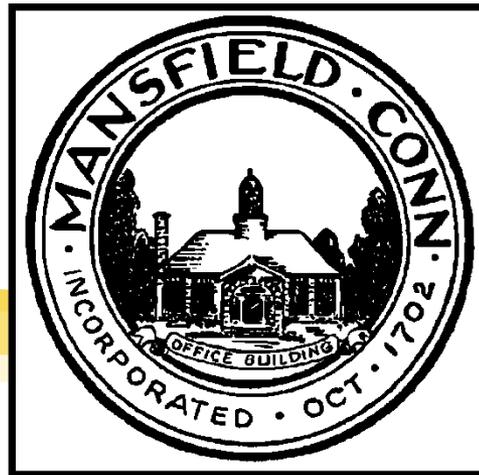


Town of Mansfield

FY 2014/15 Council Adopted Budget

Annual Town Meeting

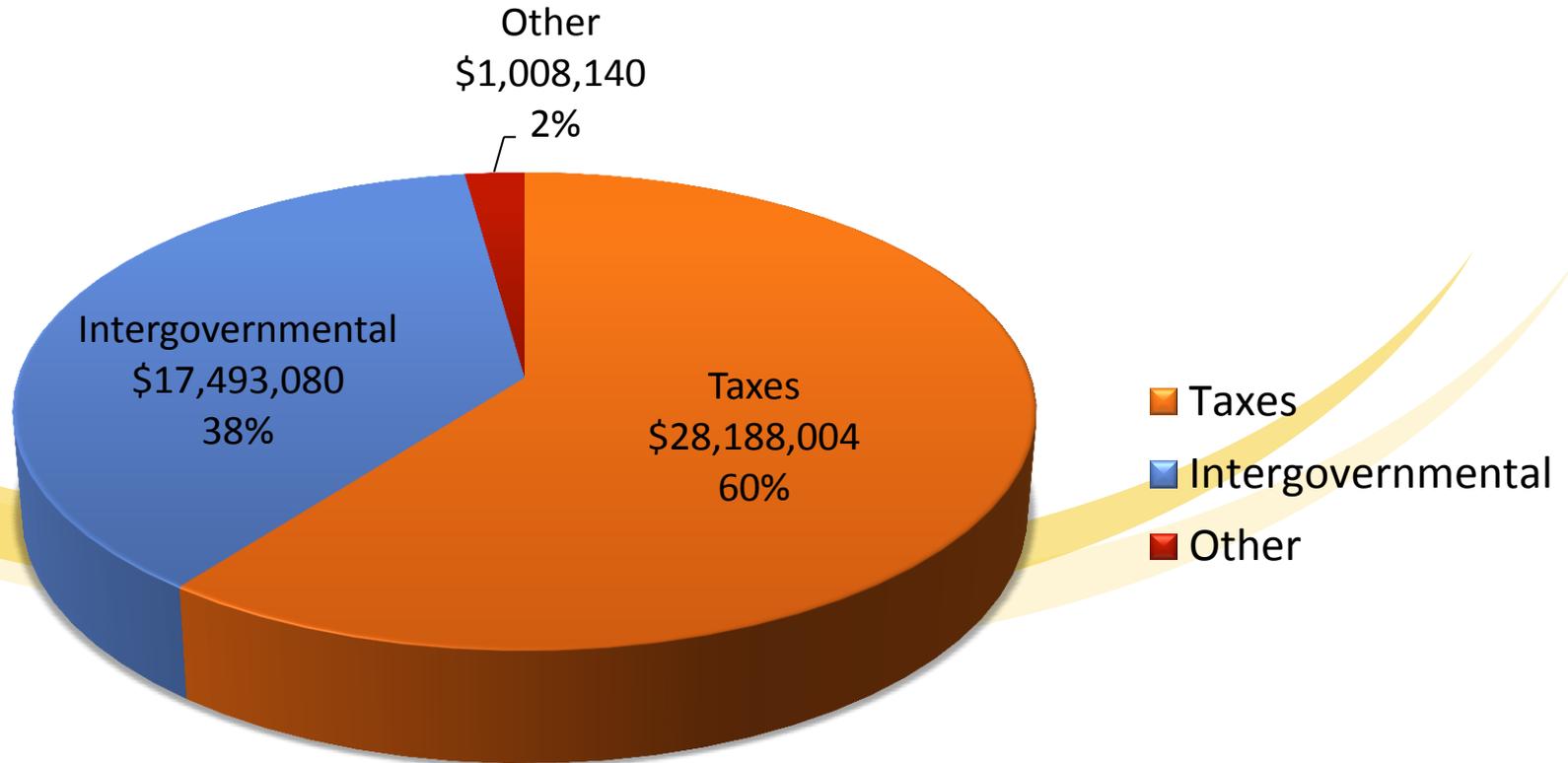
May 13, 2014



FY '15 Budget Overview

- General Fund \$46,689,224
 - Town and MBOE* \$36,643,304
 - Region 19 Contribution* \$10,045,920
- Capital & Nonrecurring Fund \$ 2,044,600
- Capital Fund \$ 6,599,020

FY '15 General Fund Revenues: \$46,689,224



FY '15 Revenue Outlook – Grand List

- Grand List increases by 2.43% from \$1,011,715,713 to \$1,036,252,379
- Real estate increases by 2.2%
- Personal property increases by 10.4%
- Motor vehicle increases by 1.5%
- \$383,906 generated in new revenue from Grand List growth (after tax abatement)

FY '14 Revenue Outlook – Storrs Center Revenues

- Storrs Center development is generating revenue for the General Fund
 - Storrs Center tax revenue lessens the burden on residential taxpayers to fund services

Mill rate without Storrs

Center tax revenue –

28.39 mills

1.6% tax increase

v.

Mill rate with Storrs Center

