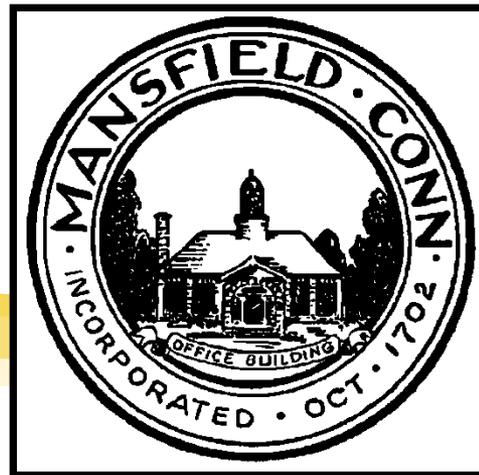


# Town of Mansfield

## FY 2016/17 Proposed Budget

March 28, 2016



# Budget Policy Objectives

## Five Primary Objectives:

- Maintain current services and programs
  - All core services remain intact
- Advance key financial policy goals & objectives:
  - Increase General Fund contribution to Capital Fund (cash-to-capital funding)
  - Increase Fund Balance

## Budget Policy Objectives (cont'd)

- Build capacity to address operational and budgetary concerns
  - FT Firefighter/EMT - reduce firefighter turnover and overtime
  - FT Maintainer – costs shared 50/50 with Mansfield Board of Education

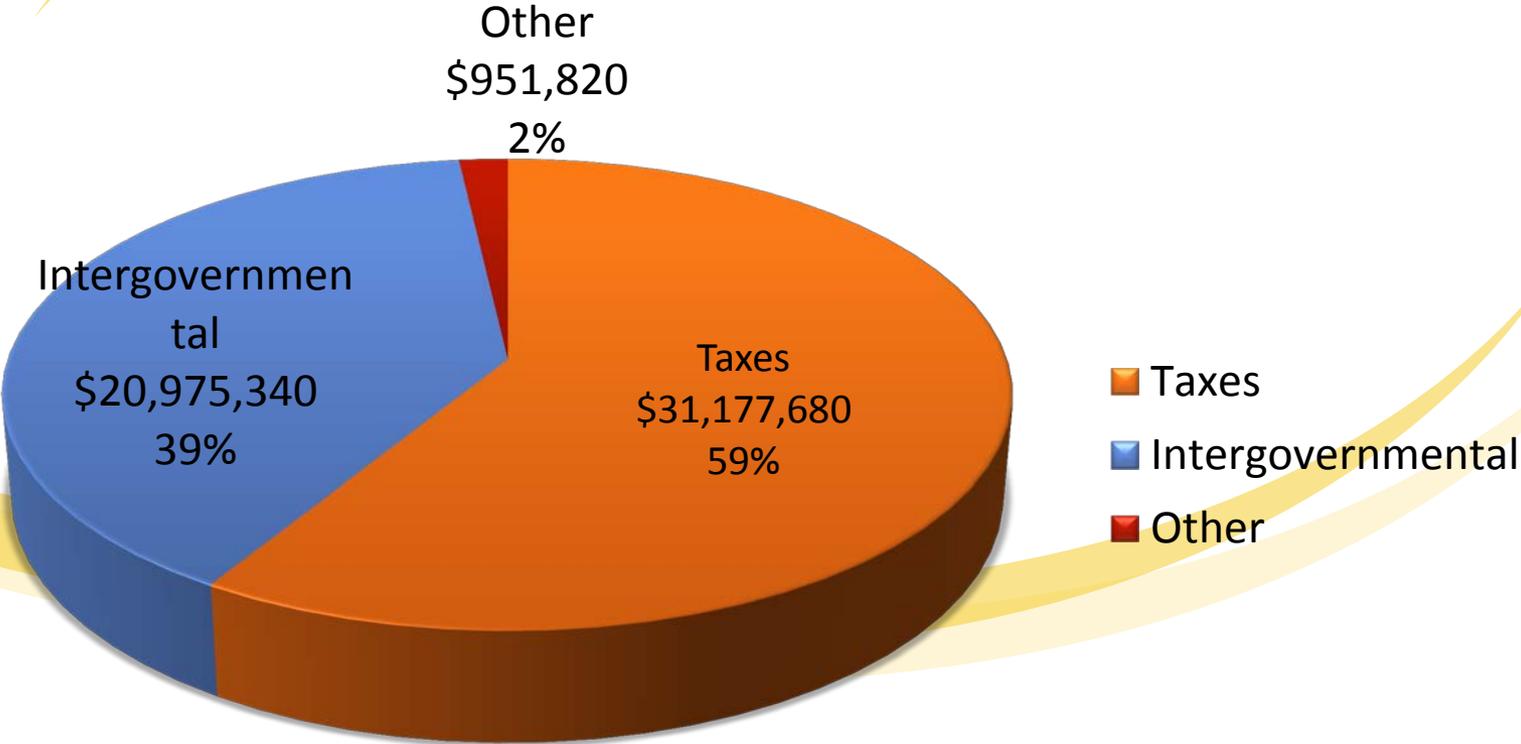
# Budget Policy Objectives (cont'd)

