



Annual Town Meeting

Budget Approval

Thursday, July 16, 2020

To: Courtney Brown a Resident of the Town of Hermon, in the County of Penobscot, State of Maine,

GREETING:

In the name of the State of Maine, you are hereby required to notify and warn the inhabitants of the Town of Hermon in Penobscot County, Maine, qualified by law to vote in town affairs, to meet at the **High School Auditorium in Hermon on Thursday the 16th day of July, 2020, at 7:00 p.m.**, then and there to act upon Articles 3 through 41 as set out below. Articles 1 and 2 were acted upon at the Election on 7/14/2020.

ARTICLE 1: To elect a Moderator by written ballot to preside at said meeting.

ARTICLE 2: To elect all municipal officers and school committee members as are required to be elected.

ARTICLE 3: Shall the Town vote to appropriate the revenues received for the following accounts to offset the associated expense accounts, for fiscal year 2021 with approval of the Town Council?

Revenues

10-130 Hermon Connection Revenue
10-121 Local Plumbing Fees
14-140 Transfer Station Fees
14-150 Tipping Fee Revenue (PERC)
12-182 Police Revenue
12-185 Fire Dept. Revenue
35 Recreation Enterprise Revenues

Expenses

10-13-04-05 Hermon Connection Expenses
10-13-05-04 Local Plumbing Expenses
14-01 Landfill Expense
14-02 Household Waste Expense
12-01 Police Expenses
12-02 Fire Dept. Expenses
35 Recreation Enterprise Expenses

*(Explanation: The listed revenue accounts are special funds received by the Town for specific purposes. Approval by the citizens will allow the Town Council to expend these revenues for the expense accounts listed above. **Recommended by the Town Council***

ARTICLE 4: Shall the Town raise and appropriate the following sums of money for each of the listed reserves?

HERM02 Unemployment Reserve	\$ 5,000
HERM04 Cemetery Reserve	\$ 5,000
HERM05 Fire Equipment Reserve	\$ 50,000
HERM06 Highway Improvement Reserve	\$ 250,000
HERM08 Public Works Facility/Equip Reserve	\$ 75,000
HERM09 Recreation Equip/Facility Reserve	\$ 25,000
HERM11 Municipal Office Reserve	\$ 5,000
HERM12 Sewer Maintenance Reserve	\$ 25,000
HERM17 Public Safety Building Reserve	\$ 10,000
HERM19 Town Office Equip. & Tech. Reserve	\$ 35,000
HERM32 Veterans Memorial Park Reserve	<u>\$ 5,000</u>
Total Appropriation to Reserves	\$ 490,000

Recommended by the Town Council

ARTICLE 5: Shall the Town vote to authorize the transfers from the Police Equipment Reserve (HERM01) to Highway Capital Reserve (HERM06) in the amount of \$25,000 and to Town Office Equipment and Technology Reserve (HERM19) in the amount of \$25,000? **Recommended by the Town Council**

ARTICLE 6: Shall the Town vote to authorize the expenditure of up to \$36,699 from the Fire Equipment Reserve (HERM05) to purchase new vehicle stabilizer Jacks (\$14,250), (1) Vehicle Extraction Ram (\$11,500), Repair to Fire Pump (\$2,949 payable to Atlantic Pump and Engineering) and (1) Snowbulance (\$8,000), and making said purchase by 30 June 2021 or funds lapse back to the Fire Equipment Reserve (HERM05)? **Recommended by the Town Council**

ARTICLE 7: Shall the Town vote to authorize the expenditure of up to \$630,526 from the Highway Improvement Reserve (HERM06) to repair the Annis Road (\$17,200), prepare legal documents for the Clark and Lewis Road turn around areas (\$6,000), repair Odlin Road (\$3,800), provide local match for Billings Road MPI project (\$280,000), repair and construct Logistics Lane (\$70,000), replace various driveway culverts and repair driveway aprons throughout Hermon (\$45,000), repair various road shoulders (\$15,000), reclaim a portion of the Black Stream Road (\$176,526) and repair the Fuller Road/Wing/Annis Road intersection (\$17,000) and making said purchases by 30 June 2021 or funds lapse back to the Highway Improvement Reserve (HERM06)?

Recommended by the Town Council

ARTICLE 8: Shall the Town vote to authorize the expenditure of up to \$24,000 from the Cemetery Reserve (HERM04) for the purchase of a stone repair/cleaning and tree removal at each cemetery and making said purchase by 30 June 2021 or funds lapse back to the Cemetery Reserve (HERM04)?
Recommended by the Town Council

ARTICLE 9: Shall the Town vote to authorize the expenditure of up to \$15,000 from the Recreation Reserve (HERM09) for repairing and making improvements to the basketball court at the Recreation Field complex. Said purchases will be made by 30 June 2021 or funds lapse back to the Recreation Reserve (HERM09) **Recommended by the Town Council**

ARTICLE 10: Shall the Town vote to authorize the transfer of \$100,000 from the undesignated fund balance to the Fire Department Reserve Account (HERM05)? **Recommended by the Town Council**

