Town of Mansfield

Public Information Session
FY 2018/19 Town Council’s Proposed Budget
May 3, 2018

Key Points
• Preserves and maintains the quality of current services and programs
• Maintains pay-as-you-go capital plan
• Continues to increase Fund Balance reserve percentage
• Board of Education budget maintains current class size guidelines and all other programs and services
**FY 18/19 Budget Overview**

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Town and MBOE</td>
<td>$41,158,800</td>
</tr>
<tr>
<td>Region 19 Contribution</td>
<td>$10,954,440</td>
</tr>
<tr>
<td>General Fund</td>
<td>$52,113,240</td>
</tr>
<tr>
<td>Capital &amp; Nonrecurring Fund</td>
<td>$2,718,870</td>
</tr>
<tr>
<td>Capital Fund</td>
<td>$3,195,350</td>
</tr>
</tbody>
</table>

**FY 18/19 General Fund Revenues:** $52,113,240

- **Intergovernmental** $16,991,460 (32%)
- **Taxes** $34,260,630 (66%)
- **Other** $861,150 (2%)
FY 18/19 Revenue Outlook – Grand List

• Preliminary Grand List increased by 0.68% or $7,479,896
• Real estate increased 0.67%
• Personal property decreased by 2.65%, due to depreciation and asset relocations
• Motor vehicle increased 4.02%

FY 18/19 Revenue Outlook – Storrs Center Revenues

Storrs Center development is generating revenue for the General Fund

Storrs Center tax revenue: $3,437,245
- (581,000) less abatement
- $2,856,245 net taxes
- (309,729) less operating costs
- (150,000) less transfer to reserve

Net Tax Relief for General Fund: $2,396,516

Mill rate without Storrs Center tax revenue: 34.42 mills + 3.79 mills
Mill rate with Storrs Center tax revenue: 31.44 mills + 0.81 mills
### FY 18/19 Major State Grants

<table>
<thead>
<tr>
<th>Grant</th>
<th>Town Adopted Budget 2017/18</th>
<th>Council Adopted Proposed 2018/19</th>
<th>Increase / (Decrease) 2018/19</th>
</tr>
</thead>
<tbody>
<tr>
<td>PILOT</td>
<td>$6,676,327</td>
<td>$5,094,970</td>
<td>$(1,581,357)</td>
</tr>
<tr>
<td>MRS Select Payment in Lieu</td>
<td>2,630,447</td>
<td>2,516,330</td>
<td>(114,117)</td>
</tr>
<tr>
<td>ECS/Spec Ed Grant</td>
<td>9,142,814</td>
<td>8,665,205</td>
<td>(477,609)</td>
</tr>
<tr>
<td>Municipal Revenue Sharing</td>
<td>756,128</td>
<td>636,360</td>
<td>(119,768)</td>
</tr>
<tr>
<td>Munic. Stabilization Grant</td>
<td>636,360</td>
<td>636,360</td>
<td>0</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$19,205,716</strong></td>
<td><strong>$16,912,865</strong></td>
<td><strong>$2,292,851</strong></td>
</tr>
</tbody>
</table>

### FY 18/19 Revenue Outlook – State Aid Comparison

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>12/13</th>
<th>13/14</th>
<th>14/15</th>
<th>15/16</th>
<th>16/17</th>
<th>17/18 Budget</th>
<th>17/18 Actual</th>
<th>18/19 Projected</th>
</tr>
</thead>
<tbody>
<tr>
<td>Dollars</td>
<td>18,266,530</td>
<td>18,531,234</td>
<td>19,082,686</td>
<td>20,742,237</td>
<td>19,821,415</td>
<td>18,842,709</td>
<td>17,730,415</td>
<td></td>
</tr>
<tr>
<td>Total State Aid</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Education Cost Sharing</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>PILOT Grant</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>PILOT - Select</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Municipal Revenue Sharing</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Municipal Stabilization</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
FY 18/19 General Fund Expenditures: $52,113,240