- Appropriate new state revenue in manner designed to protect Town from state rescission or reduction
  - Direct funding to Capital Fund & Fund Balance
- Absorb increase in fixed costs and spending without increasing the mill rate

# FY '16/17 Budget Overview

- General Fund \$52,204,840
  - Town and MBOE* \$41,655,430
  - Region 19 Contribution* \$10,549,410
- Capital & Nonrecurring Fund \$3,145,000
- Capital Fund \$4,897,170

# FY '16/17 General Fund Revenues: \$53,104,840



# FY '16/17 Revenue Outlook – Grand List

- Grand List increased by 4.51% from \$1,026,856,306 to \$1,073,133,789
- Real estate increased 3.29% primarily from Storrs Center
- Personal property increased by **31.19%**, an unprecedented amount
- Motor vehicle nearly flat, an increase of 0.18%



# Senate Bill No. 1

Enhance municipal fiscal capacity and minimize disparities from property tax on motor vehicles

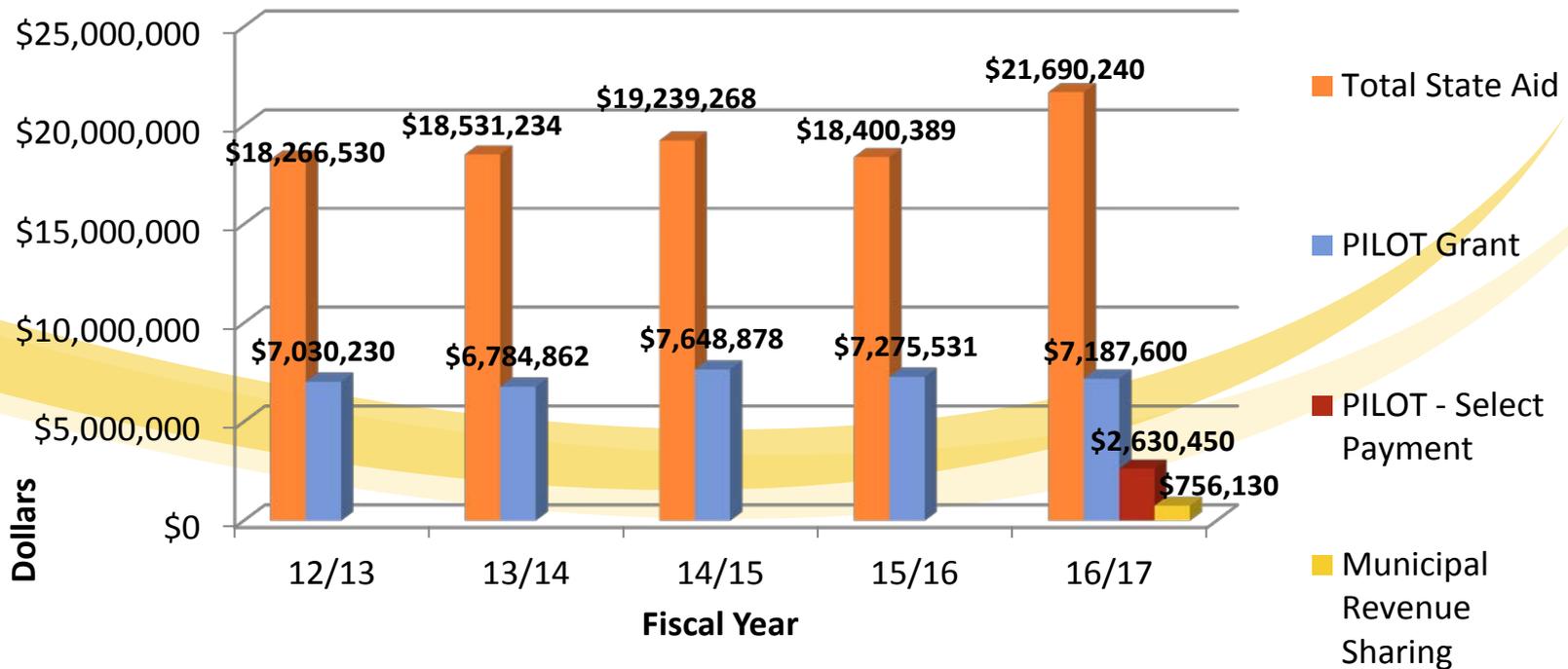
- Restructures PILOT program
  - New “Select” PILOT Payment - \$2,630,450
- Establishes mechanism for sharing state sales tax revenue (MRSA)
  - Mansfield projected share - \$756,130
  - FY’18 – penalty for municipal spending increases (excl. debt service) over 2.5% or inflation, whichever is greater
- Cap on Motor Vehicle Taxes – 29.36 Mills
  - Loss of \$39,660 in revenue

# FY '16/17 Revenue Outlook – Intergovernmental Revenues

- Governor's proposed budget reflects increase of \$3,345,310 (18.6%)
  - New "Select Payment" Payment in Lieu of Taxes - \$2,630,450 in new revenue
  - Revenue Sharing grant - \$756,130
  - Decrease in traditional PILOT grant -\$87,931

