

# Board of Finance Public Hearing

April 9, 2012



## Capital and Operating Budgets

# Agenda



- **Two Public Hearings Tonight**
  - Capital Projects
  - Operating Budgets
- **Public Audience for Both**
  - 3 minutes – focused on merits of the issue
- **Presenters**
  - Mary Glassman – 1<sup>st</sup> Selectman
  - Lydia Tedone – Chairman – BOE
- **Moderator/Presenter – Paul Henault**

# Capital Budget Public Hearing



- **Mary Glassman – 1<sup>st</sup> Selectman**
- **Presentations followed by Public Audience**

# Operating Budget Public Hearing



- **Mary Glassman – 1<sup>st</sup> Selectman**
- **Lydia Tedone – Chairman - Board of Education**
- **Paul Henault – Board of Finance Overview**
- **Presentations followed by Public Audience**

# Board of Finance



- **Elected Citizen Oversight Board**
- **Balance Expenditure & Revenues**
- **Hold Public Hearings**
- **Approve Operating and Capital Budgets**
- **Submit to Town Meeting and Referendum**
- **Set Mill Rate (Tax Rate)**

# Budget Context



- **Multi Year problem since 2008**
- **State Aid – Government Grants**
  - **Governor’s Proposal**
- **Grand List – Revaluation**
  - **Declining Values**
- **Pension, Wage and Benefits Obligations**
  - **Recommended Change to Pension Interest Rate Assumption**
- **Capital Requests and impact on Debt Policy**
- **The Hartford concerns**

