

Town of Mansfield

FY 13/14 Proposed Budget

April 1, 2013



Budget Policy Objectives

- Maintain current services and programs
- Support Council's financial management goals
 - Increase fund balance
 - Increase contribution to the capital fund
- Promote key Council policy goals & initiatives
 - Enhance the Resident Trooper program
 - Storrs Center – one-time and marginal operating costs funded through project revenue
 - Funding for senior volunteer transportation program and Youth Services Summer Challenge

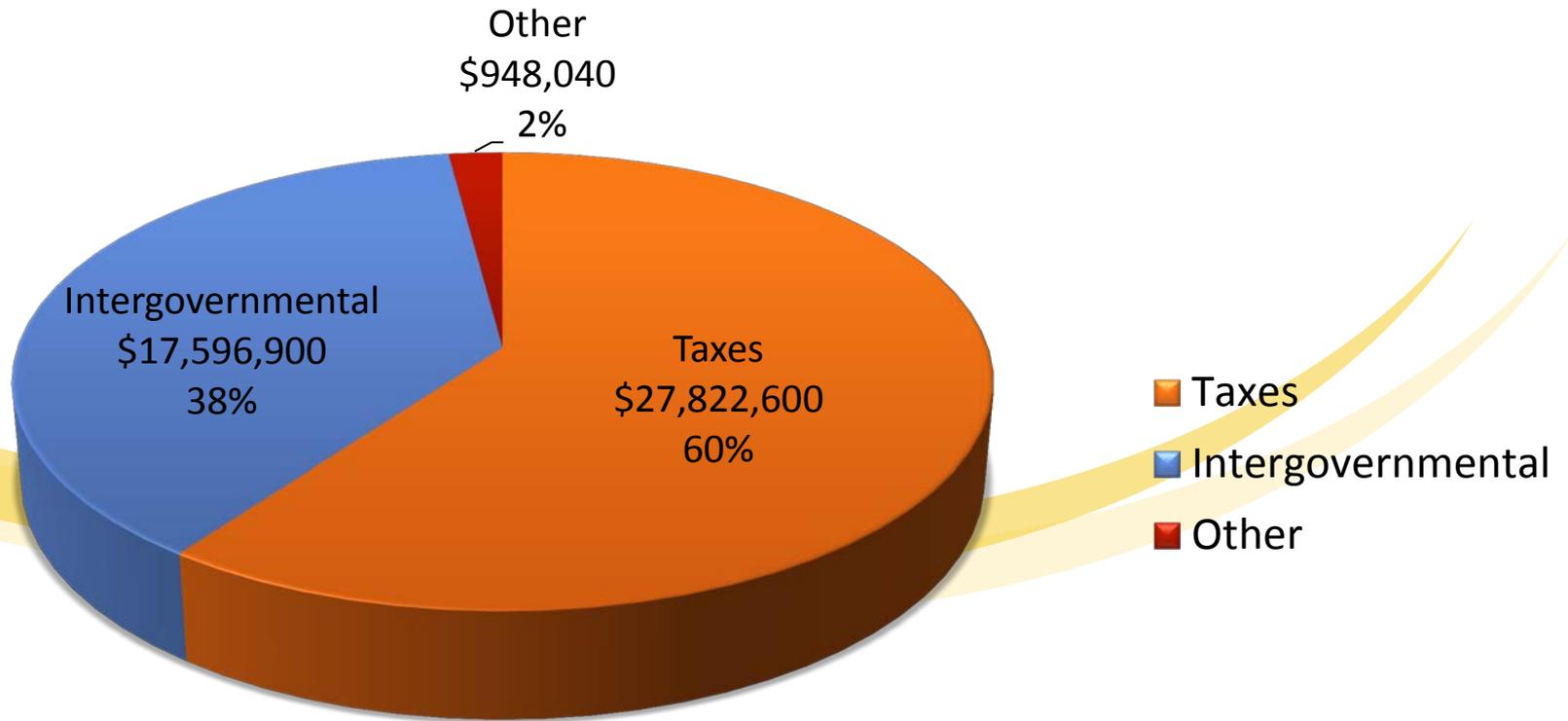
Budget Policy Objectives (cont'd)

