

# SPECIAL TOWN MEETING OCTOBER 24, 2022

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## FINANCE COMMITTEE REPORT

### GENERAL FUND FREE CASH STATUS

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- Free Cash Carried Through FY 22                      \$ 758,342
  
- Free Cash Realized in FY22                              \$1,151,166
  
- Certified Free Cash 7/1/2022                          \$1,909,508

## WARRANT ARTICLES

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• General Fund Certified Free Cash	\$1,909,508
• Warrant Articles 2, 3, and 4	(\$340,000)
• Warrant Articles 7, 8, 9, and 10	(\$290,593)
• Remaining Free Cash Balance	\$1,278,915

## ARTICLE 7: OPEB TRUST

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- Other Post Employment Benefits (OPEB) est. \$25,000,000 liability.
  - Primarily Health Insurance Benefits.
  - Unlike Pensions, not funded while employed.
  - Financial Policy: Fund annually at 5% of budget health ins. costs.
- OPEB Fund Balance FY22: \$50,506
- FY 23 Contribution: \$110,593
- OPEB Fund Balance FY23 \$161,099

## ARTICLE 8: SEPARATION BENEFITS FUND

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- Unused Vacation and Sick Time Buy Back, approx. \$350,000
- Finance Policy: Allocate \$50,000 annually until liability is covered.
- FY 22 Balance: \$50,346
- FY 23 Contribution \$50,000
- FY23 Balance \$100,346

## ARTICLE 9: STABILIZATION FUND

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- Policy: Maintain Balance between 5% (\$1,635,724) and 10% (\$3,271,448) of Annual Budget.

Current Balance:	\$1,318,429
Article 9	<u>\$80,000</u>
New Balance	\$1,398,429 or 4.3%

## ENERGY RESERVE FUND

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- Protection from Volatile Energy Costs.
  - Add to the FY23 General Operating Budget.
  - Increase the Finance Committee Reserve Fund.
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|-------------------------|----------|
| • FY 23 Reserve Account | \$40,000 |
| Transfer from Free Cash | \$50,000 |
| New Reserve Allocation  | \$90,000 |