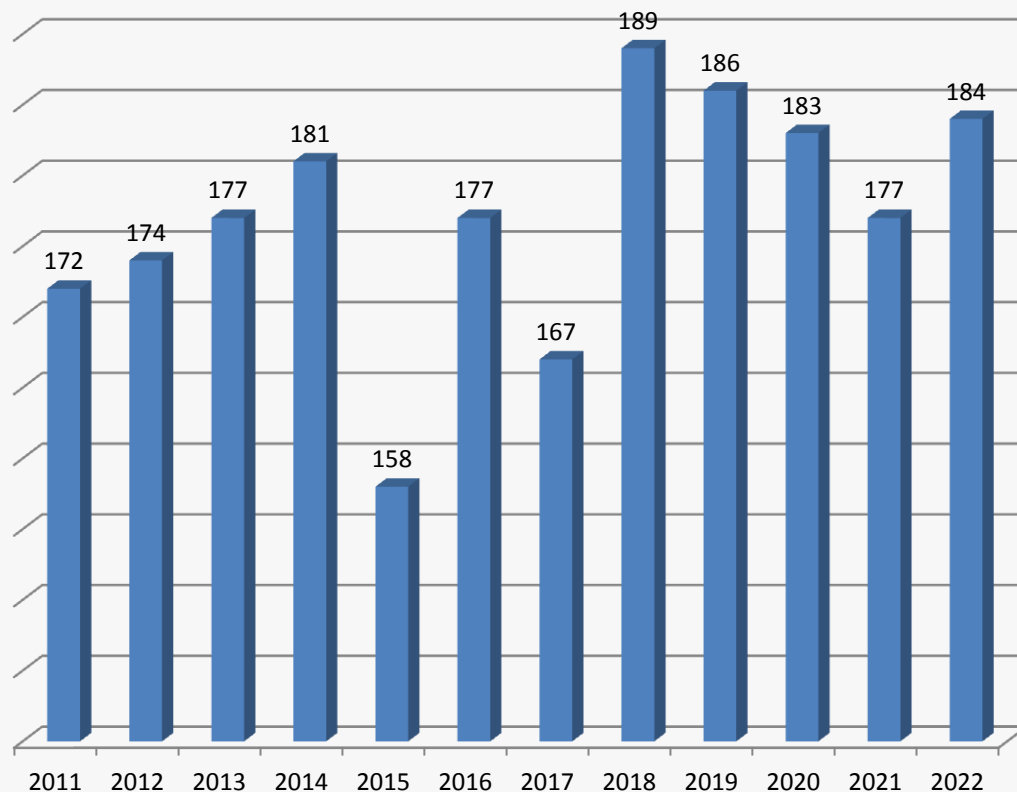


Personnel

FTE Indirect Costing



Total Number of Employees (FTE) for Calendar Year Ending December 31

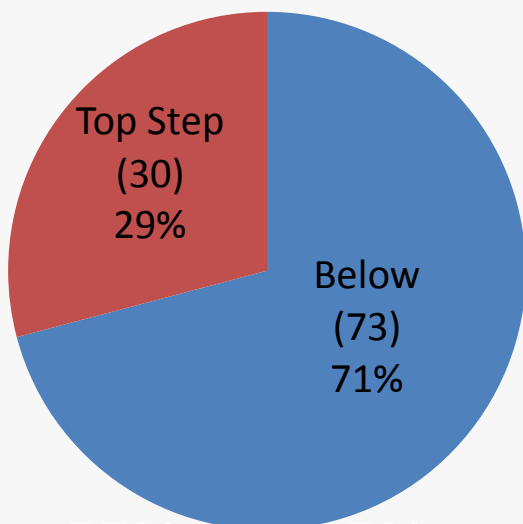


Cost	Amount	Assumption
Salary	\$84,919	Town Gross/FTE
Health Insurance	\$20,049	Schedule A Health Insurance Payment / FTE
Retirement	\$8,699	DC Retirement Assessment / FTEs
OPEB	\$1,900	OPEB Policy Appropriation / FTEs (OPEB not funded)
Compensated Absence	\$4,499	Audited Financials : Non Current Liabilities / FTEs
TOTAL	\$120,066 (35k indirect)	