- Leverage new revenue and declining expenditures to mitigate overall tax impact
 - Education costs have increased by approx. \$900,000 or .9 mills
 - General Gov't costs have increased by \$161,430 or 0.16 mills
 - Utilize savings in debt service, state grants to fund CIP and Storrs Center revenue to cover project costs to lower proposed tax increase to .69 mills, an increase of 2.52%

FY '14 Budget Overview

- General Fund \$46,053,540
 - Town and MBOE* \$36,047,780
 - Region 19 Contribution* \$10,005,760
- Capital Fund \$ 2,400,290
- Capital & Nonrecurring Fund \$ 1,309,860

FY '14 General Fund Revenues: \$46,367,540



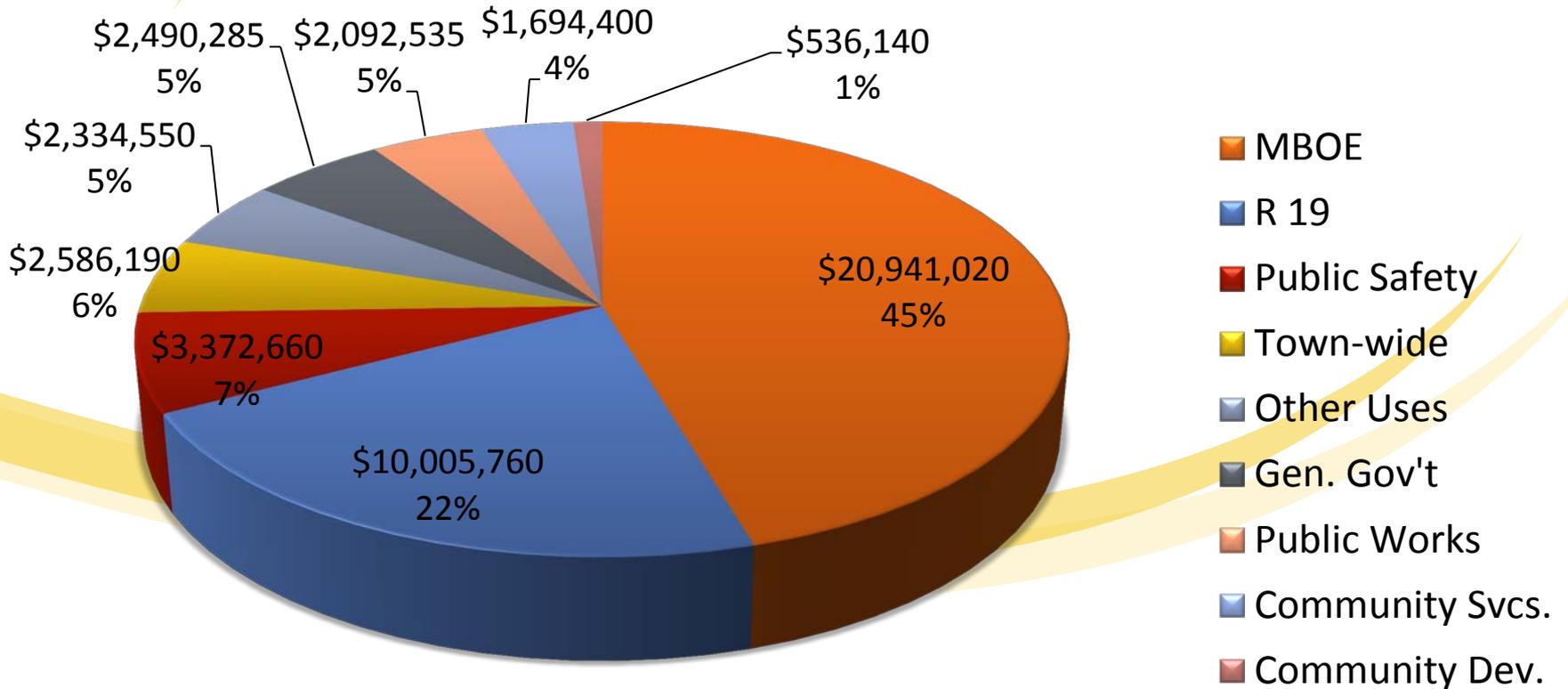
FY '14 Revenue Outlook – Grand List

- Grand List increases by 3.55% from \$980,397,735 to \$1,015,190,044
- After Storrs Center abatement and new tax-exempt property, Grand Lists reflects a 2% increase to \$1,000,150,922
- Real estate increases by 3.47%
- Personal property increases by 12.13%
- Motor vehicle increases by 0.61%
- \$550,130 generated in new revenue from Grand List growth (after tax abatement)

FY '14 Revenue Outlook – Intergovernmental Revenues

- **Impact of Governor's proposed budget**
 - Decrease in intergovernmental revenue by \$68,930
 - Elimination of PILOT and reallocation of funds to ECS
 - MV property tax exemption for 1st \$20,000 in assessed value beginning **FY 14/15**
 - Estimated impact approx. \$2M loss in tax revenue or 2 mills

FY '14 General Fund Expenditures: \$46,053,540



Notes:

Town-wide includes employee benefits & insurance