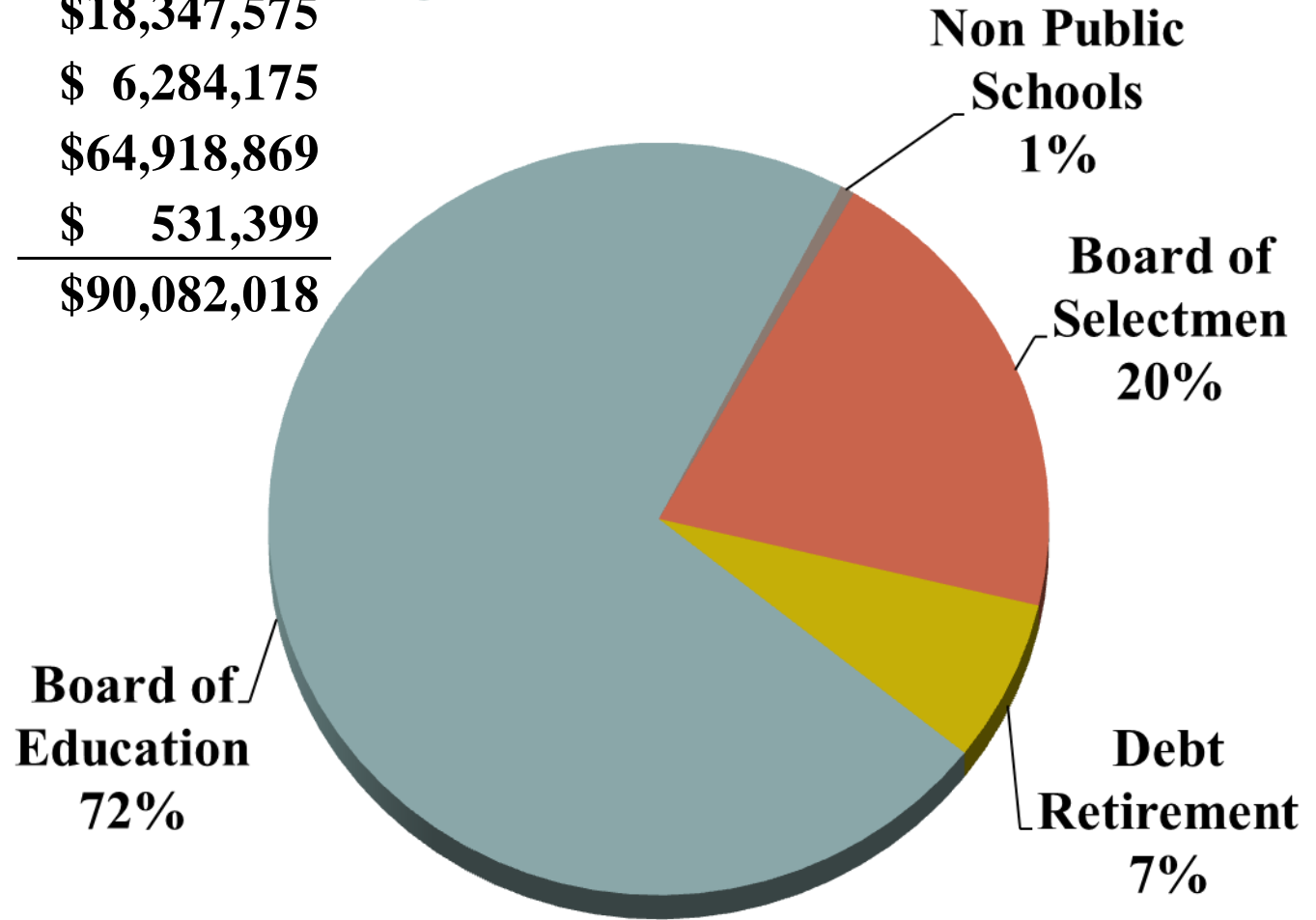
# Operating Budgets



	<b><u>Adopted Budget FY2013</u></b>	<b><u>Requested Budget FY2014</u></b>	<b><u>Dollar Change</u></b>	<b><u>Percentage Change</u></b>
<b>Board of Selectman</b>	<b>18,038,600</b>	<b>18,347,575</b>	<b>308,975</b>	<b>1.71%</b>
<b>Debt Retirement</b>	<b>6,082,355</b>	<b>6,284,175</b>	<b>201,820</b>	<b>3.32%</b>
<b>Board of Education</b> <small>ex - State/Fed grants and expenditures</small>	<b>63,716,112</b>	<b>64,918,869</b>	<b>1,202,757</b>	<b>1.89%</b>
<b>Non Public Schools</b>	<b>528,738</b>	<b>531,399</b>	<b>2,661</b>	<b>0.50%</b>
<b>Total</b>	<b>88,365,805</b>	<b>90,082,018</b>	<b>1,716,213</b>	<b>1.94%</b>

# Proposed FY 2014 Budget

<b>Board of Selectmen</b>	<b>\$18,347,575</b>
<b>Debt Retirement</b>	<b>\$ 6,284,175</b>
<b>Board of Education</b>	<b>\$64,918,869</b>
<b>Non Public Schools</b>	<b>\$ 531,399</b>
<b>Total</b>	<b>\$90,082,018</b>