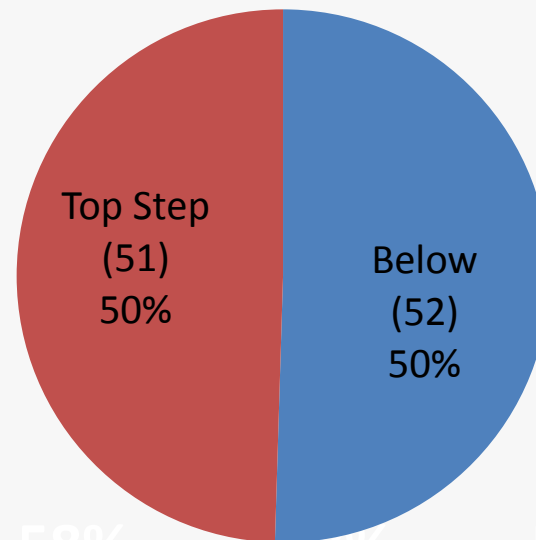
Top Step Employees



FY23 Top Step
103 (Excluding School & Seasonal)



FY24 Top Step
As of July 1st 2023
103 (Excluding School & Seasonal)



57%

57%

57%

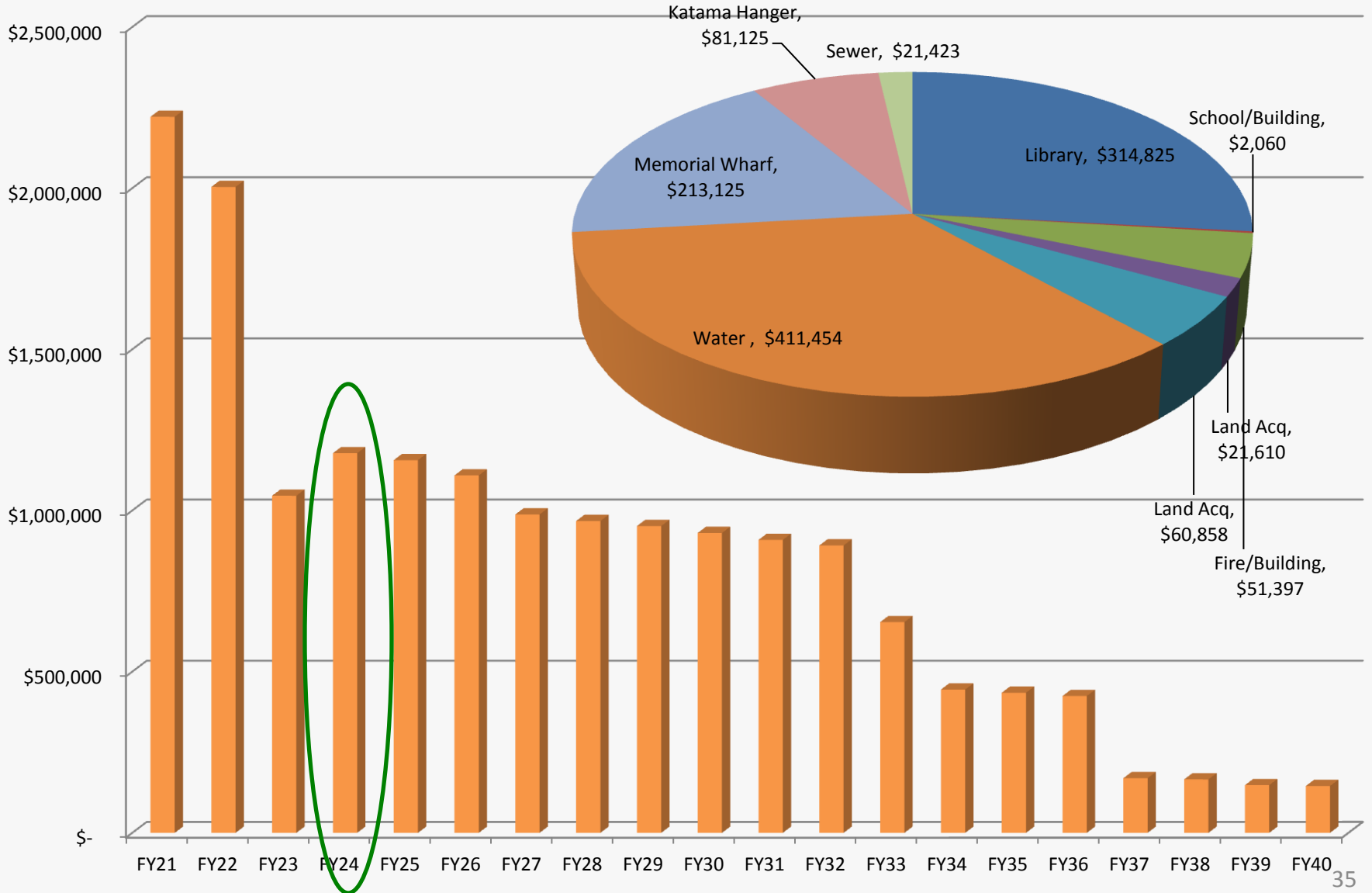
58%

58%

58%

Debt

Excluded Debt & FY24 Debt

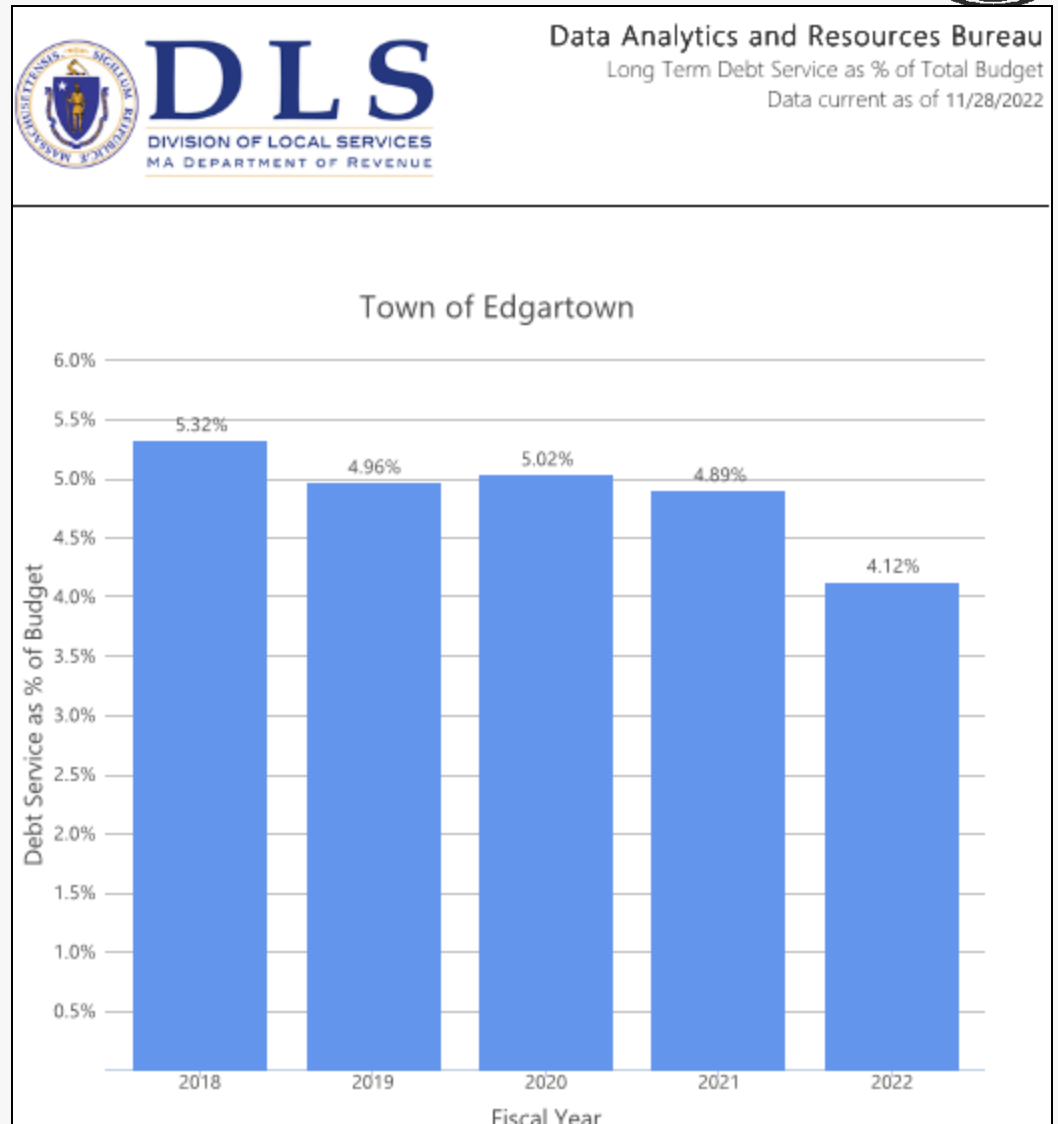


Debt Service as % of GF Expenditures



Debt Policy – April 2021 :

1. Replace maturing debt obligations with new issuances so that year-to-year debt service is maintained at a target level representing four to six percent of general fund revenues.
 2. The Town will also seek to fund a greater proportion of its debt obligations from within the base annual tax levy, as opposed to using debt exclusions, with the goal of eventually achieving a consistent level of annual, non-excluded debt service equivalent to three percent of general fund revenues.
 3. Total debt service, including debt exclusions and any self-supporting debt, shall be limited to 10 percent of general fund revenues.
- Credit Agencies consider anything over 20% as a warning indicator
- Too low could be a warning sign of lack of capital investment