 General government includes energy costs
 Other includes debt service and capital contribution

FY '14 General Fund Expenditures

General Fund	FY 2012/2013	FY 2013/2014	\$ Amt. Dec./Inc.	% Dec./Inc.
Town	\$14,945,330	\$15,106,760	\$ 161,430	1.1%
MBOE	\$20,588,160	\$20,941,020	\$ 352,860	1.7%
Region 19	<u>\$ 9,503,550</u>	<u>\$10,005,760</u>	<u>\$ 502,210</u>	<u>5.3%</u>
General Fund Total	\$45,037,040	\$46,053,540 ¹	\$1,016,500	2.3%

¹Does not include contribution to Fund Balance.

FY '14 Expenditure Trends

- **Service Improvements**
 - \$60,000 for additional 9-mo Resident Trooper and \$30,000 for PT Firefighter/EMT (funded w/Storrs Center revenue)
 - \$5,670 to enhance the senior services transportation program (increase coordinator's hrs from 10 to 15/week)
 - \$6,000 for Youth Services Summer Challenge Program
 - \$18,550 for part-time systems librarian to meet library technology demands, and to improve communications
 - \$18,820 in municipal management for communications and project staff support

FY '14 Expenditure Trends

- **Other Policy Initiatives**

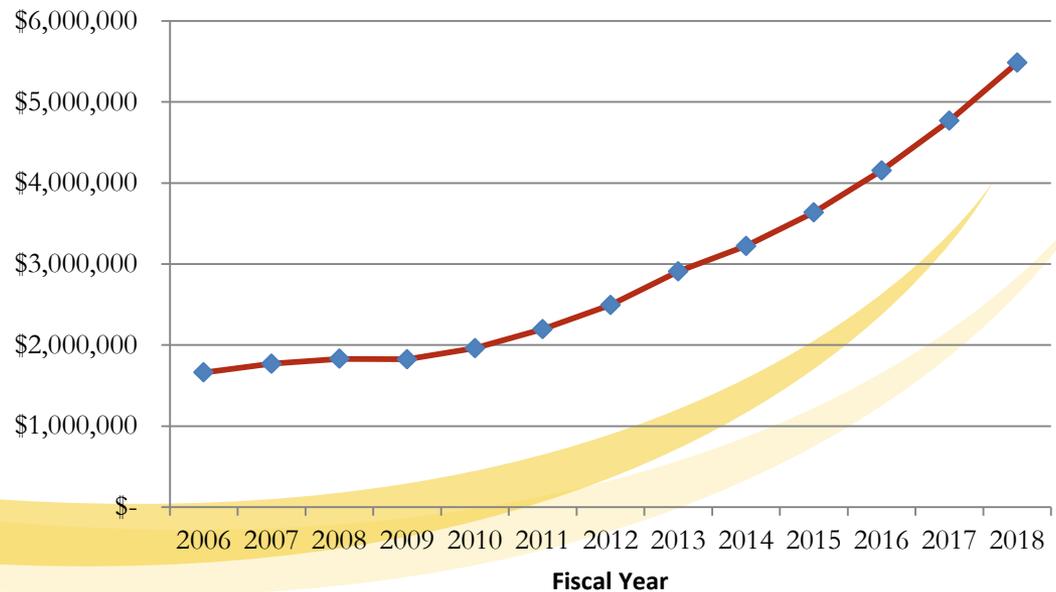
- Fund \$125,000 Town contribution to MDP with Storrs Center revenue
- \$314,000 contribution to Fund Balance, a \$100,000 increase over FY 12/13
 - Estimated Fund Balance at June 30, 2013 is \$2,909,095, 6.46% of projected budget
 - Budgeted Fund Balance for FY 13/14 is \$3,223,095, 6.95% of projected budget
- \$1,007,550 General Fund contribution to the Capital Fund for capital needs

