

Village of Hobart

Village Office 2990 S. Pine Tree Rd, Hobart, WI www.hobart-wi.org - www.buildinhobart.com Notice is hereby given according to State Statutes that the VILLAGE BOARD of the Village of Hobart will meet on Thursday November 9<sup>th</sup> 2021 at 6:00 P.M. at the Hobart Village Office. NOTICE OF POSTING: Posted this 3<sup>rd</sup> day of November, 2021 at the Hobart Village Office, 2990 S. Pine Tree Rd and on the village website.

# **MEETING NOTICE - VILLAGE BOARD (Special)**

Date/Time: Tuesday November 9<sup>th</sup> 2021 (6:00 P.M.) Location: Village Office, 2990 South Pine Tree Road

### **ROUTINE ITEMS TO BE ACTED UPON:**

- 1. Call to order/Roll Call.
- 2. Certification of the open meeting law agenda requirements and approval of the agenda
- 3. Pledge of Allegiance

### 4. NEW BUSINESS

## A. DISCUSSION AND ACTION - FY2022 Budget

The Board will continue its work on the proposed FY2022 budgets for the General, Capital Projects and Debt Service Funds.

#### **B. ADJOURN to CLOSED SESSION:**

1) Under Wisconsin State Statute 19.85 (1) (c): Considering employment, promotion, compensation or performance evaluation data of any public employee over which the governmental body has jurisdiction or exercises responsibility RE: Employee Compensation

### C. CONVENE into open session

### D. ACTION from closed session

### 5. ADJOURN

Aaron Kramer, Village Administrator

Village Board of Trustees: Richard Heidel (President), Tim Carpenter, David Dillenburg, Ed Kazik, Debbie Schumacher

### **UPCOMING BOARD MEETINGS**

Tuesday November 16<sup>th</sup> 2021 (6:00 PM) – Regular Board Meeting at Village Office Tuesday December 7<sup>th</sup> 2021 (6:00 PM) – Regular Board Meeting at Village Office Tuesday December 21<sup>st</sup> 2021 (6:00 PM) – Regular Board Meeting at Village Office

NOTE: Page numbers refer to the meeting packet. All agendas and minutes of Village meetings are online: <a href="https://www.hobart-wi.org">www.hobart-wi.org</a>. Any person wishing to attend, who, because of disability requires special accommodations, should contact the Village Clerk-Treasurer's office at 920-869-1011 with as much advanced notice as possible. Notice is hereby given that action by the Board may be considered and taken on any of the items described or listed in this agenda. There may be Board members attending this meeting by telephone if necessary.



**TO:** Village Board

**FROM:** Aaron Kramer, Village Administrator

**RE:** Proposed 2022 Budget **DATE:** November 9<sup>th</sup> 2021

# PROPERTY TAX LEVY

The proposed property tax levy is \$3,083,421.54 (2.08 percent more than 2021). The maximum property tax levy we can have, under state law, is \$3,145,534, less than the \$3,164,226.00 which was shared with the Board at its November 2<sup>nd</sup> meeting. This is due to a provision in state law which involves our existing General Obligation debt (which was more than FY2021's debt total), which resulted in a reduction in our levy limit.

# **ARPA FUNDING**

We have \$75,186.20 in remaining funds from the first phase of the American Rescue Plan (ARPA) program. I am proposing the following items be paid for with those funds:

\* Squad Car Replacement - \$36,000 (reduction in FY2022 tax levy)

We will receive the second phase of ARPA funding (\$452,447.98) in 2022. I am proposing the following items be paid for this with those funds:

- \* Fire Department Replace LDH Hose (5") (\$10,800) The fire department's Large Diameter Hose inventory is over 20 years old and is starting to fail yearly inspections. We are proposing replacing a total of 2,000 feet in hose over two years. This will reduce the FY2022 tax levy, and we can do the entire 2,000 feet in one year (\$21,000), providing budget relief in 2023.
- \* Cisco Meraki Upgrade This was already approved by the Board (\$44,479.42), of which our share is \$22,239.71 (General Government Capital) and \$11,119.85 (Police Capital/50 percent paid for by Lawrence). This would reduce our FY2022 tax levy as well.

Justification for these purchases with ARPA funds is provided in the attachment to this memo (DEPARTMENT OF THE TREASURY 31 CFR Part 35 RIN 1505-AC77 Coronavirus State and Local Fiscal Recovery Funds AGENCY: Department of the Treasury ACTION: Interim Final Rule). This would leave a balance of \$39,186.20 in unspent Phase One funds and \$398,088.42 in Phase Two Funds.

**NET IMPACT ON TAX LEVY:** This would reduce the FY2022 Capital Projects levy from \$613,818.30 to \$533,658.74 and our overall tax levy from \$3,003,261.98, \$142,272.02 below our state levy limit, and \$17,238.02 below our FY2021 tax levy.



