

**Mansfield Town Council &  
Mansfield Board of Education  
Proposed FY 2012/2013 Budget**



**Annual Town Meeting**

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May 8, 2012

**Annual Town Meeting**

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- General Fund – programs are defined as cost centers within functions of government i.e. Town Clerk, Assessor's Office, Road Services, Senior Services – **See page 19-20**
- Capital Fund – programs are defined by the major functions of government i.e. General Government, Public Safety, Public Works, Facilities Management and Community Services – **See page 21**
- Capital & Nonrecurring Fund – programs are defined by the recipient of the fund transfer i.e. debt service fund, property revaluation fund – **See page 22**

## FY '13 Budget Overview

- **General Fund**

Town Operations	\$ 13,106,120
Contribution for Capital Needs	1,014,210
Contribution for Debt Service	<u>825,000</u>
Total Town	\$ 14,945,330
Mansfield Board of Education	<u>20,588,160</u>
<b>Total Town/Board</b>	<b>\$ 35,533,490</b>
Region 19 Contribution	<u>9,503,550</u>
<i>Total General Fund</i>	<b>\$ 45,037,040</b>
- **Capital Fund** **\$ 1,735,840**
- **Capital & Nonrecurring Fund** **\$ 1,562,210<sup>2</sup>**

<sup>2</sup>Includes a \$1,304,210 transfer to the Capital Fund.

## FY '13 General Fund Expenditures

General Fund	FY 2011/2012	FY 2012/2013	\$ Amt. Dec/Inc	% Dec/Inc
Town Operating	\$ 12,528,750	\$ 13,106,120	\$ 577,370	4.6%
Capital Contrib.	476,000	1,014,210	538,210	113.1%
Debt Contrib.	825,000	825,000	0	0%
<i>Total Town</i>	<i>\$ 13,829,750</i>	<i>\$ 14,945,330</i>	<i>\$1,115,580</i>	<i>8.1%</i>
MBOE	20,588,160	20,588,160	0	0%
Region 19	9,729,230	9,503,550	- 225,680	-2.3%
<b>General Fund Total</b>	<b>\$ 44,147,140</b>	<b>\$ 45,037,040<sup>1</sup></b>	<b>\$ 889,900</b>	<b>2.0%</b>

<sup>1</sup>Town does not include \$214,000 contribution to Fund Balance; does include transfer to Capital

## FY '13 Expenditure Trends

- General Government
  - \$538,210 increase from the General Fund for capital projects (supporting the Council's goal to move towards pay-as-you-go plan and reducing the need to issue bonds) = 48.2% of overall increase for Town government
  - \$132,970 increase for salaries (e.g. steps, reclassifications, Storrs Center related positions)
  - \$70,080 for additional Trooper
  - \$96,210 for Storrs Center related expenses
  - \$124,120 increase in contingency
    - Firefighter negotiations
    - Wage re-openers

## Storrs Center - General Fund Revenues & Expenditures

Estimated Storrs Center Tax Revenue	\$ 488,000
Less: Tax Abatement	<u>( 321,000)</u>
Net Tax Revenue from Storrs Center	167,000
Less: Operating Costs <sup>(1)</sup>	<u>( 70,790)</u>
Balance Storrs Center Revenue	\$ 96,210

Transfer to CIP Storrs Center Reserve Fund \$ 96,210

<sup>(1)</sup> Includes part-time firefighter, groundskeeper position ½ year, seasonal laborer – ongoing costs budgeted in the G/F budget.

## Storrs Center Reserve Fund - Revenues & Expenditures

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Fire, Building & Other Fees (Approp. June 2011)	\$ 995,000
Plus: Transfer of Net Storrs Ctr. Taxes	<u>96,210</u>
Available Resources	\$1,091,210
Estimated One-time costs FY12/13 <sup>(1)</sup>	\$ 136,970

<sup>(1)</sup> Includes temporary fire prevention service and inspection service costs; and engineering clerical support costs

## FY '13 Expenditure Trends

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Mansfield Board of Education