tax revenue -

27.95 mills

No tax increase

Budget Timeline

- Per Town Charter
 - Town Council shall adopt a proposed budget by May 1st
 - Annual Town Meeting shall be held on the second Tuesday in May – May 13th 2014
- General Assembly adopted budget adjustments on May 4th with Town by Town estimates available on May 5th

FY '15 Revenue Outlook – Intergovernmental Revenues

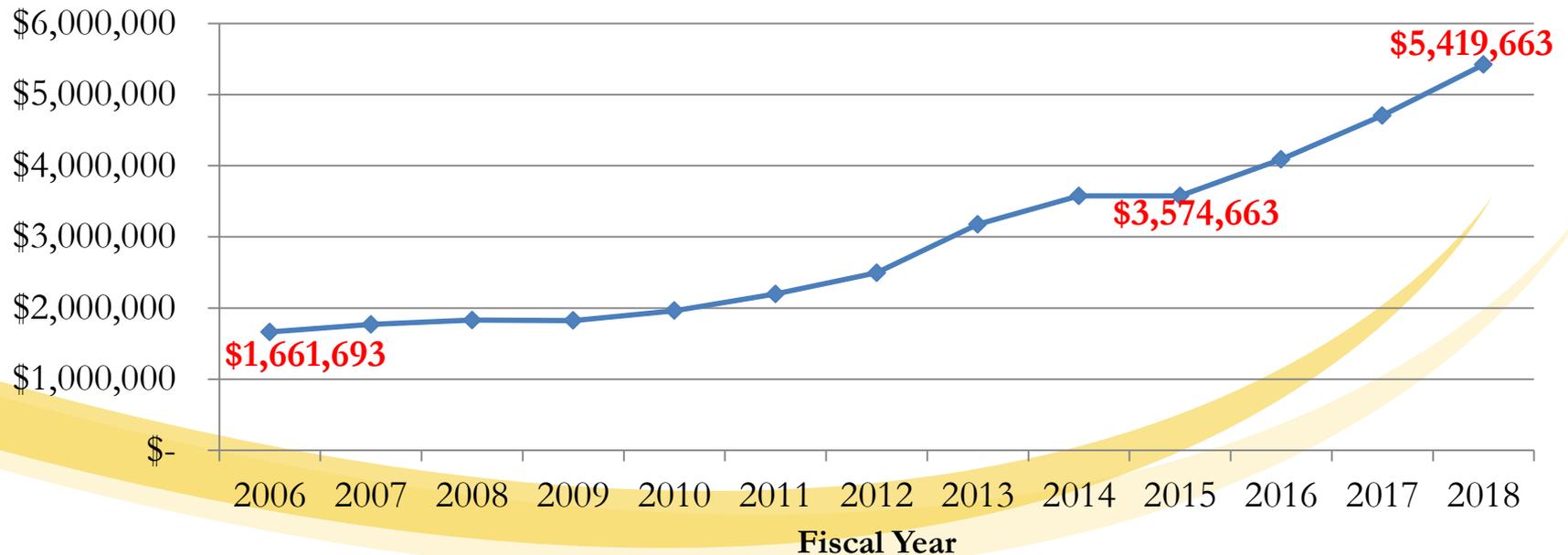
- The budget as adopted by the Town Council on April 28th was based on the Appropriations Committee's budget plus the Municipal Aid Adjustment as reflected in State Statutes. Due to concerns that these estimates would not hold because the State's revenue projections were reflecting a shortfall, the following adjusted projected Intergovernmental Revenues were used:
 - PILOT funding of \$6,762,610 - \$420,000 less than the Appropriations Committee estimates; \$444,820 more than the Governor's proposed budget
 - Municipal Aid Adjustment of \$312,770 – this reflects a 50% reduction from the current year