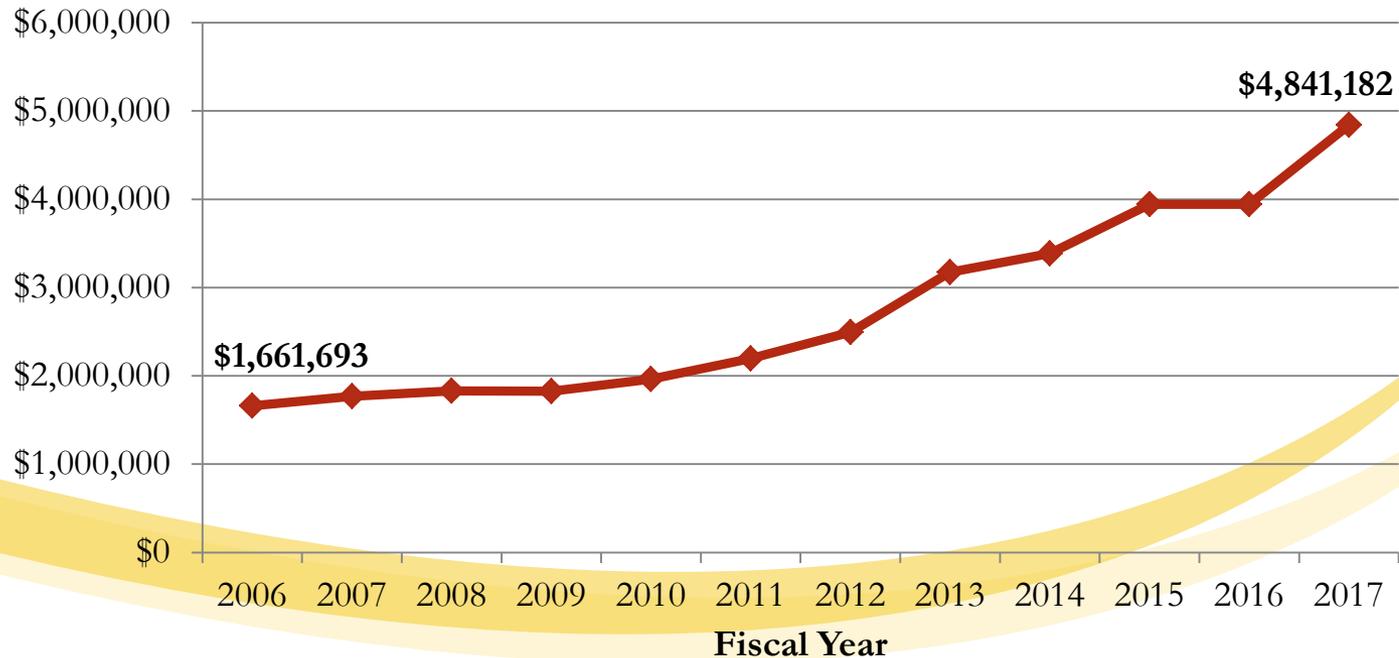
# FY '16/17 Revenue Outlook – Intergovernmental Revenues

