

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



Public Information Session

April 30, 2012

Budget Preparation and Analysis

- Approach to Budget
 - Maintain core services
 - Advance key Council goals and objectives
 - Allocate additional General Fund monies for fund balance and capital projects
 - Limit the impact on the taxpayer as much as possible

FY '13 Budget Overview

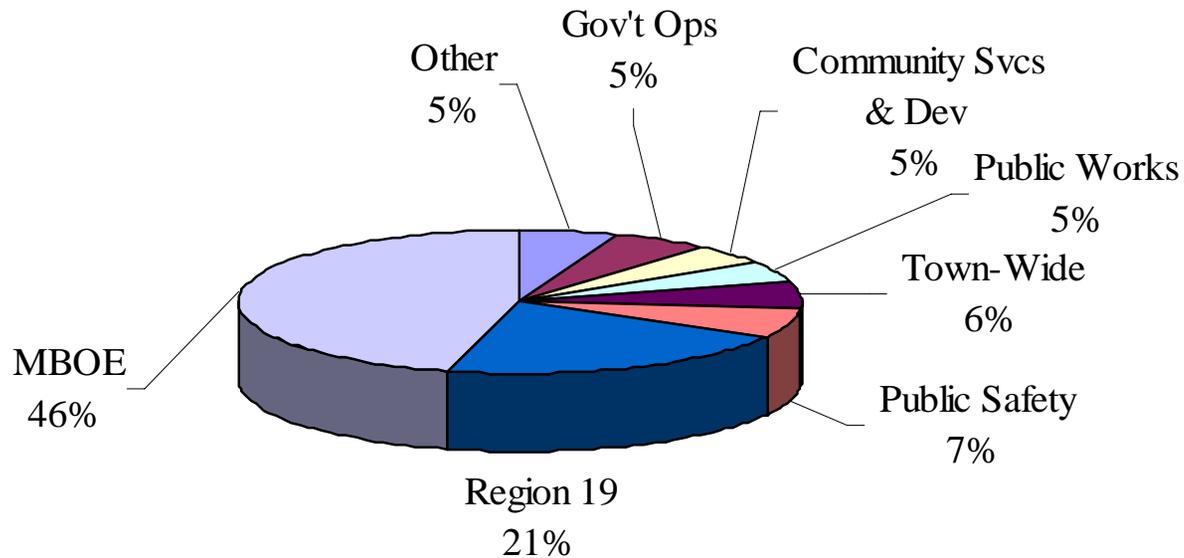
- General Fund
 - Town and MBOE \$ 35,533,490
 - Region 19 Contribution¹ \$ 9,503,550
 - General Fund Total* \$ 45,037,040
- Capital Fund \$ 1,735,840
- Capital & Nonrecurring Fund \$ 1,562,210²

¹Revised based on Region Board adopted budget.

²Includes a \$1,304,210 transfer to the Capital Fund.

FY '13 General Fund Expenditures: \$ 45,037,040¹

FY '13 General Fund Expenditures



¹Includes Town's expenditures for Region 19. Does not include \$214,000 contribution to Fund Balance.

Notes: "Town-wide" includes insurance and employee benefits. "Government Operations" includes energy costs for the Town. "Other" includes debt service and capital contribution.

FY '13 General Fund Expenditures

General Fund	FY <u>2011/2012</u>	FY <u>2012/2013</u>	\$ Amt. <u>Dec/Inc</u>	% <u>Dec/Inc</u>
Town	\$13,829,750	\$14,945,330	\$1,115,580	8.1%
MBOE	\$20,588,160	\$20,588,160	-	0%
Region 19	\$ 9,729,230	\$ 9,503,550	-\$225,680	-2.3%
General Fund Total	\$44,147,140	\$45,037,040¹	\$889,900	2.0%

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

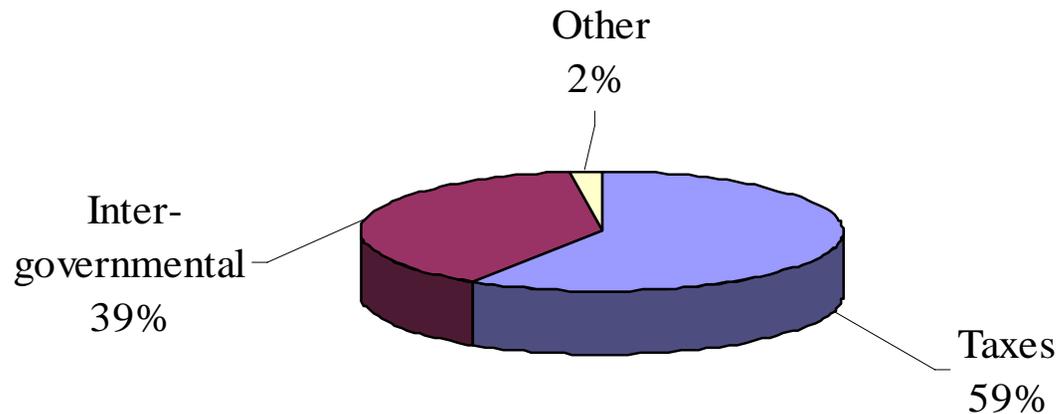
FY '13 Expenditure Trends (cont'd)

