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 Contribution\(^1\): $9,503,550

\[ \text{General Fund Total} \quad \$45,037,040 \]

### Capital Fund
- Capital Fund: $1,735,840

### Capital & Nonrecurring Fund
- Capital & Nonrecurring Fund: $1,562,210\(^2\)

\(^1\)Revised based on Region Board adopted budget.

\(^2\)Includes a $1,304,210 transfer to the Capital Fund.
FY '13 General Fund Expenditures: $ 45,037,040

FY '13 General Fund Expenditures

- MBOE: 46%
- Region 19: 21%
- Public Safety: 7%
- Town-Wide: 6%
- Public Works: 5%
- Government Operations: 5%
- Community Services & Development: 5%
- Other: 5%

Notes:
- "Town-wide" includes insurance and employee benefits. "Government Operations" includes energy costs for the Town. "Other" includes debt service and capital contribution.
- Includes Town's expenditures for Region 19. Does not include $214,000 contribution to Fund Balance.
## FY ’13 General Fund Expenditures

<table>
<thead>
<tr>
<th></th>
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</thead>
<tbody>
<tr>
<td>Town</td>
<td>$13,829,750</td>
<td>$14,945,330</td>
<td>$1,115,580</td>
<td>8.1%</td>
</tr>
<tr>
<td>MBOE</td>
<td>$20,588,160</td>
<td>$20,588,160</td>
<td>-</td>
<td>0%</td>
</tr>
<tr>
<td>Region 19</td>
<td>$9,729,230</td>
<td>$9,503,550</td>
<td>-$225,680</td>
<td>-2.3%</td>
</tr>
<tr>
<td><strong>General Fund Total</strong></td>
<td><strong>$44,147,140</strong></td>
<td><strong>$45,037,040¹</strong></td>
<td><strong>$889,900</strong></td>
<td><strong>2.0%</strong></td>
</tr>
</tbody>
</table>

¹Town does not include $214,000 contribution to Fund Balance; does include transfer to Capital
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

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

Year
Dollar Amount

$0 $1,000,000 $2,000,000 $3,000,000 $4,000,000 $5,000,000

$0 $1,000,000 $2,000,000 $3,000,000 $4,000,000 $5,000,000
**FY ’13 Capital Fund Revenues:**

$1,735,840

<table>
<thead>
<tr>
<th>FY 2013 Capital Budget Revenues</th>
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</thead>
<tbody>
<tr>
<td>CNR transfer in(^1)</td>
<td>$1,304,210</td>
<td>75.1%</td>
</tr>
<tr>
<td>HUD Grant</td>
<td>$203,530</td>
<td>11.7%</td>
</tr>
<tr>
<td>LOCIP Grant</td>
<td>$180,000</td>
<td>10.4%</td>
</tr>
<tr>
<td>Other</td>
<td>$48,100</td>
<td>2.8%</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>$1,735,840</strong></td>
<td><strong>100%</strong></td>
</tr>
</tbody>
</table>

\(^1\)Includes General Fund, Ambulance Service Fees, & Pequot/Mohegan revenues.
**FY '13 Capital Fund Expenditures:**
$1,735,840

<table>
<thead>
<tr>
<th>FY 2013 Capital Budget Expenditures</th>
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<th></th>
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</thead>
<tbody>
<tr>
<td>Public Works</td>
<td>$ 760,000</td>
<td>43.8%</td>
</tr>
<tr>
<td>Public Safety</td>
<td>$ 320,000</td>
<td>18.4%</td>
</tr>
<tr>
<td>Community Development</td>
<td>$ 302,740</td>
<td>17.4%</td>
</tr>
<tr>
<td>General Government</td>
<td>$ 130,000</td>
<td>7.5%</td>
</tr>
<tr>
<td>Facilities Management</td>
<td>$ 125,000</td>
<td>7.2%</td>
</tr>
<tr>
<td>Community Services</td>
<td>$ 98,100</td>
<td>5.7%</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>$1,735,840</strong></td>
<td><strong>100.0%</strong></td>
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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 (1\textsuperscript{st} 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 $4,511
Tax Increase $81
Percentage Increase 1.8%

\(^1\)Median 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:**

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
<th>Mill Equiv.</th>
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</thead>
<tbody>
<tr>
<td>Capital Improvement Program</td>
<td>$ 538,210</td>
<td>0.55</td>
</tr>
<tr>
<td>Net Salaries/Benefits</td>
<td>257,090</td>
<td>0.26</td>
</tr>
<tr>
<td>Resident State Trooper</td>
<td>70,080</td>
<td>0.07</td>
</tr>
<tr>
<td>Net Other Revenues/Expend.</td>
<td>(168,751)</td>
<td>(0.17)</td>
</tr>
<tr>
<td>Region 19 Contribution</td>
<td>(225,680)</td>
<td>(0.23)</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$ 470,949</strong></td>
<td><strong>0.48</strong></td>
</tr>
</tbody>
</table>
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/
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