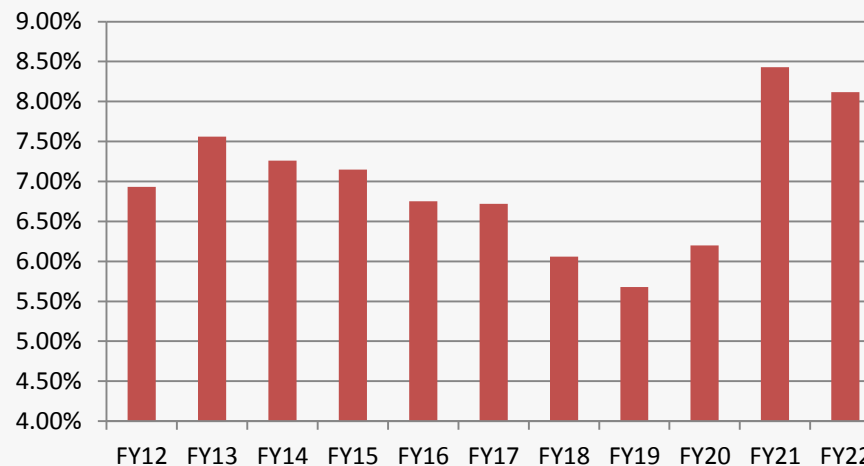
Reserves

Reserves



Municipality	FY	Budget (-CPC)	Free Cash	Free Cash %	Gen SF Balance	SF % of Budget	Combined Reserves	Combined %
Edgartown	2012	31,717,437	1,260,870	3.98%	2,198,787	6.93%	3,459,657	10.91%
Edgartown	2013	32,301,068	1,762,318	5.46%	2,443,004	7.56%	4,205,322	13.02%
Edgartown	2014	34,049,057	1,885,982	5.54%	2,470,327	7.26%	4,356,309	12.79%
Edgartown	2015	34,752,818	2,349,385	6.76%	2,484,017	7.15%	4,833,402	13.91%
Edgartown	2016	37,553,456	1,845,830	4.92%	2,535,453	6.75%	4,381,283	11.67%
Edgartown	2017	38,803,164	1,683,969	4.34%	2,606,464	6.72%	4,290,433	11.06%
Edgartown	2018	43,181,882	2,277,345	5.27%	2,618,921	6.06%	4,896,266	11.34%
Edgartown	2019	45,801,809	2,748,072	6.00%	2,603,180	5.68%	5,351,252	11.68%
Edgartown	2020	43,590,938	3,572,967	8.20%	2,857,168	6.20%	6,275,110	14.40%
Edgartown	2021	43,850,087	7,468,995	17.03%	3,694,402	8.43%	11,163,397	25.46%
Edgartown	2022	47,051,128	9,907,844	21.06%	3,819,044	8.12%	13,726,888	29.17%

- Free Cash not yet certified
- General stabilization at 7-10%
- Combined FC & SF reserves at 10-15%
- Added \$250k in FY23 to Gen SF
- Added \$2M to newly created capital stabilization
- Added \$100k to Fire Truck Stabilization



OPEB

OPEB – Funding History



OPEB Policy – Adopted October 2021

- Appropriate no less than 2% of the current year's salary & wages within the Financial Advisory Committee's recommended operating budget.
- Once the pension system's accrued liability has been fully funded, on a subsequent annual basis, appropriate to the OPEB Trust Fund an amount equivalent to the former unfunded liability expense (i.e., separate from the normal cost).