Impact of Intergovernmental Revenues

- On May 4, 2014 the General Assembly adopted midterm budget adjustments for FY 15 – a projected net increase of \$573,770 over Council adopted estimates
 - Increased PILOT grant to \$7,648,878 or \$886,268 more than Council adopted
 - Eliminated Municipal Aid Adjustment for a reduction of \$312,770 from Council adopted
- Council will review options for the use of additional revenues including but not limited to:
 - Contribution to Fund Balance
 - Tax Relief
 - Reinstatement of eliminated/reduced items
- Council will defer setting the mill rate

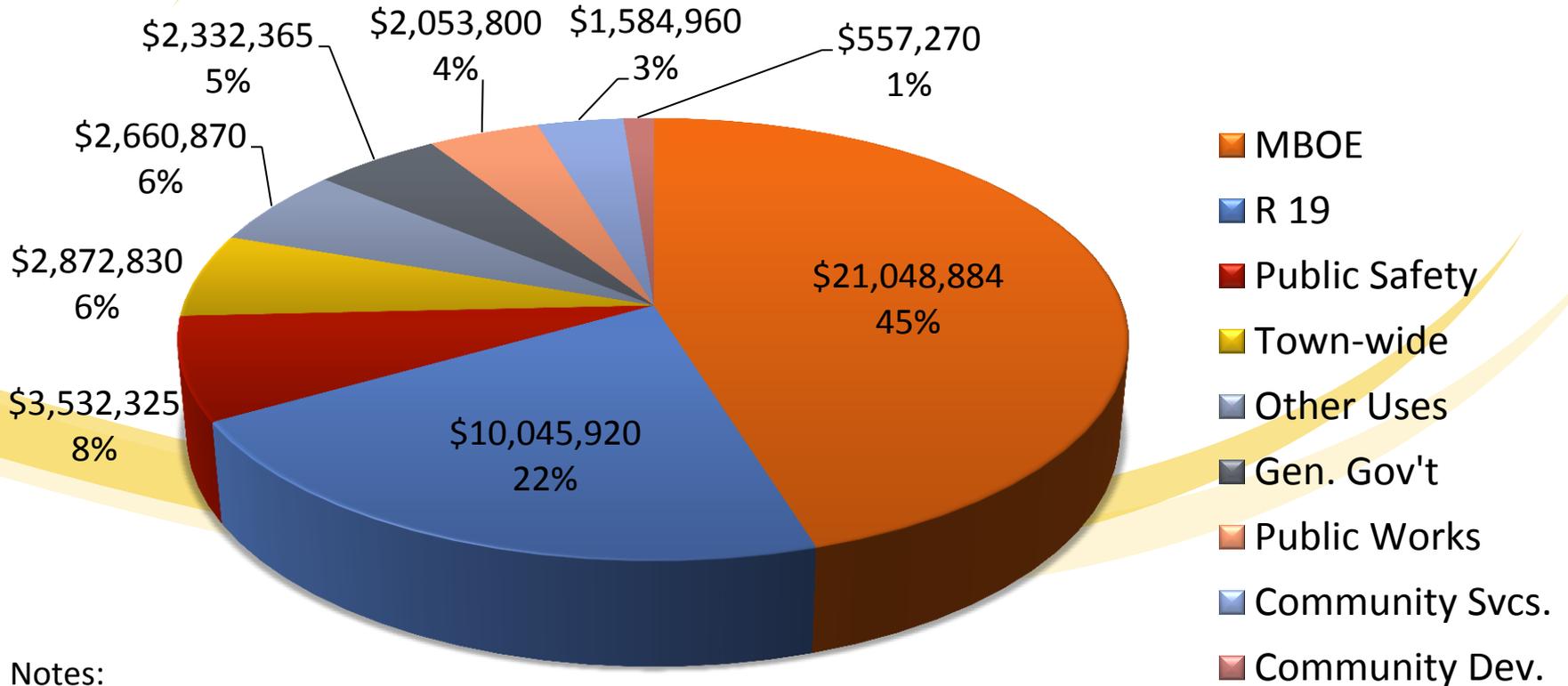
FY '15 Fund Balance

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



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.
Budgeted Fund Balance for FY 14/15 totals \$3,574,663, 7.5% of projected budget.

FY '15 General Fund Expenditures: \$46,689,224



Notes:

Town-wide includes employee benefits & insurance

General government includes energy costs

Other includes debt service and capital contribution

Doesn't include fund balance contribution

FY '15 General Fund Expenditures

General Fund	FY 2013/2014	FY 2014/2015	\$ Amt. Dec./Inc.	% Dec./Inc.
Town	\$15,203,170	\$15,594,420	\$ 391,250	2.6%
MBOE	\$20,688,160	\$21,048,884	\$ 360,724	1.7%
Region 19	<u>\$10,005,514</u>	<u>\$10,045,920</u>	<u>\$ 40,406</u>	<u>0.4%</u>
General Fund Total	\$45,896,844	\$46,689,224	\$ 792,380	1.7%

FY '15 Expenditure Trends

- **\$391,250 (2.6%) increase to Town**
 - \$144,050 increase for Resident Trooper Program
 - \$176,860 increase in contingency (unsettled union contracts, unanticipated needs)
 - \$150,290 increase for health insurance
 - \$36,000 contribution to Cemetery Fund
 - \$32,590 increase for firefighter staffing
 - \$25,000 contribution to Property Tax Revaluation account

FY '15 Expenditure Trends

- \$350,000 decrease in debt service
- \$245,800 decrease in energy costs
- \$360,724 (1.7%) increase to MBOE
 - Projected decrease in enrollment
 - Maintains district-approved class sizes
 - Maintains current instructional programs and proposes minimal new initiatives in light of budget constraints
- \$40,406 (0.4%) increase to R19
 - Mansfield student enrollment decreases