## State Aid Comparison



# FY '16/17 Fund Balance

Fund Balance FY '06 -'17 - Actual and Estimated

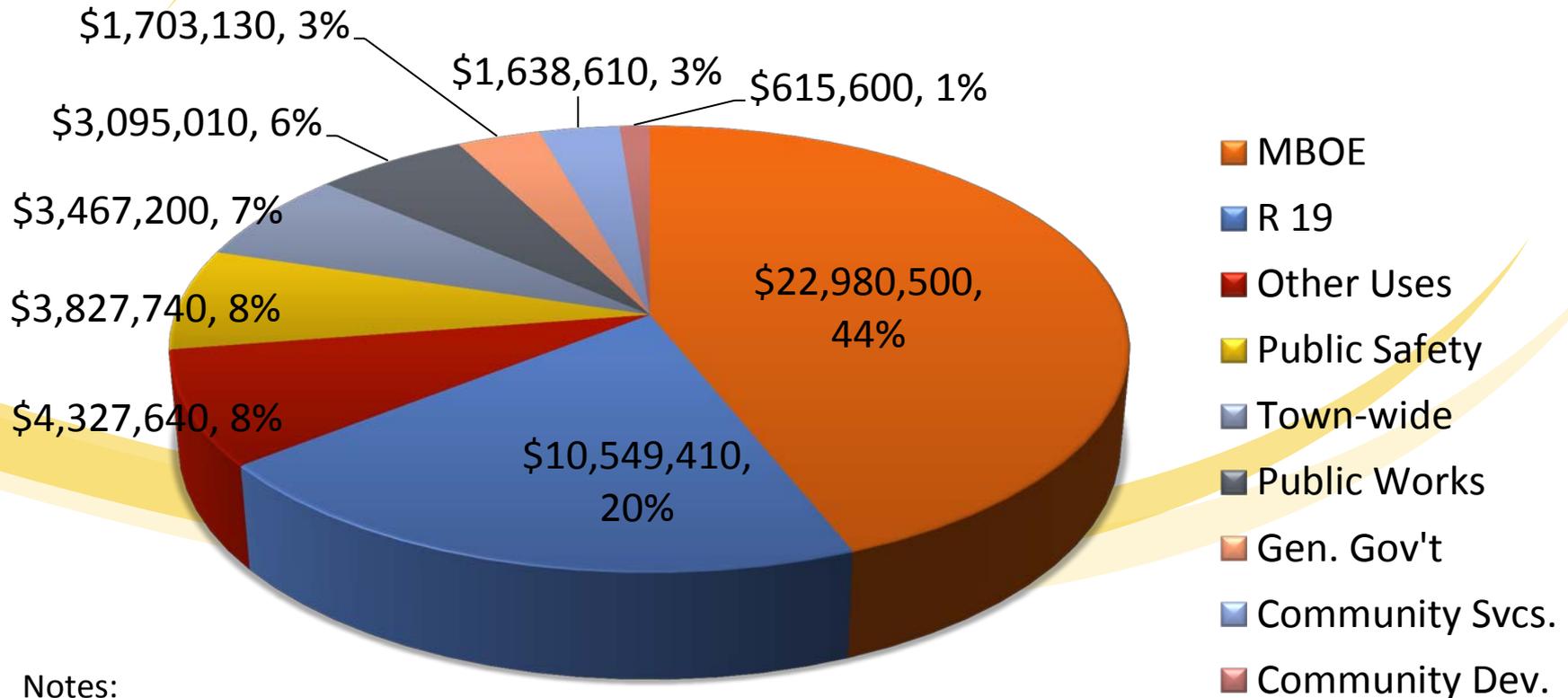


Bond agencies recommend Fund Balance of 10-15% of General Fund budget.

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

Estimated Fund Balance for FY 16/17 totals \$4,841,182, 9.1% of projected budget.

# FY '16/17 General Fund Expenditures: \$52,204,840



**Notes:**

Town-wide includes employee benefits

Energy & Facilities Mgmt. operating costs reflected in Public Works

Other includes debt service and capital contribution

Doesn't include fund balance contribution



# FY '16/17 General Fund Expenditures

General Fund	FY 2015/2016	FY 2016/2017	\$ Amt. Dec/Inc	% Dec/Inc
Town	\$16,421,370	\$18,674,930	\$2,253,560	13.7%
MBOE	\$22,022,750	\$22,980,500	\$ 957,750	4.3%
Region 19	<u>\$10,188,150</u>	<u>\$10,549,410</u>	<u>\$ 361,260</u>	<u>3.5%</u>
General Fund Total	\$48,632,270 <sup>1</sup>	\$52,204,840 <sup>1</sup>	\$3,572,570	7.3%

<sup>1</sup>Does not include contribution to Fund Balance.

# FY '16/17 Expenditure Trends

- \$2,253,560 (13.7%) increase to Town Government
  - \$1,523,260 increase for capital projects (Town and schools)
  - \$260,745 increase for benefits, primarily health insurance
  - \$214,625 increase for contractual step increases and proposed additional staffing