OPEB as of 9/30/22

Funding To Date	Value as of 6/30/2022		Investment Balance 8/31/2022	Dividends/Interest Received	Market Value Change from 8/31/2022	Market Value 9/30/2022	Total Change from Funding	Total OPEB Liability as of 6/30/2021	% Funded	Allocation Basis
1,224,662.34	1,471,657.50	County of Dukes County	1,720,903.42	5,724.54	(112,410.96)	1,614,047.18	389,384.84	11,910,850	13.55%	0.05371
372,750.00	353,040.99	MV Commission	483,196.35	1,607.34	(31,562.82)	453,193.19	80,443.19	1,414,729	32.03%	0.01508
597,989.41	865,973.11	MV Transit Authority	948,206.65	3,154.18	(61,937.71)	889,329.55	291,340.14	559,634	158.91%	0.02959
5,338,052.02	6,079,912.77	MV Regional High School	6,657,266.41	22,145.22	(434,858.62)	6,243,896.07	905,844.05	58,433,944	10.69%	0.20776
44,535.67	64,305.43	MV Refuse District	70,411.93	234.22	(4,599.37)	66,039.83	21,504.16	2,425,488	2.72%	0.00220
1,262,422.46	1,117,204.61	MV Land Bank	1,223,295.30	4,069.26	(79,906.75)	1,147,337.10	(115,085.36)	1,032,149	111.16%	0.03818
500,000.00	469,728.77	Oak Bluffs Water District	514,334.61	1,710.92	(33,596.80)	482,397.98	(17,602.02)	3,255,450	14.82%	0.01605
500,471.78	664,725.08	Town of Aquinnah	755,221.95	2,512.23	(49,331.77)	708,327.88	207,856.10	4,449,170	15.92%	0.02357
2,326,613.89	2,589,577.14	Town of Chilmark	3,236,058.38	10,764.66	(211,382.25)	3,035,121.46	708,507.57	6,114,501	49.64%	0.10099
2,950,000.00	3,443,007.02	Town of Edgartown	4,153,194.16	13,815.49	(271,290.37)	3,895,309.44	945,309.44	56,852,793	6.85%	0.12961
1,195,290.48	1,122,639.77	Town of Oak Bluffs	1,338,742.67	4,453.29	(87,447.87)	1,255,615.98	60,325.50	45,138,165	2.78%	0.04178
1,995,847.24	2,404,229.91	Town of Tisbury	2,632,537.61	8,757.07	(171,959.73)	2,469,075.17	473,227.93	43,274,647	5.71%	0.08216
2,431,377.04	3,262,068.16	Town of West Tisbury	3,681,332.98	12,245.85	(240,467.97)	3,452,747.59	1,021,370.55	5,495,631	62.83%	0.11489
4,014,224.07	4,226,914.11	Up Island Regional School Dist	4,628,305.44	15,395.93	(631,468.06)	4,340,919.59	326,695.52	11,154,608	38.92%	0.14444
24,755,892.40	28,134,984.37	Total	32,043,007.86	106,590.20	(2,420,594.23)	30,053,358.01	5,297,465.61			1.00000

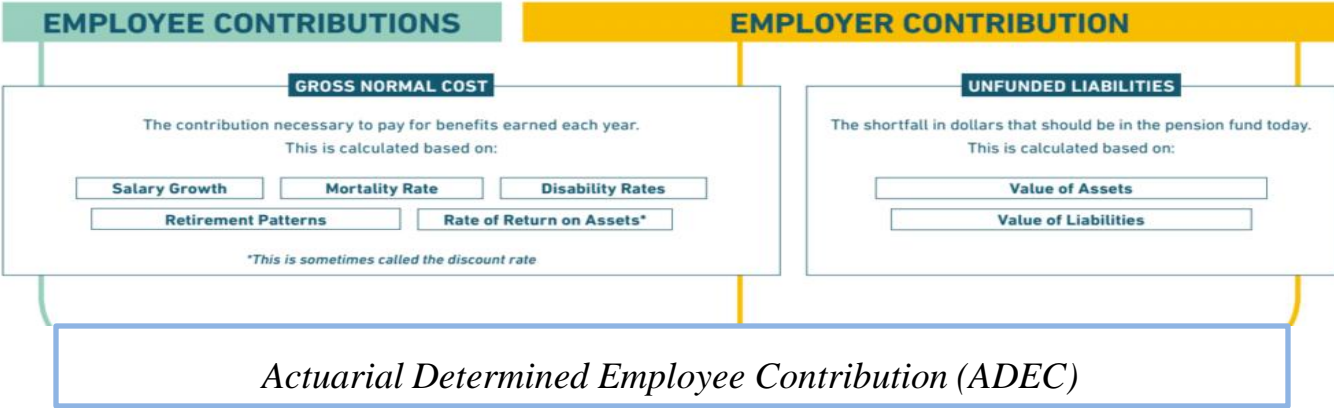
Town Funded Organizations

Town compensates employees with benefits earned during years of service to be received upon retirement. One such benefit is a pension, and another is a set of retirement insurance plans for health, dental, and life, which are collectively referred to as other postemployment benefits, or OPEBs. OPEBs represent a significant liability for the Town that must be properly measured, reported, and planned for financially.⁴¹

OPEB ADEC



(ADEC) : The amount actuarially calculated each year that is required to be contributed by an employer to a pension plan's pool of assets in order to ensure there will be enough funds to pay promised pension benefits. The contribution rate can be reported either in dollars or a percent of salary, Actuaries annually determine how much should be paid by employers in a given year in order to properly fund a pension plan. This amount is a combination of the employer's share of normal cost plus the unfunded liability amortization payment. The actuarially determined amount is the "required" contribution, but employers are not necessarily legally bound to actually contribute this amount. The ability for employers to not pay 100% of their pension bill is one of the reasons unfunded liabilities can increase