## **FY '13 Expenditure Trends**

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- 4th consecutive year of 0%
- Successful negotiations with each bargaining unit for wage freezes and smaller increases
- Strategic deferment or elimination of administrative overhead and various supply lines
- Education Job Funds Balance - \$240,040
- Strategic use of reserve funds

## **FY '13 Expenditure Trends (cont'd)**

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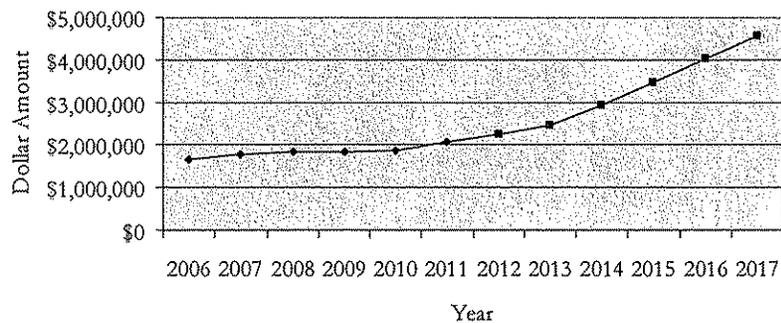
- MBOE
  - \$262,170 increase (1.87%) in MBOE salary costs
  - \$55,610 decrease (-10.85%) in professional & technical services
  - \$43,685 increase for mathematics textbook replacement

## Fund Balance

- Estimated Fund Balance at 06/30/2012 is \$2,354,157 (5.22% of proposed budget)
- Rating Agencies recommend 10 – 15% of budget
- Proposed increase of \$214,000 (9.1%) bringing total fund balance to \$2,568,157 (5.7% of proposed budget)

## Fund Balance Plan

Fund Balance Ending June 30th FY '06-'17:  
Actual and Projected



## **FY '13 Revenue Outlook**

- Grand List increases by .76% to \$981,143,853
  - Real estate increases by .35%
  - Personal property increases by 1.24%
  - Motor vehicle increases by 5.67%
  - \$201,562 generated in new revenue from Grand List growth

## **FY '13 Revenue Outlook (cont'd)**

- Non-tax revenue projected to increase by \$300,240 or 1.6 %
  - State revenue sharing program – increases \$214,000
  - New program therefore recommending this be used to increase Fund Balance and not be used to cover operating expenses
  - Education cost sharing grant – increases \$81,700

## FY '13 Capital Fund Expenditures: \$ 1,735,840

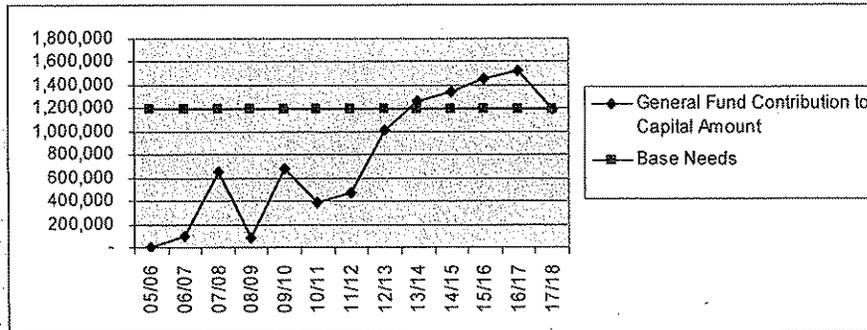
FY 2013 Capital Budget Expenditures		
Public Works	\$ 760,000	43.8%
Public Safety	\$ 320,000	18.4%
Community Development	\$ 302,740	17.4%
General Government	\$ 130,000	7.5%
Facilities Management	\$ 125,000	7.2%
Community Services	\$ 98,100	5.7%
<b>TOTAL</b>	<b>\$ 1,735,840</b>	<b>100.0%</b>

## FY '13 Capital Projects

- Major proposed projects include:
  - Transportation improvements - \$510,000
  - Public works equipment - \$230,000
  - HUD Community Challenge planning grant - \$206,530
  - Replacement of ET507 - \$200,000 (1<sup>st</sup> payment of two)
  - Facility maintenance - \$125,000

## Capital Projects – PAY-AS-YOU-GO

General Fund Contribution to Capital: Baseline Needs  
v. Actual & Projected Contributions FY '06-'18