- MBOE

- \$262,170 increase (1.87%) in MBOE salary costs
- \$199,770 decrease (-5.99%) in MBOE employee benefit costs
- \$55,610 decrease (-10.85%) in professional & technical services
- \$43,685 increase for mathematics textbook replacement

FY '13 General Fund Revenues: \$45,251,040 ¹

FY '13 General Fund Revenues



¹ Includes funding for Region 19 and \$214,000 contribution to Fund Balance.

Notes: "Intergovernmental" includes PILOT and other state and federal funds. "Other" includes fees, licenses and other funds.

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)

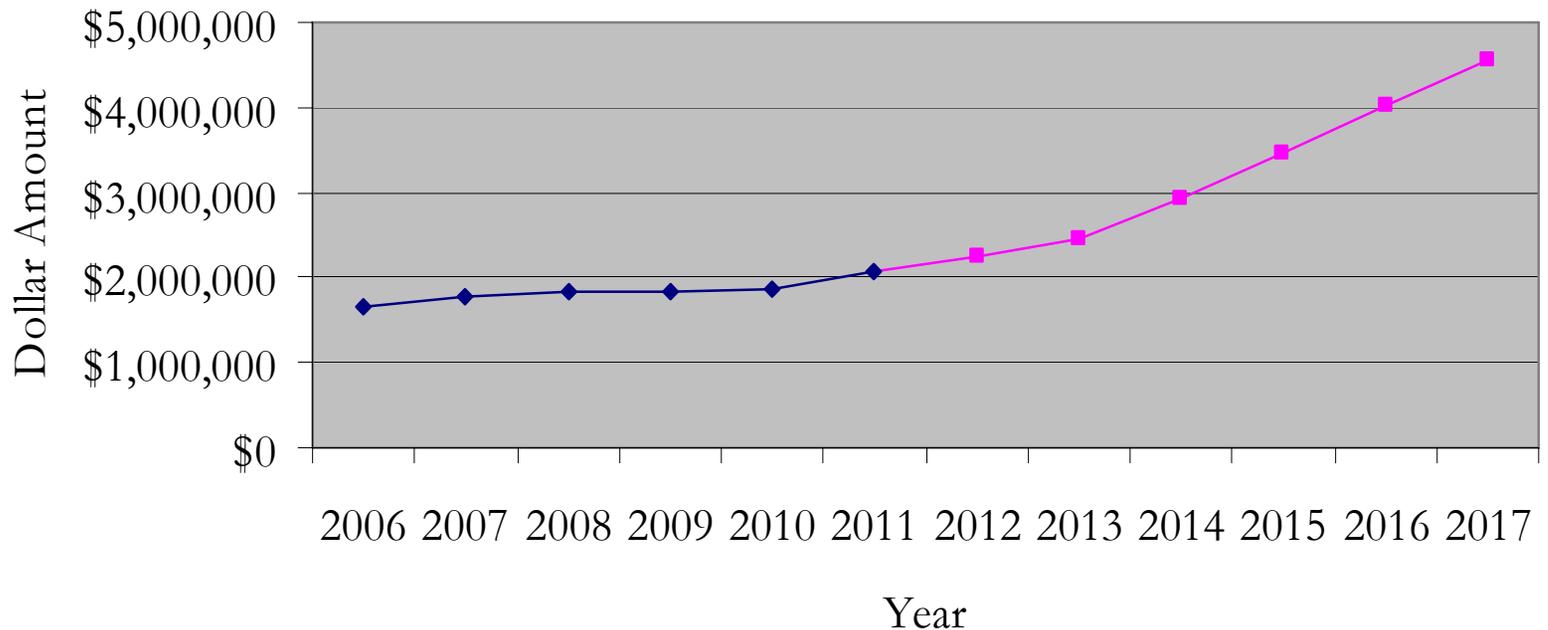
- Non-tax revenue projected to increase by \$300,240 or 1.6 %
 - State revenue sharing program – increases \$214,000
 - New program therefore recommending this be used to increase Fund Balance and not be used to cover operating expenses
 - Education cost sharing grant – increases \$81,700

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 Capital Fund Revenues: \$1,735,840

FY 2013 Capital Budget Revenues

CNR transfer in ¹	\$1,304,210	75.1%
HUD Grant	\$203,530	11.7%
LOCIP Grant	\$180,000	10.4%
Other	<u>\$48,100</u>	<u>2.8%</u>
TOTAL	\$1,735,840	100%

¹Includes General Fund, Ambulance Service Fees, & Pequot/Mohegan revenues.