ADEC	FY19	FY20	FY21
Edgartown	\$2,413,395	\$3,836,400	\$4,791,598
MVRHS	\$3,074,461	\$3,684,726	\$4,698,806
West Tis	\$254,485	\$327,373	\$336,102

Favorable Marginal Unfavorable

5 Year Forecast

5 Year Revenue / Expenditure



5 YEAR FINANCIAL MODEL		FY2020	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026	FY2027	FY2028
1	General Government	\$2,788,878	\$2,804,440	\$2,986,911	3,148,854	\$3,269,748	\$3,395,284	\$3,525,640	\$3,661,001	\$3,800,559
2	Protection of Persons and Propety	\$5,876,224	\$5,808,701	\$6,032,105	6,333,577	\$6,600,572	\$6,878,823	\$7,168,803	\$7,471,008	\$7,785,952
3	Harbormaster	\$522,793	\$530,475	\$539,448	551,211	\$568,112	\$585,531	\$603,804	\$621,988	\$641,059
4	Dredge	\$269,594	\$271,397	\$340,042	345,528	\$361,341	\$377,877	\$395,170	\$413,255	\$432,167
5	Highway	\$1,107,211	\$1,151,642	\$1,182,224	1,250,897	\$1,313,852	\$1,379,975	\$1,449,425	\$1,522,372	\$1,598,989
6	Health and Sanitation	\$2,045,789	\$2,090,676	\$2,055,179	2,123,847	\$2,180,211	\$2,238,071	\$2,297,467	\$2,358,439	\$2,421,028
7	Veteran's Services	\$30,000	\$30,000	\$30,000	35,000	\$37,593	\$40,377	\$43,368	\$46,581	\$50,031
8	Education	\$13,779,921	\$14,410,327	\$14,962,578	15,051,833	\$15,635,382	\$16,241,555	\$16,871,228	\$17,525,314	\$18,204,758
9	Library	\$926,098	\$948,605	\$972,216	1,052,077	\$1,138,489	\$1,231,997	\$1,333,185	\$1,442,685	\$1,561,178
10	Parks and Beaches	\$393,199	\$428,487	\$431,498	462,102	\$479,338	\$497,217	\$515,762	\$535,000	\$554,955
11	Airport	\$114,900	\$114,900	\$123,196	123,196	\$125,420	\$127,684	\$129,988	\$132,335	\$134,723
12	Cemetery	\$40,069	\$40,984	\$42,555	45,666	\$45,504	\$45,343	\$45,182	\$45,022	\$44,862
13	Unclassified	\$6,887,161	\$7,135,073	\$7,444,348	7,755,897	\$8,171,580	\$8,609,542	\$9,070,977	\$9,557,143	\$10,069,366
14	Interest and Debt	\$1,902,220	\$1,826,794	\$1,801,667	863,112	\$863,112	\$863,112	\$863,112	\$863,112	\$863,112
15	Water Department	\$1,233,802	\$1,270,917	\$1,355,035	1,837,343	\$1,885,246	\$1,934,398	\$1,984,831	\$2,036,579	\$2,089,677
16	Water Debt	\$472,118	\$461,767	\$445,558						
17	Raise and Appropriate (Levy Limit)			\$400,000	\$525,000					
	ATM Budget Request Total	\$38,389,976	\$39,602,577	\$41,144,560	\$41,505,140	\$42,675,499	\$44,446,785	\$46,297,625	\$48,231,832	\$50,253,416
18	Raise and Appropriate Exlusions	\$750,000	\$650,000	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
19	Cherry Sheet Offsets (Estimated)	\$51,829	\$72,981	\$32,683	\$53,616	\$32,683	\$32,683	\$32,683	\$32,683	\$32,683
20	State/County Charges (Estimated)	\$1,749,145	\$1,557,751	\$1,439,919	\$1,368,268	\$1,439,919	\$1,439,919	\$1,439,919	\$1,439,919	\$1,439,919
21	Overlay	\$246,985	\$128,566	\$115,720	\$180,067	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000
22	Total	\$41,187,935	\$42,011,875	\$42,732,882	\$43,107,091	\$44,298,101	\$46,069,387	\$47,920,227	\$49,854,434	\$51,876,018
23	State Aid (Estimated)	\$2,518,002	\$2,683,032	\$2,970,938	\$3,567,833	\$2,970,938	\$2,970,938	\$2,970,938	\$2,970,938	\$2,970,938
24	Local Receipts (Estimated)	\$6,980,000	\$7,007,180	\$7,626,092	\$7,598,742	\$7,598,742	\$7,598,742	\$7,598,742	\$7,598,742	\$7,598,742
25	Free Cash to Reduce Tax Rate	\$200,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
26	Total	\$9,698,002	\$9,690,212	\$10,597,030	\$11,166,575	\$10,569,680	\$10,569,680	\$10,569,680	\$10,569,680	\$10,569,680
27	NET AMOUNT TO BE RAISED ON LEVY	\$31,489,933	\$32,321,663	\$32,135,852	\$31,940,516	\$33,728,421	\$35,499,707	\$37,350,547	\$39,284,754	\$41,306,338
28	Prior Year Levy Limit	\$27,655,464	\$29,200,902	\$30,302,454	\$31,536,770	\$32,703,059	\$33,820,636	\$34,966,152	\$36,140,306	\$37,343,813
29	Proposition 2.5% Increase	\$691,387	\$730,023	\$757,561	\$789,440	\$817,576	\$845,516	\$874,154	\$903,508	\$933,595
30	Override / Exclusion	\$400,000	\$850,000	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
31	New Growth (Estimate)	\$454,051	\$371,530	\$476,755	\$376,849	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000
32	Total	\$29,200,902	\$31,152,454	\$31,536,770	\$32,703,059	\$33,820,636	\$34,966,152	\$36,140,306	\$37,343,813	\$38,577,409
33	Capital Exlcusion	\$350,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
34	Exempted Debt	\$2,360,601	\$2,275,167	\$2,239,843	\$1,324,728	\$1,324,728	\$1,324,728	\$1,324,728	\$1,324,728	\$1,324,728
35	MVRDD Debt	\$189,556	\$189,556	\$176,672	\$178,193	\$176,672	\$176,672	\$176,672	\$176,672	\$176,672
36	TOTAL MAXIMUM LEVY	\$32,101,059	\$33,617,178	\$33,953,285	\$34,205,980	\$35,322,036	\$36,467,552	\$37,641,706	\$38,845,213	\$40,078,809
37	(Over) Under Maximum Levy	\$611,126	\$1,295,515	\$1,817,433	\$2,265,464	\$1,593,615	\$967,845	\$291,159	-\$439,541	-\$1,227,529