## What is the Capital and Nonrecurring (CNR) Fund?

- The Capital and Nonrecurring Fund is primarily used for conducting transfers to other funds
  - Often used for capital projects and one-time expenditures
- Capital and Nonrecurring Fund revenues primarily come from:
  - Pequot-Mohegan revenues
  - Ambulance user fees
  - Transfer from the General Fund

## FY '13 Capital and Nonrecurring Fund: \$1,562,210

- Capital and Nonrecurring Fund
  - \$1,562,210 total budget including:
    - \$1,304,210 transfer to capital fund
    - \$175,000 transfer to management services fund
    - \$58,000 transfer to compensated absences fund
      - Buy-out for accrued sick leave
    - \$25,000 for property tax revaluation fund
  - Changed funding source for Teen Center and Bicentennial Pond (\$50k) from CNR Fund to General Fund

## Impact on the Taxpayer

### Sample Tax Impact:

Mill Rate increase of .48 mills from 26.68 to 27.16 mills

Current Valuation – Median Home	\$ 169,080 <sup>1</sup>
New Taxes – Mill Rate 27.16	\$ 4,592
Current Taxes – Mill Rate 26.68	\$ 4,511
Tax Increase	\$ 81
Percentage Increase	1.8%

<sup>1</sup>Median home price, 100% of assessed value is \$241,543. \$169,080 reflects 70% of assessed value.

## Impact on the Taxpayer (cont'd)

### Mill Rate Increase – Major Components:

Description	Amount	Mill Equiv.
Capital Improvement Program	\$ 538,210	0.55
Net Salaries/Benefits	257,090	0.26
Resident State Trooper	70,080	0.07
Net Other Revenues/Expend.	(168,751)	(0.17)
Region 19 Contribution	(225,680)	(0.23)
<b>Total</b>	<b>\$ 470,949</b>	<b>0.48</b>

## Budget Summary

- FY 2012/13 Proposed Budget
  - 2.0% increase in expenditures
  - Tax increase of .48 mills or approx 1.8% on median assessed home
- Responsible budget
  - Funds current services
  - Promotes Council goals
  - Makes significant contributions to fund balance and CIP for long-term financial benefits to the Town and its taxpayers

## At the Budget Town Meeting

- Voting on Programs
  - Ability to increase or decrease program expenditures
  - What is a program?
    - Program based budget, i.e, budgets established by program such as Police, Town Clerk, Town Assessor
    - Program budgets will be clearly presented in the materials for Town Meeting
    - Program budgets are currently reflected in the proposed budget document
    - Program budgets can be found on pages 19 - 22

### **APPROPRIATIONS ACT:**

It is further resolved, that the following Appropriations Act be recommended for adoption at the annual Town Meeting for budget consideration:

**RESOLVED:** That the proposed General Fund Budget for the Town of Mansfield for fiscal year July 1, 2012 to June 30, 2013 in the amount of \$35,533,490 which proposed budget was adopted by the Council on April 23, 2012, be adopted and that the sums estimated and set forth in said budget be appropriated for the purpose indicated.

## **APPROPRIATIONS ACT (con't.) :**

**RESOLVED:** That in accordance with Connecticut General Statutes Section 10-51, the proportionate share for the Town of Mansfield of the annual budget for Regional School District No. 19 shall be added to the General Fund Budget appropriation for the Town of Mansfield for fiscal year July 1, 2012 to June 30, 2013 and said sums shall be paid by the Town to the Regional School District as they become available.

## **APPROPRIATIONS ACT (con't.)**

**RESOLVED:** That the proposed Capital Projects Budget for fiscal year July 1, 2012 to June 30, 2013 in the amount of \$1,735,840 be adopted provided that the portion proposed to be funded by bonds or notes shall, at the appropriate times, be introduced for action by the Town Council subject to a vote by referendum as required by Section 407 of the Town Charter.

## **APPROPRIATIONS ACT (con't.)**

**RESOLVED:** That the proposed Capital and Non-Recurring Reserve Fund Budget for fiscal year July 1, 2012 to June 30, 2013 in the amount of \$1,562,210 be adopted.