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

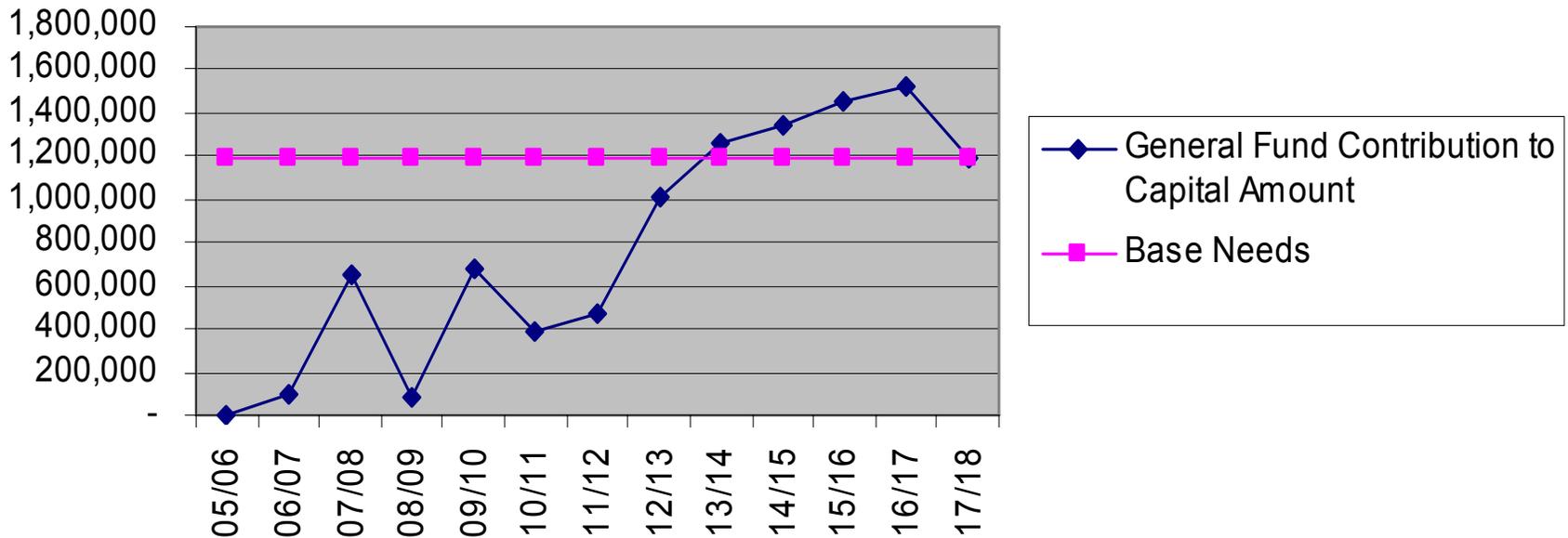
FY 2013 Capital Budget Expenditures		
Public Works	\$ 760,000	43.8%
Public Safety	\$ 320,000	18.4%
Community Development	\$ 302,740	17.4%
General Government	\$ 130,000	7.5%
Facilities Management	\$ 125,000	7.2%
Community Services	\$ 98,100	<u>5.7%</u>
TOTAL	\$ 1,735,840	100.0%

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 (1st payment of two)
 - Facility maintenance - \$125,000

FY '13 Capital Projects

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 ¹
New Taxes – Mill Rate 27.16	\$ 4,592
Current Taxes – Mill Rate 26.68	<u>\$ 4,511</u>
Tax Increase	\$ 81
Percentage Increase	1.8%

¹Median 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)
Total	\$ 470,949	0.48

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

Looking Ahead

Budget Town Meeting

- ◇ 7:00 p.m., Tuesday, May 8, 2012
- ◇ Mansfield Middle School Auditorium

Budget materials may be viewed online at

[http://mansfieldct.org/town/departments/
finance/budget/](http://mansfieldct.org/town/departments/finance/budget/)

At the Budget Town Meeting

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

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