 - Increase reflects Mansfield's proportional share of the overall budget increase

FY '15 Mansfield Board of Education

- MBOE budget presented tonight:
\$21,048,884 – an increase of 1.74%
- Previous 5 yrs. MBOE proposed budget at **0%**
- Original budget adopted by MBOE for 14-15 fiscal year was \$21,175,314 - an increase of 2.35%
- Budget reduced by Town Council by **\$126,430**

FY '15 Mansfield Board of Education

Prior 5 years

- Eliminated Asst. Superintendent
- Reduced technology budgets \$90K each year
- Eliminated Minority Internship program
- Reduced supply budgets \$55K each year
- Eliminated \$20K contribution to school lunch program

FY '15 Mansfield Board of Education

Prior 5 years

- Negotiated salary freezes and increased premium cost share with every bargaining unit.
- Reduced total number of buses contracted for by **two**.
- Eliminated Coordinator of English Language Learning Services.
- Staffing reduced by 18.5 full time positions

FY '15 Mansfield Board of Education

Prior 5 years

- Special Education – Significant \$\$ saved through keeping students in-district.
- Increase in MERS by over 100K per year
- Strategic use of reserve funds (medical insurance and special education)

FY '15 Mansfield Board of Education

New Mandates

- Common Core State Standards
- State mandated change to teacher/admin evaluations
- SRBI / RTI
- Smarter Balance Assessments

FY '15 Mansfield Board of Education

2014-15 MBOE Budget

- Reduces staffing levels by 6 positions:
 - 2 Teachers – 1 at MMS, 1 at Goodwin Elementary
 - 4 Paraprofessionals (2 Reg Ed and 2 Spec Ed)
- Eliminates 1 regular school bus
- Reduces mid-day Pre K bus from 2 to 1

FY '15 Mansfield Board of Education

2014-15 MBOE Budget

- Leaves LA Coordinator (retirement) position vacant for 1 year
- Reduces district travel / mileage account
- Misc. smaller cuts
- Significant increase in medical insurance
- Small increase in staff salaries – offset by staffing reductions

Mansfield Board of Education

Expenditure trends

- Declining enrollment
- Capital Fund Budget includes security and technology improvements.
- Capital Fund Budget includes minimum facility repairs
- Future of maintaining 4 schools + inevitable cost increases?

