

Mayor Jack McCullough

William Fraser
City Manager

City Council Members:

Sal Alfano
Dona Bate
Cary Brown
Tim Heney
Lauren Hierl
Pelin Kohn

Kelly Murphy
Assistant City Manager

Mary Smith
Assistant to the City Manager

MEMORANDUM

To: Chair Cummings and Senate Finance Committee
From: William Fraser, City Manager
Re: Financial Impact of Flood in Montpelier
Date: January 9, 2024

\$1,326,874 in FY2024 Estimated revenue shortfall:

- \$303,900 in lost DID, local options tax and City fees.
- \$135,000 in lost parking revenue
- \$887,974 in tax abatements.. This assumes that properties in the majority of flood impacted streets receive a 50% abatement.

\$1,187,743 cost to the City to for education tax with the same assumptions on abated properties.

\$832,000 in City Share for FEMA eligible damage assuming costs don't exceed the damaged inventory amount.

- Our inventory list totals \$11,087,407 – this assumes it will cost \$5,000,000 for City Hall, \$1,500,000 for the Fire Department, and \$150,000 for the Police Department to have rebuilt. Our ERAF is estimated at 7.5% cost share.

\$3,346,617 in total direct financial exposure to the City government.

In addition, lost revenues for local businesses, lost income for local employees, lost homes for local residents, costs of rebuilding local buildings, cost of renovating damaged homes.