# Estimated Revenue Summary

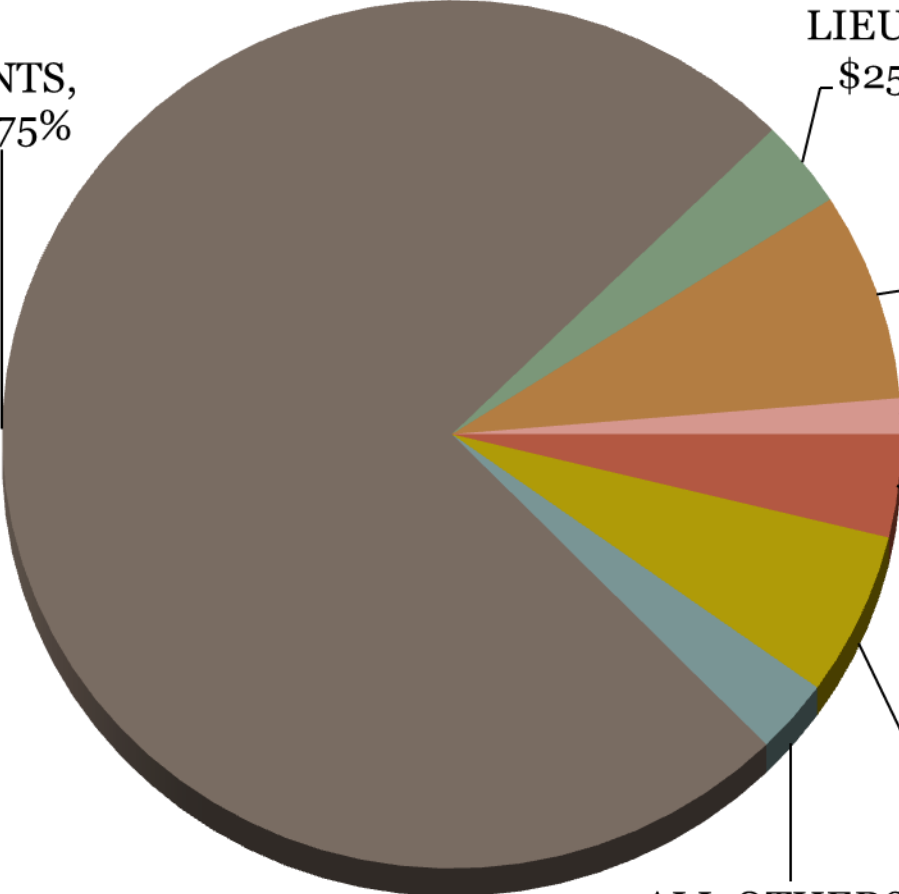


BY FUNCTION	2013 BUDGET	2014 BUDGET
INTEREST & LIENS	300,000	300,000
LICENSES AND PERMITS	356,300	476,700
FINES AND PENALTIES	67,600	31,200
INTEREST	150,000	25,000
RENTAL PROPERTY	163,700	158,500
ASSESSMENTS	2,000	2,000
STATE GRANTS IN LIEU OF TAXES	209,300	91,665
STATE GRANTS	5,801,233	5,774,310
FEDERAL GRANTS	6,000	6,000
REVENUES FROM OTHER AGENCIES	246,300	256,800
CHARGES FOR SERVICES	573,500	608,300
OPERATING TRANSFER	106,545	104,150