Capital Programs Committee

FY25 – New Fire Station/PS Complex



Construction Costs (based on 2021 costs)		
New Building Construction Costs	\$ 500.00	\$ 4,262,500
Storage building		
Renovation of existing building	\$ 350.00	\$ 1,785,000
Partial Demolition of existing structure		\$ 175,000
Sub-Total		\$ 6,222,500
Premium For Island Work	40%	\$ 2,489,000
Station Relocation Costs, temporary facility costs		\$ 50,000
Sub-Total		\$ 8,761,500
Sub-Total		\$ 8,761,500
Contingency	15%	\$ 1,314,225
		\$ 10,075,725
Design Engineering Fees	8%	\$ 824,194
Owners Project Manager	5%	\$ 503,786
Furniture And Equipment Allowance		\$ 125,000
Communication Technologies Allowance		\$ 75,000
Additional Costs Allowance (testing, survey, geotech, etc.)	2.0%	\$ 201,515
Bond Costs	1.0%	\$ 100,757
Site Environmental Issues		
Sub-Total		\$ 1,830,252
Costs based on 2021 prices		
SUB TOTAL		\$ 11,905,977
GRAND TOTAL		
Escalation 3% / year assume 2021 construction start	9%	

Feasibility Study 2019

Excepted Cost – 2024 = \$20M

1. Lack of appropriate size and amount of apparatus bays to meet the needs of the current and future equipment
2. Lack of compliance to local, state and federal standards
3. Lack of appropriate offices for the chief and the command staff
4. Lack of proper facilities for coed work and sleeping arrangements
5. Accessible storage is non-existent
6. Mechanical systems are outdated; both electrical and heating
7. Exterior windows need replacement
8. No reasonable public lobby entrance
9. Lack of training space, both active and passive
10. No workout areas
11. Lack of storage for turn out gear with proper ventilation



FY26 – MVRHS Building



The working group of representatives of the six island towns appointed by each town's Select Board to reach an agreement on a formula to use for allocating costs of the proposed renovation of the Martha's Vineyard Regional High School reached unanimous agreement at a meeting on June 1, 2022.