ARTICLE 11: Shall the Town vote to authorize an expenditure of up to \$68,901 from Town Office Equipment, Technology Reserve (HERM19) to purchase the upgrade of the computer equipment required for the upgrade including new computers and other equipment/services. Said Purchases will be made by 30 June 2021 or funds lapse back to the Town Office equipment, Technology Reserve (HERM19)? **Recommended by Town Council**

ARTICLE 12: Shall the Town vote to authorize the transfer of funds from Tax Incremental Financing (TIF) Revenue in the amount of \$608,168, to off-set authorized expenditures for Economic Development general accounts #11-01-01-01 to 11-01-20-06 in the amount of (\$373,168); account # 19-02-25-03 TIF Credit Enhancement Agreements and incentive agreement with Ryder (\$165,000); and Highway Reserve (HERM06) (\$70,000)? **Recommended by the Town Council**

ARTICLE 13: Shall the Town vote to authorize and transfer to the Hermon School Department the expenditures of up to \$120,000 from the School Repair Reserve Account (HERM07) for the expenditures at Hermon High School the replacement and installation of dishwasher (\$40,000) and paving and curbing of the parking lot and sidewalks (\$42,000), at the Patricia A. Duran School the installation of a boiler (\$80,000)? **Recommended by the Town Council**

ARTICLE 14: Shall the Town vote to authorize an expenditure of up to \$14,000 from Sewer Reserve (HERM12) to install SCADA system at Autocar Lane? Said purchases will be made by 30 June 2021 or funds lapse back to Sewer Reserve Account (HERM12)? **Recommended by Town Council**

ARTICLE 15: Shall the Town vote to authorize an expenditure of up to \$13,500 from Municipal Office Reserve (HERM11) to install a new security system (\$6,000), repair broken windows and paint the front office (\$7,500)? Said purchases will be made by 30 June 2021 or funds lapse back to Municipal Office Reserve Account (HERM11)? **Recommended by Town Council**

ARTICLE 16: Shall the Town vote to authorize the expenditure of \$200,000 from the School Tax Stabilization Reserve (HERM24) to offset a portion of the cost for the Hermon Middle School debt service in addition to the local appropriation for education payable in April 2021?

Recommended by Town Council

ARTICLE 17: Shall the Town vote to authorize an expenditure of up to \$6,189 from Public Safety Reserve (HERM17) to install purchase an auto scrubber for the floors? Said purchases will be made by 30 June 2021 or funds lapse back to Public Safety Reserve Account (HERM17)? **Recommended by Town Council**

ARTICLE 18: Shall the Town vote to authorize an expenditure of up to \$15,000 from Veterans Memorial Park Reserve (HERM32) to install new brick sidewalks on both sides of the entry to the Veteran’s Monument? Said purchases will be made by 30 June 2021 or funds lapse back to Veterans Memorial Park Reserve (HERM32)? **Recommended by Town Council**

ARTICLE 19: Shall the Town vote to raise and appropriate for municipal purposes for Fiscal Year 2021 for the period July 1, 2020 to June 30, 2021 the following sums of money?

Appropriation by category:

General Government/Administration	\$1,069,971
Economic Development/Technology	\$ 373,168
Public Safety	\$1,008,320
Public Works	\$ 913,742
Solid Waste	\$ 435,857
Recreation/Social Service/HVRS	\$ 345,779
Debt Service	\$ 0
Reserves	\$ 490,000
Special Assessments	\$ 926,353
General Assistance	<u>\$ 5,000</u>
Total Municipal & County Appropriation	\$5,568,190

Recommended by the Town Council

ARTICLE 20: Shall the Town set the Fiscal Year 2021 Tax Commitment excluding the Overlay Account as follows:

Municipal Expenses:	\$4,751,837
County Assessment	\$ 816,353
Local contribution to Schools:	<u>\$5,503,657</u>
Total Expenses	\$11,071,847
Less Municipal Revenues	<u>-\$3,833,859</u>

Total Commitment less Overlay \$7,237,988

Recommended by the Town Council

ARTICLE 21: Shall the Town appropriate from Overlay Account an amount not to exceed \$30,000 for tax abatements?

Recommended by the Town Council

ARTICLE 22: Shall the Town vote to raise and appropriate for educational (School Department) purposes for Fiscal Year 2021 for the period July 1, 2020 to June 30, 2021 the following sums of money?

Appropriation by category:

Regular Instruction	\$6,433,483
Special Education	\$2,390,207
Other Instruction (summer School/extra Act)	\$ 466,584
Student/Staff Support	\$1,584,770
System Administration	\$ 432,147
School Administration	\$ 843,395
Transportation/Buses	\$ 692,952
Facilities/Maintenance	\$1,762,066
Debt/other commitments	\$ 610,419
All Others including Food Service	\$ 50,000
Total DOE Cost Centers	<u>\$15,266,023</u>

ARTICLE 23: To see what sum the Town of Hermon will appropriate for the total cost of funding public education from pre-kindergarten to grade 12 as described in the Essential Programs and Services Funding Act.