FY '14 Expenditure Trends

Fund balance recommended by bonding agencies is 10-15% of General Fund budget.

Long-term plan to increase contributions to Fund Balance to reach recommended levels.

Fund Balance FY '06 -'18 - Actual and Estimated



FY '14 Expenditure Trends

- **\$502,210 (5.3%) increase to R19**
 - Reflects increase in Mansfield's student enrollment
- **\$352,860 (1.7%) increase to MBOE**
 - Slight decrease in enrollment
 - Maintains district-approved class sizes
 - Maintains current instructional programs, but proposes no new initiatives in light of budget constraints
- **\$150,000 decrease in debt service**

FY '14 Capital & Non-Recurring Fund: \$1,309,860

- Planned uses:
 - Transfer to the Capital Fund, \$1,073,860
 - Management Services Fund technology replacement, \$175,000
 - Compensated Absences Fund, \$36,000
 - Property Tax Revaluation Fund, \$25,000
- Maintains effort to discontinue use of CNR Fund for recurring and non-capital expenditures

Capital Fund Revenues: \$2,400,290

FY 13/14 Capital Budget Revenues		
CNR Transfer In ¹	\$1,073,860	44.7%
Other ²	\$452,000	18.8%
Federal and State Grants	\$445,530	18.6%
LOCIP Grant	\$428,900	17.9%
TOTAL	\$2,400,290	100%

¹Includes General Fund contribution to capital, ambulance service fees.

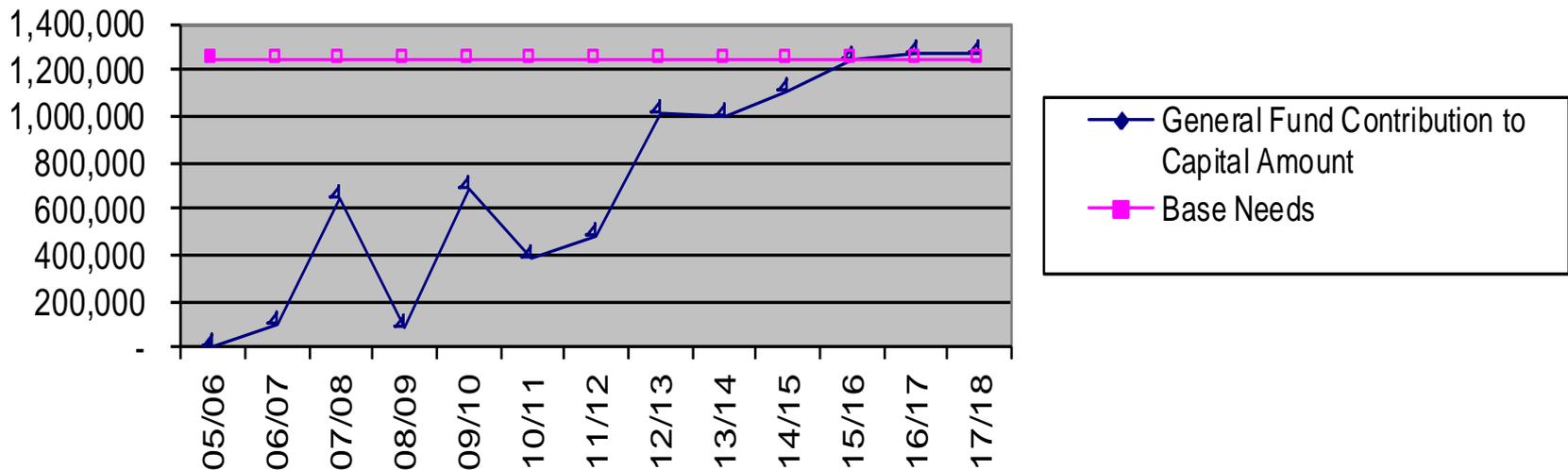
²Includes revenues allocated for education related technology and building needs; Parks and Recreation Fund revenues

