



Fiscal Planning 2023 & Beyond

*Lower Providence Township
Board of Supervisors*

Introduction

- Projected 2022 ending General Fund Balance = \$5.6M
 - Total of unassigned Township reserves (i.e. savings)
- How'd we get here?
 - History of conservative budgeting and fiscal restraint
 - Minimum staffing levels over last 10+ years
 - Consecutive years of higher than anticipated revenues and lower than anticipated expenditures
- 2022: Strategic Planning and Budget Workshop discussions developing plan for meaningful allocation of these funds



\$5.6M Fund Balance

- What do we do with these funds?
 - Reserve \$450K to balance 2023 budget
 - Maintain **\$3.25M** in General Fund Unassigned Fund Balance (aka “Rainy Day Funds”)
 - Equivalent to 25% of budget, or 3 months worth of expenditures



- ***What about remaining \$1.9M?***



Municipal Complex Fund

- New fund to be established for campus improvements, including:
 - Municipal Campus Master Plan
 - New/renovated Township building
 - New/renovated Police Station
 - Parking improvements
 - Emphasis on resiliency, sustainability, efficiency, security
- Assign **\$1M** of fund balance into this dedicated fund



Remaining \$900K Fund Balance

- Grow reserves in existing underfunded capital funds
 - **\$600K to Capital Projects Fund**
 - Reduce reliance on General Fund
 - Maintain fund balance for capital projects, equipment, and unanticipated emergencies (ex. Hurricane Ida)
 - **\$300K to Stormwater Fund**
 - MS4 Obligations (water quality improvements)
 - Stormwater infrastructure improvements (storm sewers, basins, etc.)





- Approximately \$2.8M from Federal Government
 - Must be obligated by end of 2024, spent by end of 2026
 - Approx. **\$1.3M** obligated through 2023 budget
- Preliminary plans for remaining \$1.5M
 - \$500K reserved for grant matching funds
 - \$500K for near-term stormwater/drainage improvement projects
 - \$500K for Special Community Project
- Plans to be developed/finalized throughout 2023

2023 ARPA Fund Allocations (in Proposed 2023 Budget)	
Public Works Equipment/Vehicles	\$616,980
Emergency Management Equipment	\$42,000
Parks & Recreation Equipment/Improvements	\$91,922
Stormwater Management	\$350,000
Library Equipment	\$20,000
Ordinance Updates	\$75,000
Information Technology Upgrades	\$50,000
Misc. Township Complex Improvements	\$71,000
TOTAL	\$1,316,902