  - \$93,190 increase for the Resident State Trooper program (*to maintain current service levels*)
  - \$25,400 decrease in energy costs



# FY '16/17 Expenditure Trends

- **\$957,750 (4.3%) increase to MBOE**
  - \$492,635 increase for benefits, primarily health insurance
  - \$361,670 increase for contractual salary increases
  - \$151,360 increase for staffing and programming needs
- **\$361,260 (3.5%) increase to R19**
  - Mansfield student enrollment increases
  - Increase reflects Mansfield's proportional share of overall budget (up from 56.80% to 57.86%)

# FY '16/17 Capital & Non-Recurring Fund: \$3,145,000

- Planned uses:
  - Transfer to Capital Fund - \$2,945,000
  - Transfer to Management Services Fund for technology replacement - \$200,000
- CNR Fund does not include recurring and non-capital expenditures



# Capital Fund Revenues: \$4,897,170

FY 16/17 Capital Budget Revenues		
CNR Transfer In <sup>1</sup>	\$2,945,000	60.1%
Bonds	\$1,323,000	27.0%
Federal & State Grants	\$269,380	5.5%
LOCIP Grant	\$184,000	3.8%
Town Aid Road Grant	\$130,000	2.7%
Parks & Recreation Revenue	<u>\$45,790</u>	<u>0.9%</u>
<b><i>TOTAL</i></b>	<b><i>\$4,897,170</i></b>	<b><i>100%</i></b>

<sup>1</sup>Includes General Fund contribution to capital, ambulance service fees.