Reduced programs

Increased class sizes

Closing 1 school

Mansfield Board of Education

- 2009– 10 budget: \$20,595,570 (-1.6%)
- 2010– 11 budget: \$20,588,160 (-.04%)
- 2011– 12 budget: \$20,588,160 0%
- 2012– 13 budget: \$20,588,160 0%
- 2013– 14 budget: \$20,688,160 + .49%
- 2014 – 15 budget: \$21,048,884 +1.74%

FY '15 Capital & Non-Recurring Fund: \$2,044,600

- **Anticipated Revenues:**
 - General Fund Contribution, \$1,529,880
 - Ambulance Service Fees, \$300,000
 - Pequot/Mohegan Grant, \$232,980
- **Planned uses:**
 - Transfer to Capital Fund, \$1,823,600
 - Management Services Fund technology replacement, \$185,000
 - Compensated Absences Fund, \$36,000
- **Maintains effort to discontinue use of CNR Fund for recurring and non-capital expenditures**
 - \$25,000 contribution to fund property revaluation moved to General Fund

Capital Fund Revenues: \$6,599,020

FY 14/15 Capital Budget Revenues		
Bonds	\$4,000,000	60.6%
CNR Transfer In ¹	\$1,823,600	27.6%
Town Aid Road Grant	\$242,000	3.7%
Federal and State Grants	\$233,530	3.6%
LOCIP Grant	\$192,490	2.9%
Other ²	<u>\$107,400</u>	<u>1.6%</u>
TOTAL	\$6,599,020	100%

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

²Includes revenues from Parks and Recreation Fund, Management Services Fund and Storrs Center Reserve

FY '15 Capital Fund Expenditures: \$6,599,020

FY 14/15 Capital Budget Expenditures

Community Development	\$4,495,320	68.1%
Public Works	\$754,500	11.4%
Public Safety	\$506,000	7.7%
Facilities Management	\$420,000	6.4%
Education	\$200,000	3.0%
Community Services	\$128,200	2.0%
General Government	<u>\$95,000</u>	<u>1.4%</u>
TOTAL	\$6,599,020	100%