## PROPOSED CHANGES

### POLICE DEPARTMENT - CAPTAIN

Budgetary Impact:

- Salary: \$83,000.00 (Approximately \$39.83/hour based on 2,084 hours per year)
- Benefits For budgetary purposes, the following averages are used:
  - Health Insurance \$13,979 (Average of all other officers in the department)
  - Social Security (6.2%) \$5,146
  - Medicare (1.45%) \$1,203
  - WRS (12%) \$9,960
  - Life/Dental Insurance \$390 (Average of all other officers in the department)

TOTAL → \$113,678

**HOBART share - \$75,785.33** 

**LAWRENCE share - \$37,892.67** 

**CAPITAL COSTS - \$6,000 (\$3,000 – Hobart share, \$3,000 – Lawrence share)** 

### IMPACT ON TAX LEVY

This would result in a tax levy of \$3,082,045.31 (an increase of 2.0 percent over 2021), and leave us \$63,488.69 below the state levy limit.

### POLICE DEPARTMENT - PATROL OFFICER

Budgetary Impact:

- Salary: \$59,885 (Approximately \$27.42 hour based on 2,184 hours per year)
- Benefits For budgetary purposes, the following averages are used:
  - Health Insurance \$13,979 (Average of all other officers in the department)
  - Social Security (6.2%) \$3,713
  - Medicare (1.45%) \$868
  - WRS (12%) \$7,186
  - Life/Dental Insurance \$390 (Average of all other officers in the department)

TOTAL → \$86,021

**HOBART share – \$57,347.33** 

**LAWRENCE share - \$28,673.67** 

**CAPITAL COSTS - \$6,000 (\$3,000 – Hobart share, \$3,000 - Lawrence share)** 

NOTE: The future salaries for this position are as follows: 2023 - \$30.42 per hour, 2024 - \$33.42, 2025 - \$37.84 (top salary))

The total cost of these two additional positions will also include a \$6,000 increase in the Capital budget to provide equipment for the two officers.

	Captain	Patrol Officer	Capital	TOTAL
Hobart	\$75,785.33	\$57,347.33	\$3,000.00	\$133,132.66 (General)
				\$3,000.00 (Capital)

Lawrence	\$37,892.67	\$28,673.67	\$3,000.00	\$66,566.34 (General)
				\$3,000.00 (Capital)
TOTAL	\$113,678.00	\$86,021.00	\$6,000.00	\$199,699.00 (General Fund)
				\$6,000.00 (Capital)

#### IMPACT ON TAX LEVY

This would result in a tax levy of \$3,142,394.64 (an increase of 4.0 percent over 2021), and leave us \$3,139.36 below the state levy limit.

### <u>POLICE DEPARTMENT – PROMOTE EXISTING OFFICER TO SERGEANT</u>

Budgetary Impact:

- Salary: Assume an officer at the top of the salary scale (\$33.62/hour) receives a promotion to sergeant (\$34.68/hour) resulting in an additional \$2,315 in salary
- Benefits For budgetary purposes, the following averages are used:
  - Health Insurance N/A
  - Social Security (6.2%) \$144
  - Medicare (1.45%) \$34
  - WRS (12%) \$278
  - Life/Dental Insurance N/A

**TOTAL** → \$2,771

**HOBART share – \$1,847.33** 

**LAWRENCE share - \$923.67** 

### **IMPACT ON TAX LEVY**

This would result in a tax levy of \$3,144,241.97 (an increase of 4.1 percent over 2021), and leave us \$1,292.03 below the state levy limit.

Our contingency would remain at \$90,326.50.

Upon receiving Fiscal Recovery Fund payments, recipients may immediately calculate revenue loss for the period ending December 31, 2020.

Sections 602(c)(1)(C) and 603(c)(1)(C) of the Act provide recipients with broad latitude to use the Fiscal Recovery Funds for the provision of government services. Government services can include, but are not limited to, maintenance or pay-go funded building 123 of infrastructure, including roads; modernization of cybersecurity, including hardware, software, and protection of critical infrastructure; health services; environmental remediation; school or educational services; and the provision of police, fire, and other public safety services. However, expenses associated with obligations under instruments evidencing financial indebtedness for borrowed money would not be considered the provision of government services, as these financing expenses do not directly provide services or aid to citizens. Specifically, government services would not include interest or principal on any outstanding debt instrument, including, for example, short-term revenue or tax anticipation notes, or fees or issuance costs associated with the issuance of new debt. For the same reasons, government services would not include satisfaction of any obligation arising under or pursuant to a settlement agreement, judgment, consent decree, or judicially confirmed debt restructuring in a judicial, administrative, or regulatory proceeding, except if the judgment or settlement required the provision of government services. That is, satisfaction of a settlement or judgment itself is not a government service, unless the settlement required the provision of government services. In addition, replenishing financial reserves (e.g., rainy day or other reserve funds) would not be considered provision of a

<sup>&</sup>lt;sup>123</sup> Pay-go infrastructure funding refers to the practice of funding capital projects with cash-on-hand from taxes, fees, grants, and other sources, rather than with borrowed sums.