# FY '16/17 Capital Fund Expenditures: \$4,897,170

FY 16/17 Capital Budget Expenditures		
Facilities Management (Town & Schools)	\$2,102,000	42.9%
Public Works	\$1,358,000	27.7%
Public Safety	\$578,550	11.8%
Community Development	\$375,000	7.7%
Education Technology	\$200,000	4.1%
General Government	\$163,830	3.3%
Community Services	<u>\$119,790</u>	<u>2.4%</u>
<b>TOTAL</b>	<b>\$4,897,170</b>	<b>100%</b>

# Capital Fund Major Projects

- **Public Works**

- Transportation projects (road resurfacing, walkways, guiderails, drainage) - \$1,010,000
  - Road resurfacing - \$750,000
  - Ravine Road improvements - \$110,000
  - Drainage, guiderails, walkways - \$150,000
- Vehicle Replacements - \$272,000

- **Town Buildings - \$339,000**

- Public Works Garage roof replacement & well system upgrade - \$65,000
- Fire Station 107 roof and well system replacements - \$60,000
- Historical Society building, removal of UST and natural gas heating system conversion - \$35,000

# Capital Fund Major Projects

- **Public Safety**

- SCBA replacement - \$283,550 (*\$269,370 funded by federal grant, \$14,170 local match*)
- Ambulance replacement - \$245,000

- **Community Development**

- Storrs Center Reserve - \$375,000 (*funds one-time expenditures, Transportation Center & overrun*)

# Capital Fund Major Projects

- **Community Services**

- Fitness equipment - \$45,790 (*funded by Parks & Recreation revenue*)
- Playscape replacement reserve & repairs - \$40,000

- **General Government**

- Police services analysis - \$60,000
- Classification & compensation study- \$30,000