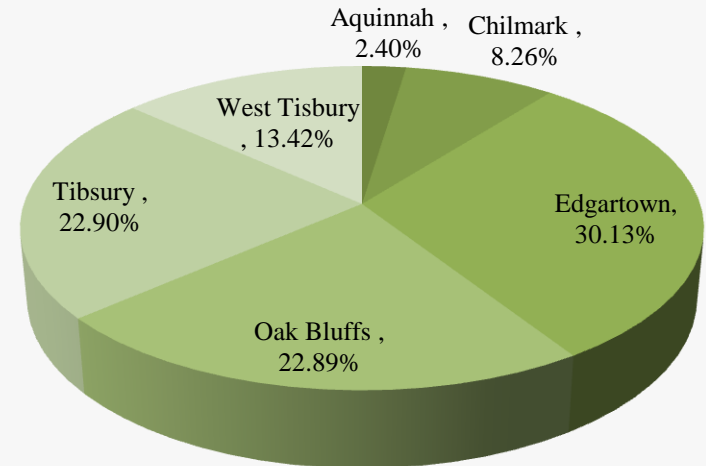
Capital Costs incurred in connection with the renovation, repair, alteration and/or reconstruction of Martha's Vineyard Regional High School pursuant to building project undertaken in connection with an invitation in 2022 to apply to Massachusetts School Building Authority ("MSBA") for partial funding of such project (the "2022 MSBA Project") in connection with such project shall be apportioned to the member towns as follows:

Aquinnah	2.40%
Chilmark	8.26%
Edgartown	30.13%
Oak Bluffs	22.89%
Tisbury	22.90%
West Tisbury	13.42%

The above percentages are weighted 70% for high school Student Enrollment and 30% for Equalized Valuations (EQV) of the member towns. For Student Enrollment, the student census taken on October 1st of the last five years and used for school budget assessments for Fiscal Year 2019 through Fiscal Year 2023 were averaged. For EQV, the state calculated EQV's of 2016, 2018 and 2020 that were used for state calculation purposes for Fiscal Year 2018 though Fiscal Year 2023 were used to determine an average of those 6 years. An additional adjustment was made to reduce Oak Bluffs' allocation by 1% in consideration of the demand for town services that is placed on that town by the school's physical location with that 1% reallocated to the remaining towns on the same 70% enrollment/30% EQV basis with Oak Bluffs excluded. The above allocation percentages will be used for the entire period of the project including any period of debt service.

The derivation of the final percentages and the applicable student census and equalized valuation data are attached.

1. Building Committee Formed
2. Feasibility Study FY24 (+/- \$2M)
3. Likely FY26 Warrant Article for \$100-175M
4. Edgartown estimated costs are \$30-50M (Low-High)
5. Ground Breaking +/- 2025



FY27 + MADEP Mandates



Proposed Regulatory Framework

Requirements for Natural Resource Area NSAs:

- Unless a community is the subject of a Watershed Permit, any system serving new construction or an existing facility must incorporate Best Available Nitrogen Reducing Technology within **five (5) years of the effective date of the NSA designation** of the watershed in which they are located
 - TMDL + 208 plan = NSA effective date of regulation promulgation
 - TMDL or as determined + Public Process = NSA effective date of designation

Proposed Nitrogen Sensitive Area/Watershed Permitting Regulatory Framework

MassDEP / Town of Edgartown
June 15, 2022

Proposed Regulatory Framework

Exemption from Enhanced Treatment Requirements for Natural Resource Area NSAs:

Watersheds with Watershed Permits:

- If communities obtain a watershed permit that covers an area that would be subject to new “NSA” regulations, the Title 5 NSA requirements would not become effective for that area
- If a Watershed Permit is terminated by the permittee or revoked by MassDEP:
 - New systems installed after the date of termination/revocation would have to install Best Available Nitrogen Reducing Technology and existing systems would have to install such technology within 5 years from the effective date of the new NSA regulations or 2 years of the date of termination/revocation, whichever is longer

BLUF – Wastewater improvement will be major capital items in the next 5-10 years (8 figures)

1. DEP Establishes “NSA” with Edgartown Watersheds
2. Enhanced Septic for all properties (unfeasible)
3. Or Watershed Permit
4. Nitrogen will be monitored to keep compliant with permit
5. We are working our CWMP to align with new regulation

Key Takeaways for FY24 Process



- **High Inflation will increase expense lines:**
 - 8-9% Consumer Price Index for Urban Consumers
 - 5-6 % private sector salary and wages
 - Employees COLA

- **Bond Rating Upgrade will help our cost of Capital :**
 - Debt limits are low
 - 5% interest for AAA

- **Revenues remain strong:**
 - 7% average over 10 years
 - Significant increases from Short Term Rental
 - All other local receipts continue to grow but have steadied from previous " Boom"

- **Expenditures trends remain conservative :**
 - 3.6% average increase over 8 years

- **Major Capital Purchases on Horizon:**
 - Fire Station
 - MVRHS
 - DEP Wastewater mandates

Questions?

Board of Selectmen
Finance Advisory Committee
Edgartown School Committee



November 30, 2022