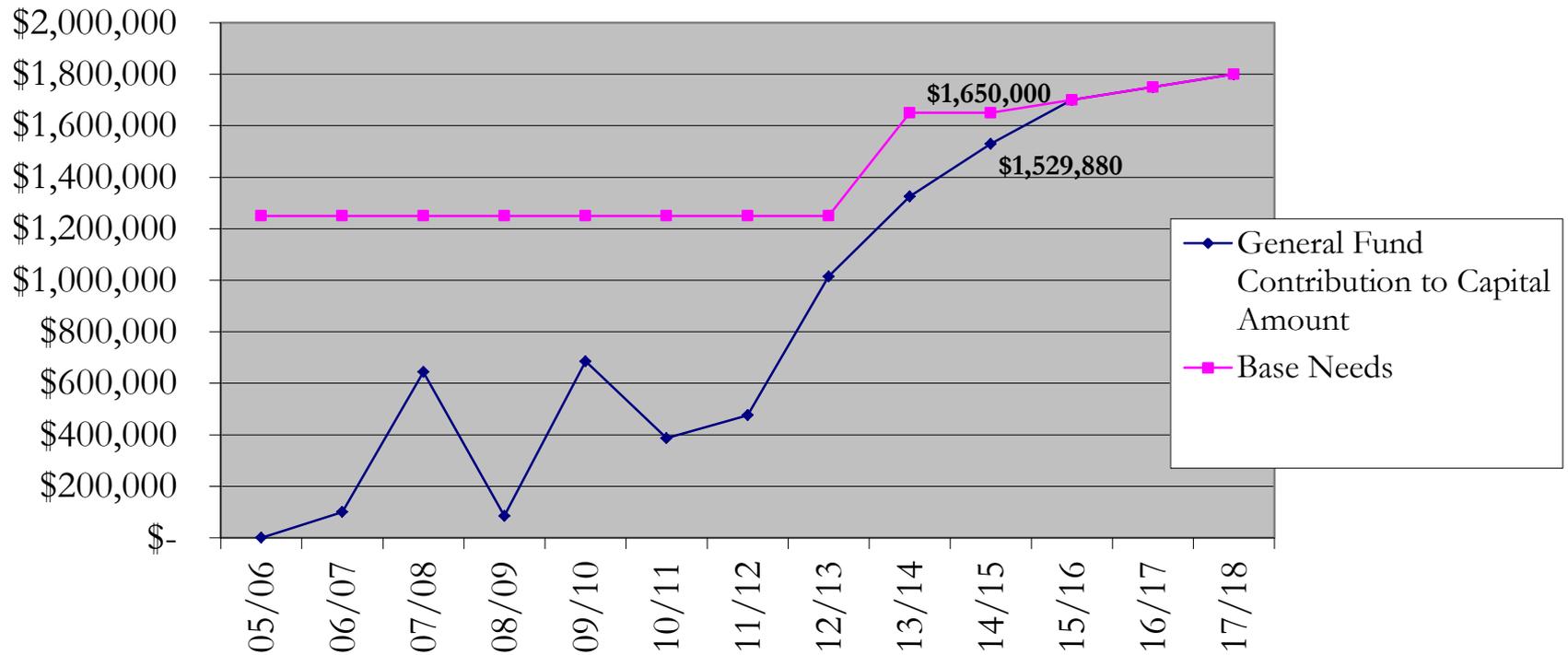
Capital Fund Major Projects

- Four Corners Sewer/Water System, \$4,000,000
- Transportation projects (roads, bridges, walkways, drainage), \$463,500
- Public safety replacement equipment, \$389,000
- HUD Community Challenge Planning Grant, \$206,720
- Public works replacement equipment, \$206,000
- Facilities improvements at schools, \$200,000
- Information technology equipment for schools \$200,000
- Parks and recreation uses, \$128,200

Capital Fund

General Fund Contribution to Capital –

Baseline Needs v. Actual and Projected Contributions



Impact on Taxpayer

No Mill Rate
increase –
remains 27.95
mills

Sample Tax Impact *On a Median Valued Home*

Current Valuation	\$169,900 ¹
Proposed Taxes	\$ 4,749
Current Taxes	<u>\$ 4,749</u>
Tax Increase	\$ 0
Percentage Increase	0%

¹Median home price, 100% of assessed value is \$242,700. \$169,900 reflects 70% of assessed value.

Impact on Taxpayer

Where do the Tax Dollars Go?

Education	\$3,163	66.6%
Public Safety	\$ 359	7.6%
Town-wide	\$ 292	6.1%
Government Operation	\$ 237	5.0%
Other Financing Uses	\$ 270	5.7%
Public Works	\$ 209	4.4%
Community Services	\$ 161	3.4%
Community Development	\$ 58	1.2%
Fund Balance Reserve	<u>\$ 0</u>	<u>0.0%</u>
TOTAL	\$4,749	100%

Budget Summary

- **FY 14/15 Proposed Budget**
 - 1.7% increase in General Fund expenditures
 - No tax increase needed
- **Responsible budget**
 - Funds current services
 - Advances Council goals and initiatives
 - Capital contribution provides long-term financial benefits to the Town and its taxpayers

Voting on Programs

- Ability to increase or decrease program expenditures
- What is a program?
 - Program based budget
 - Budgets established by program such as Police, Youth Services, Library
 - 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 **21 - 24**

Appropriations Act:

RESOLVED: That the proposed General Fund Budget for the Town of Mansfield for fiscal year July 1, 2014 to June 30, 2015 in the amount of \$36,643,304 which proposed budget was adopted by the Council on April 28, 2014, 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, 2014 to June 30, 2015 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, 2014 to June 30, 2015 in the amount of \$6,599,020 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, 2014 to June 30, 2015 in the amount of \$2,044,600 be adopted.