<table>
<thead>
<tr>
<th>Category</th>
<th>FY 17/18</th>
<th>FY 18/19</th>
<th>$ Amt. Incr.</th>
<th>% Incr.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Town</td>
<td>$18,547,085</td>
<td>$17,698,640</td>
<td>($848,445)</td>
<td>(4.6%)</td>
</tr>
<tr>
<td>MBOE</td>
<td>$23,460,160</td>
<td>$23,460,160</td>
<td>$0</td>
<td>0.0%</td>
</tr>
<tr>
<td>Region 19</td>
<td>$10,916,231</td>
<td>$10,954,440</td>
<td>$38,209</td>
<td>0.4%</td>
</tr>
<tr>
<td><strong>General Fund Total</strong></td>
<td>$52,923,476</td>
<td>$52,113,240</td>
<td>($810,236)</td>
<td>(1.5%)</td>
</tr>
</tbody>
</table>

1Does not include contribution to Fund Balance.
FY 18/19 Expenditure Trends

$848,445 (4.6%) net decrease to Town Government

• Increases:
  • $92,630 increase for medical insurance costs
  • $84,110 increase to fund Resident State Trooper program at current levels
  • $45,620 increase in the annual contribution to fund Other Post-Employment medical benefits
  • $43,000 increase for contracted step increases

• Decreases:
  • $399,860 decrease in Capital funding due to the sweep of various project balances
  • $306,130 decrease in Capital funding for various facility, public works and public safety projects
  • $175,000 decrease in Capital funding for infrastructure overruns
  • $166,270 decrease for contribution to State Teachers’ Retirement
FY 18/19 Expenditure Trends

- No increase to Mansfield Board of Education
- Obligated Salary Increases - $299,151
- Special Education - $264,510 (incl. 17/18 increase)
- Health Insurance - $31,740
- Pupil Transportation - $28,400
- Energy - $17,300
- Team Leaders - $10,000
- Staff Reductions – ($650,509)

Council’s Adjustments to Manager’s Proposed Budget

- Defer hiring a municipal officer
- Sweep various Capital balances and reduce FY18/19 requests
- Defer internal control audit
- Eliminate the transfer to Town Aid Road
- Reduce various boards & commissions budgets
- Eliminate the contribution to fund balance
- Provide funding requested by the Economic Development Commission for Taste of Mansfield and for implementation of marketing plan

- **Net Total Reductions** $1,027,670
Long-term plan to increase contributions to Fund Balance to reach recommended levels of 10-15% of General Fund expenditures. While no contribution for FY 18/19 is included, due to the reduction in expenditures, Fund Balance is projected to reach 9.4% of projected budget.

FY 18/19 Capital & Non-Recurring Fund: $2,718,870

- Planned uses:
  - Transfer to Capital Fund - $2,568,870
  - Transfer to Capital Fund – Storrs Center Reserve - $150,000
- CNR Fund does not include recurring and non-capital expenditures
## FY 18/19 Capital Fund

### FY 18/19 Capital Budget Revenues: $3,195,350

<table>
<thead>
<tr>
<th>Source</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>CNR Transfer In(^1)</td>
<td>$2,718,870</td>
</tr>
<tr>
<td>LOCIP Grant</td>
<td>$227,630</td>
</tr>
<tr>
<td>Other</td>
<td>$248,850</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>$3,195,350</strong></td>
</tr>
</tbody>
</table>

\(^1\)Includes General Fund contribution to capital, ambulance service fees.

---

### FY 18/19 Capital Fund

#### FY 18/19 Capital Budget Expenditures: $3,195,350

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Public Works</td>
<td>$1,467,000</td>
</tr>
<tr>
<td>Facilities Management (Town &amp; Schools)</td>
<td>$558,500</td>
</tr>
<tr>
<td>Public Safety</td>
<td>$722,000</td>
</tr>
<tr>
<td>Community Development</td>
<td>$150,000</td>
</tr>
<tr>
<td>Community Services</td>
<td>$147,850</td>
</tr>
<tr>
<td>Education Technology</td>
<td>$150,000</td>
</tr>
<tr>
<td>General Government</td>
<td>$0</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>$3,195,350</strong></td>
</tr>
</tbody>
</table>
Capital Fund Major Projects