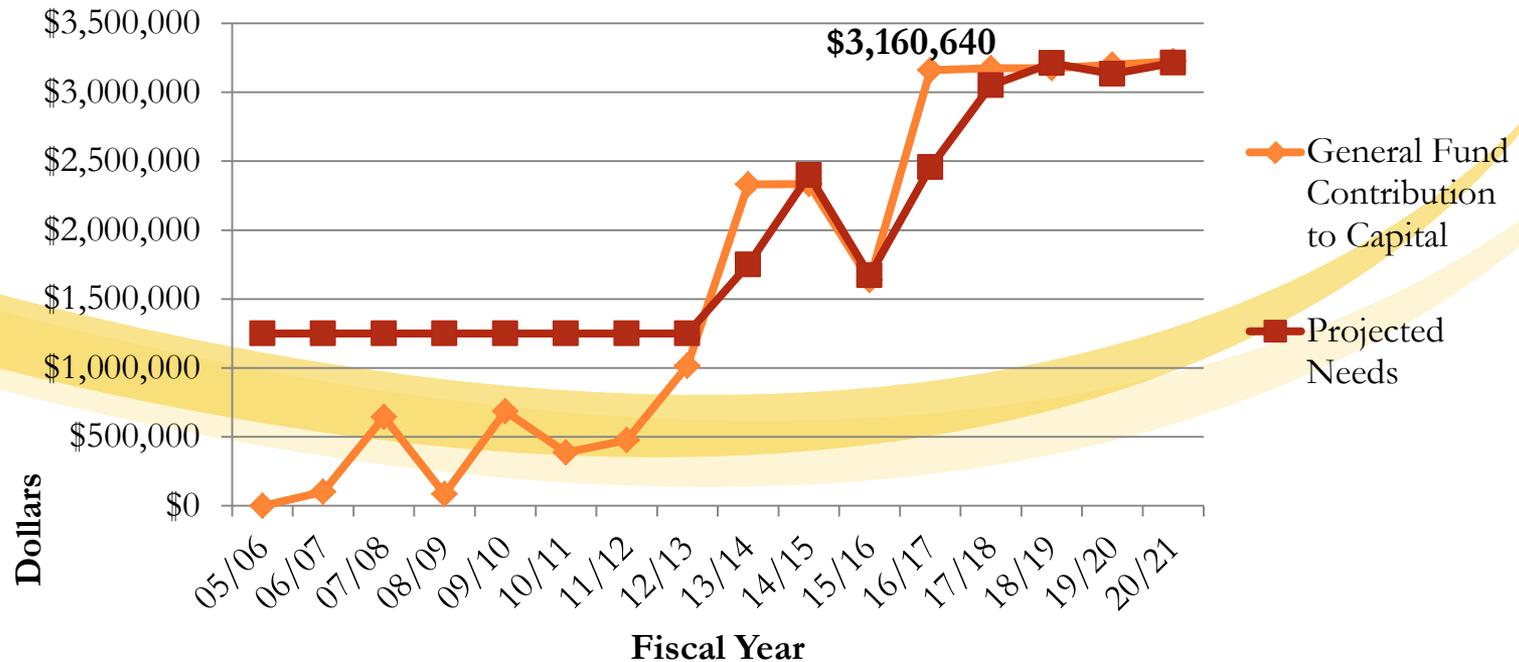
# Capital Fund Major Projects

- Education/School Buildings - \$1,883,000
  - Middle School Gym renovations - \$873,000
  - Vinton boilers - \$450,000
  - Information technology equipment - \$200,000
  - Other maintenance projects - \$200,000
  - Facilities study (schools) - \$160,000



# Capital Fund

## General Fund Contribution to Capital – Baseline (Projected) Needs v. Actual Contributions



# Impact on Taxpayer

## Sample Tax Impact

### *On a Median Valued Home*

Mill rate remains flat at 29.87 mills for real estate and personal property and decreases to 29.36 for motor vehicles per state statute

Current Valuation	\$155,700 <sup>1</sup>
Proposed Taxes	\$ 4,651
Current Taxes	<u>\$ 4,651</u>
Increase/Decrease	\$ 0
Percentage Change	0%

<sup>1</sup>Median home price, 100% of assessed value is \$222,430. \$155,700 reflects 70% of assessed value.

# Impact on Taxpayer

## Where do the Tax Dollars Go?

Education	\$2,987	64.2%
Other Financing Uses (inc. capital)	\$ 386	8.3%
Public Safety	\$ 341	7.3%
Town-Wide (employee benefits, other)	\$ 309	6.6%
Public Works	\$ 276	5.9%
Government Operations	\$ 152	3.3%
Community Services	\$ 146	3.1%
Community Development	\$ 55	1.2%
<b>TOTAL</b>	<b>\$4,651</b>	<b>100%</b>

# Budget Summary

- **FY 2016/17 Proposed Budget**
  - 7.3% increase in General Fund expenditures
    - Significant increase to capital to address infrastructure needs (Town and school buildings, roads)
  - Mill rate remains 29.87 mills for real estate and personal property, and decreases to 29.36 mills for motor vehicles
  - No tax increase on median assessed home
- **Responsible budget**
  - Funds current services
  - Advances Council goals and initiatives
  - Appropriates new state aid in a conservative manner
  - Builds staff capacity to address operation and budget concerns
  - Does not increase the mill rate