Recommends \$10,787,948.26 and to see what sum the Town will raise as the Town's contribution to the total cost of funding public education from pre-kindergarten to grade 12 as described in the Essential Programs and Services Funding Act in accordance with the Maine Revised Statutes, Title 20-A, section 15688.

School Committee & Town Council Recommends \$4,188,978.

The school administrative unit's contribution to the total cost of funding public education from pre-kindergarten to grade 12 as described in the Essential Programs and Services Funding Act is the amount of money determined by state law to be the minimum amount that a municipality must raise to receive the full amount of state dollars.

ARTICLE 24: To see what sum the Town of Hermon will raise and appropriate for the annual payments on debt service previously approved by the town voters for non-state funded school construction projects, or non-state funded portions of school construction projects in addition to funds appropriated as local share of the Town's contribution to the total cost of funding public education from pre-kindergarten to grade 12.

School Committee & Town Council Recommends \$610,419.

Non-state funded debt service is the amount of money needed for annual payments on Hermon's long-term debt service for major capital school construction projects that are not approved for state subsidy. The bonding of this long-term debt was previously approved by the voters.

ARTICLE 25 To see what sum the Town will authorize the School Committee to expend for the fiscal year beginning July 1, 2020 and ending June 30, 2021 from the Town's contribution to the total cost of funding public education from pre-kindergarten to grade 12 as described in the Essential Programs and Services Act, non-state funded school construction projects, additional local funds for school purposes under the Maine Revised Statutes, Title 20-A, section 15690, unexpended balances, tuition receipts, state subsidy and other receipts for support of schools.

School Committee & Town Council Recommends \$15,270,023.

ARTICLE 26: To see if the Town will authorize the school committee to expend in addition to Article 23, any sums as may be received from state and federal grants, aid, and receipts during the fiscal year beginning July 1, 2020 and ending June 30, 2021 for school purposes provided that such grants, aid and receipts do not require expenditure of local funds not previously appropriated?

School Committee & Town Council Recommends YES

ARTICLE 27: Shall the Region Four Vocational Budget as approved by the Cooperative Board for the year July 1, 2020 – June 30, 2021 be approved in the amount of \$3,105,184.26?

Cooperative Board for Regional Vocational Budget is not subject to amendment from the floor. It may be accepted or rejected by the voters. Hermon's share of the Region Four budget is \$0.

School Committee & Town Council Recommends YES

ARTICLE 28: In the event that the Hermon School Department receives more state education subsidy than the amount included in its budget, shall the School Committee be authorized to use all or part of the additional state subsidy to increase the allocation of finances to reserve funds approved by the School Committee?

School Committee & Town Council Recommends YES

ARTICLE 29: Shall the Town vote to authorize the expenditure of \$40,000 from the School Bus Purchase Reserve (HERM33) to offset a portion of the lease/purchase payment for a school bus in addition to the local appropriation for education?

School Committee & Town Council Recommends YES

ARTICLE 30: Shall the Region Four Vocational Budget as approved by the Cooperative Board for **adult education** for the year July 1, 2020 – June 30, 2021 be approved in the amount of \$316,945.91?

The Region Four Vocational Budget for Adult Education supports adult education classes held at United Technologies Center in Bangor for communities that belong to the Region Four consortium. Hermon's share of the regional adult education budget is \$3,343.56.

Town Council Recommends YES

ARTICLE 31 Shall the Town of Hermon raise and appropriate \$654,260 in additional local funds, which exceeds the State's Essential Programs and Services allocation model by \$654,260 as required to fund the budget recommended by the School Committee?

The School Committee recommends \$654,260 for additional local funds and gives the following reasons for exceeding the State's Essential Programs and Services funding model. Additional funds needed for increases in salaries, enrichment programs and field trips, guidance and mental health services, professional development activities and costs of co curricular and athletic programs not fully funded by the State EPS formula.

School Committee & Town Council Recommends \$654,260.

The additional local funds are those locally raised funds over and above the Town of Hermon's local contribution to the total cost of funding public education from pre-kindergarten to grade 12 as described in the Essential Programs and Services Funding Act and local amounts raised for the annual payment on non-state funded debt service that will help the Town of Hermon budget for educational programs.

REQUIRES SECRET BALLOT

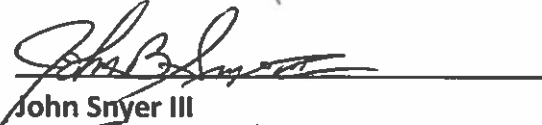
SIGNED this July 2, 2020 by the Hermon Town Council:



Donna Elljs



Charles Lever IV



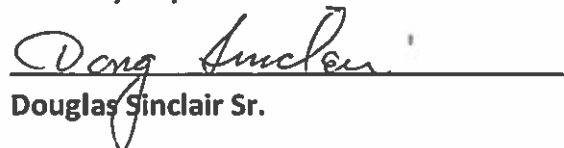
John Snyder III



Anthony Reynolds



Timothy McCluskey



Douglas Sinclair Sr.



Steven Thomas

Attest Original: 