# Estimated Revenue (Non-Property Tax)



STATE GRANTS,  
\$5,871,975 , 75%



PAYMENTS IN  
LIEU OF TAXES,  
\$256,800, 3%

CHARGES FOR  
SERVICES,  
\$608,300, 8%

OPERATING  
TRANSFER,  
\$104,150, 1%

INTEREST &  
LIENS,  
\$300,000 , 4%

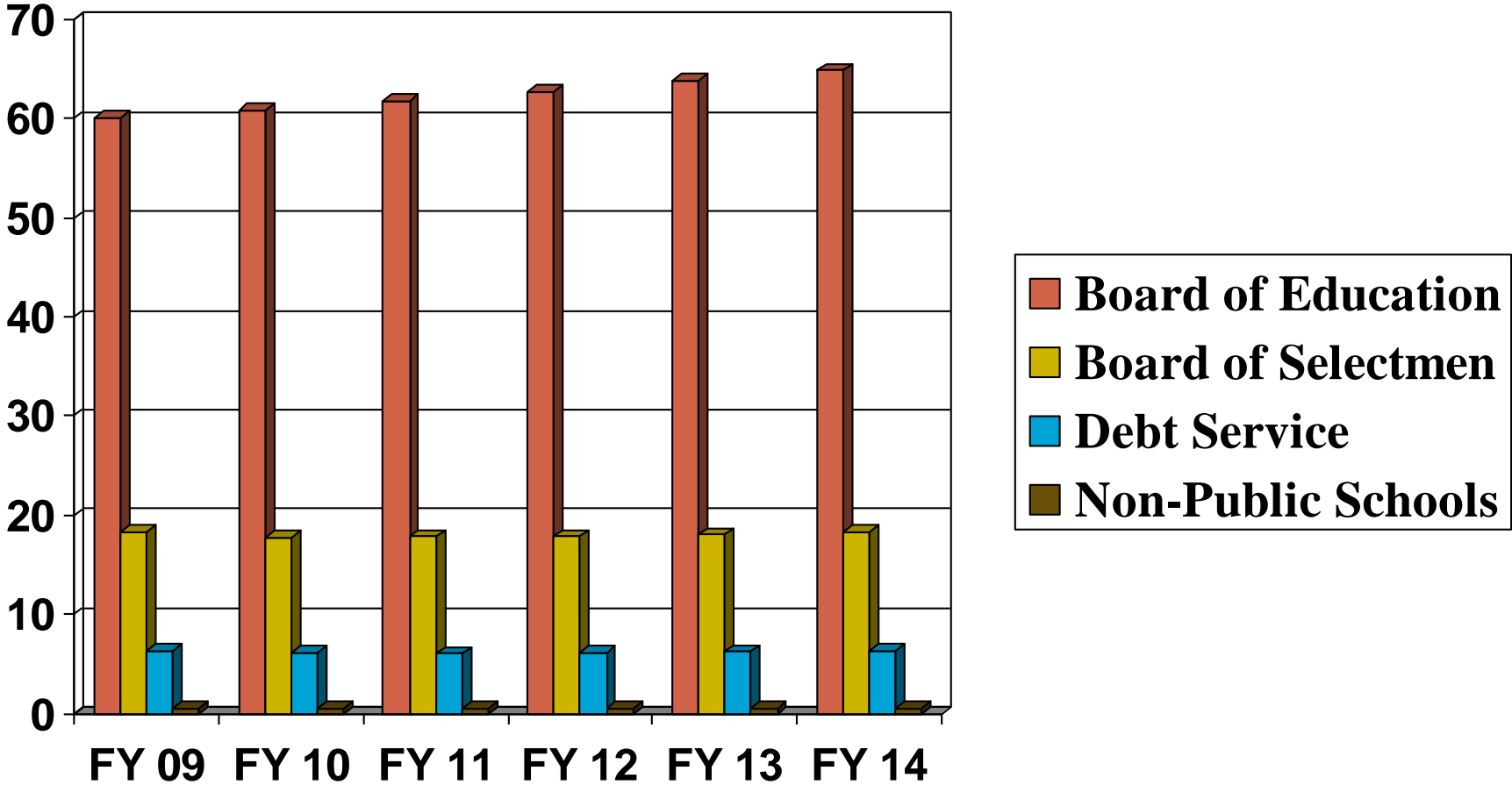
LICENSES AND  
PERMITS,  
\$476,700, 6%

ALL OTHERS,  
\$216,700, 3%

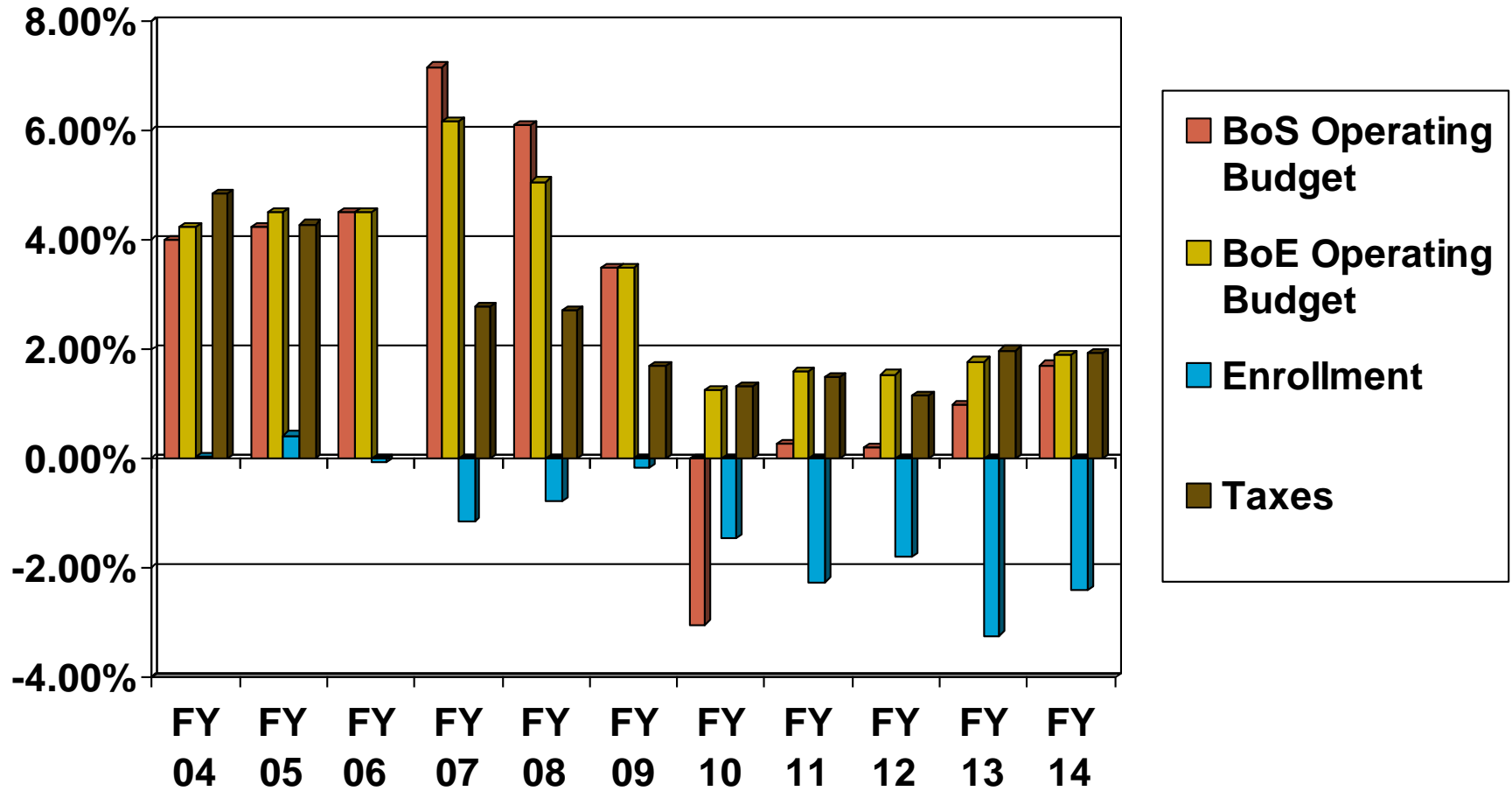
# Annual Allocation of Budget (\$000's)

	<b>08-09</b>	<b>09-10</b>	<b>10-11</b>	<b>11-12</b>	<b>2013</b>	<b>2014</b>
<b>BOARD OF EDUCATION</b>	<b>60,115</b>	<b>60,868</b>	<b>61,842</b>	<b>62,797</b>	<b>63,916</b>	<b>64,919</b>
<b>BOARD OF SELECTMEN</b>	<b>18,333</b>	<b>17,776</b>	<b>17,824</b>	<b>17,860</b>	<b>18,038</b>	<b>18,348</b>
<b>DEBT SERVICE</b>	<b>6,258</b>	<b>6,114</b>	<b>6,053</b>	<b>6,080</b>	<b>6,198</b>	<b>6,284</b>
<b>NON-PUBLIC SCHOOLS</b>	<b>507</b>	<b>513</b>	<b>520</b>	<b>524</b>	<b>528</b>	<b>531</b>

# Annual Allocation of Budget (000's)



# Comparison of Key Indicators



# Tax Implication Estimates



- **Current Mill Rate = 31.47 mills**
  - (excluding Fire Tax)
- **Current Mill Rate (Adjusted for Revaluation) = 36.46 mills**
  - (excluding Fire Tax)
- **New Mill Rate (Adjusted for Revaluation) = 37.28 mills**
  - (excluding Fire Tax)
- **Change:**

 **Percentage Increase = 2.25% (as presented)**

 **Mills = 0.82 Mills**