• Public Works
  • Transportation projects (road resurfacing, walkways, guiderails, drainage, bridges) - $1,126,000
    ➢ Road resurfacing - $890,000
  • Equipment Replacement - $232,000
  • Vehicle Replacements - $59,000

• Town Buildings - $333,500
  ➢ Community Center repairs incl. pool and shower room repairs and flooring - $65,000
  ➢ Fire Stations repairs, upgrade air conditioning and flooring - $30,000
  ➢ Replacement equipment and vehicles $102,000

• Education/School Buildings - $375,000
  ➢ Information technology infrastructure - $150,000
  ➢ School building maintenance - $115,000
  ➢ School Facility Study - Architect - $110,000
Capital Fund Major Projects

- **Public Safety**
  - Apparatus and rescue replacement - $695,000

- **Community Development**
  - Storrs Center Reserve - $150,000 *(funds Transportation Center & infrastructure overrun)*

- **Community Services**
  - Fitness equipment - $53,850 *(funded by Parks & Recreation revenue)*
  - Playscape replacement and repairs - $50,000
  - Park Improvements - $30,000

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

![General Fund Contribution to Capital Chart](chart.png)
Impact on Taxpayer

Per State law, taxes are levied on 70% of the assessed value of a home. Assessed value (100%) of the median priced home in Mansfield is $223,570. 70% of the assessed value of the median priced home is $156,500.

- Sample Tax Impact
  - 70% Assessed Value $156,500
  - Proposed Taxes $4,920
  - Current Taxes $4,794
  - Increase/Decrease $127
  - Percentage Change 2.6%

Mill rate increases from 30.63 mills to 31.44 mills.

Major Components – Mill Rate Increase
Where do the tax dollars go?

<table>
<thead>
<tr>
<th>Service</th>
<th>Amount</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>Education</td>
<td>$3,249</td>
<td>66%</td>
</tr>
<tr>
<td>Public Safety</td>
<td>$410</td>
<td>8%</td>
</tr>
<tr>
<td>Public Works</td>
<td>$305</td>
<td>6%</td>
</tr>
<tr>
<td>Town-Wide (employee benefits, other)</td>
<td>$278</td>
<td>6%</td>
</tr>
<tr>
<td>Other Financing Uses (inc. capital)</td>
<td>$267</td>
<td>6%</td>
</tr>
<tr>
<td>Government Operations</td>
<td>$183</td>
<td>4%</td>
</tr>
<tr>
<td>Community Services</td>
<td>$159</td>
<td>3%</td>
</tr>
<tr>
<td>Community Development</td>
<td>$69</td>
<td>1%</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>$4,920</strong></td>
<td><strong>100%</strong></td>
</tr>
</tbody>
</table>

Budget Summary

- **Highlights**
  - Funds current services
  - Absorbs Governor’s proposed reductions to State aid
  - Maintains Pay-As-You-Go Capital
- **Continue to monitor State budget and Intergovernmental revenue as look to set the Mill Rate**
Looking Ahead

• Budget materials may be reviewed online at:
  • www.mansfieldct.gov, “Budget Information” web page
  • www.openmansfieldct.gov, OpenMansfield

• Annual Town Meeting
  • Tuesday, May 8, 2018
  • 7pm
  • Mansfield Middle School Auditorium

Looking Ahead

• At Town Meeting – Voting on Programs
  • Ability to increase or decrease expenditures at the program level, not the line item level
  • What is a program?
    • Program based budget
      • Budgets established by program such as Police, Youth Services, Library, Education (Board of Ed)
      • Program budgets will be clearly presented in the materials for Town meeting
      • Program budgets are currently reflected in the proposed budget document
Looking Ahead

• At Town Meeting
  • General Fund – programs are defined as cost centers within functions of Government i.e. Town Clerk, Road Services, Senior Services, Education (Board of Education budget)
  • Capital & Nonrecurring Fund – programs are defined by the recipient of the fund transfer i.e. Capital Fund, Management Services Fund (technology replacement)
  • Capital Fund – programs are defined by the major functions of government i.e. Public Safety, Public Works