FY '14 Capital Fund Expenditures: \$2,400,290

FY 13/14 Capital Budget Expenditures		
Public Works	\$914,000	38.1%
Facilities Management	\$460,000	19.2%
Community Development	\$370,290	15.4%
Public Safety	\$204,000	8.5%
Education	\$200,000	8.3%
Community Services	\$132,000	5.5%
General Government	<u>\$120,000</u>	<u>5.0%</u>
TOTAL	\$2,400,290	100%

Capital Fund

General Fund Contribution to Capital – Baseline Needs v. Actual and Projected Contributions



Capital Fund Major Projects

- Transportation projects (roads, bridges, walkways), \$578,000
- Public Works replacement equipment, \$321,000
- HUD Community Challenge Planning Grant, \$203,530
- Public Safety replacement equipment, \$204,000
- Facilities Improvements at schools, \$200,000
- Information technology equipment for schools \$200,000

Impact on Taxpayer

Mill rate increase
of 0.69 mills
from 27.16 to
27.85 mills

Sample Tax Impact *On a Median Valued Home*

Current Valuation	\$169,400 ¹
Proposed Taxes	\$ 4,718
Current Taxes	<u>\$ 4,601</u>
Tax Increase	\$ 117
Percentage Increase	2.52%

¹Median home price, 100% of assessed value is \$242,000. \$169,400 reflects 70% of assessed value.

Impact on Taxpayer

Where do the Tax Dollars Go?

Education	\$3,149	67%
Public Safety	\$ 343	7%
Town-wide	\$ 263	6%
Government Operation	\$ 253	5%
Other Financing Uses	\$ 238	5%
Public Works	\$ 213	5%
Community Services	\$ 172	4%
Community Development	\$ 55	1%
Fund Balance Reserve	<u>\$ 32</u>	<u>1%</u>
TOTAL	\$4,718	100%

Budget Summary

- **FY 13/14 Proposed Budget**
 - 2.3% increase in General Fund expenditures
 - Tax increase of 0.69 mills or approximately 2.5% on median assessed home
- **Responsible budget**
 - Funds current services
 - Advances Council goals and initiatives
 - Fund balance and capital contributions provide long-term financial benefits to the Town and its taxpayers

Budget Workshops

Council members are encouraged to:

- ✓ Ask questions
 - When possible, send questions to the Town Manager in advance of the workshop (helps to expedite responses)

- ✓ Flag items for further discussion

Budget Dates

Town Council Budget Review	April 1 - 22, 2013	Varies
Public Information Session	April 4, 2013	7:00pm
Public Hearing	April 8, 2013	7:30pm
Council Adoption of Budget	April 22, 2013	6:30pm
Public Information Session	May 2, 2013	7:00pm
Region 19 Budget Referendum	May 7, 2013	6am-8pm
Annual Town Meeting	May 14, 2013	7:00pm

Dates & Times Subject to Revision

Check www.mansfieldct.gov for locations & other meeting information

Budget workshops and public information sessions will be televised on our Government Access Channel and the Town's website when meetings are held in Council Chambers