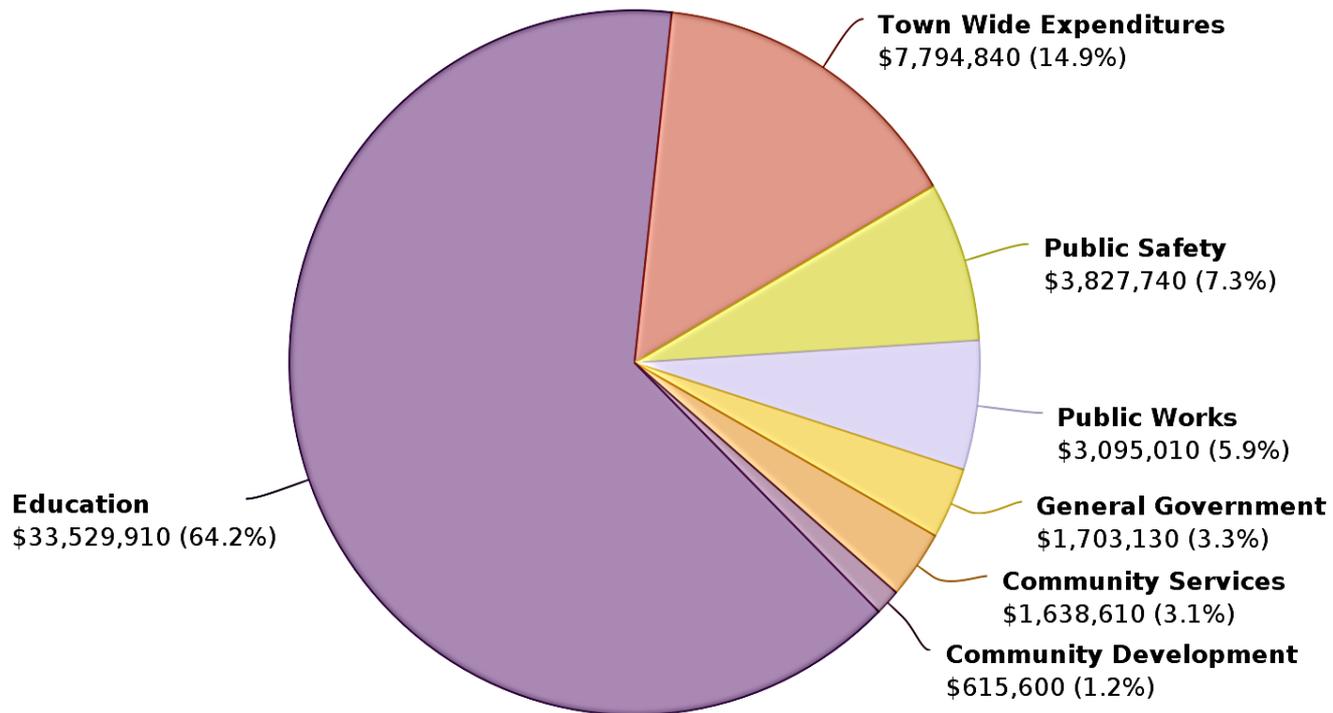
# Budget Summary (cont'd)

- **Issues to monitor**
  - State budget/intergovernmental revenue
  - Resident Trooper costs and police service delivery options
  - Facilities Studies (Town and schools) will provide plan to fund infrastructure needs; will impact future budgets

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## Mansfield - Departments 2016-17 Town Manager's Budget

Export generated on 03/28/2016



# 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	March 30 - April 21, 2016	6:30pm
Public Information Session	April 12, 2016	7:00pm
Public Hearing	April 25, 2016	7:00pm
Council Adoption of Budget	April 27, 2016	6:30pm
Region 19 Budget Referendum	May 3, 2016	6am-8pm
Public Information Session	May 4, 2016	7:00pm
Annual Town Meeting	May 10, 2016	7:00pm

*Dates & Times Subject to Revision*

*Check [www.mansfieldct.gov](http://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*