

# Budget and Bond Hearing



**TOWN OF WATERVILLE VALLEY  
2016 ANNUAL TOWN BUDGET HEARING  
WEDNESDAY, FEBRUARY 3, 2016  
6:00 PM  
RECREATION DEPARTMENT MULTI-PURPOSE ROOM**

# Definitions



- **Operating Budget**– Expenditures for Department Operations which does not include Bonding, Special Warrant Articles, or Capital Reserves
- **Revenues** – Fees and income other than Taxes (only an estimate at Town Meeting time)
- **Appropriation** – An amount of money which Town Meeting authorizes to be spent during the fiscal year

# Tax Impact of Proposed Budget Increase



- **Decrease** in The Total Taxes to Raise as proposed is:  
**(\$44,864)**
- **Reduction** in Taxes on a \$250,000 property are:  
**(\$32.50)**
- **Reduction** in Taxes on a \$500,000 property are:  
**(\$65.00)**
- **Reduction** in Taxes on a \$750,000 property are:  
**(\$97.50)**

# Budget Overview



	<b>Fiscal Year 2015</b>	<b>Fiscal Year 2016</b>	<b>Change + / (-)</b>
Operating Budget	\$3,805,593	\$3,841,382	\$35,789
New Bonds	\$0	\$0	\$0
Other Warrant Articles	\$442,000	\$249,076	(\$192,924)
<b>Total Appropriations</b>	<b>\$4,267,440</b>	<b>\$4,109,898</b>	<b>(\$157,135)</b>
Estimated Revenues (including FB Use)	(\$1,395,497)	(\$1,283,226)	(\$112,621)
Estimated Taxes to be Raised	<b>\$2,871,536</b>	<b>\$2,826,672</b>	<b>(\$44,864)</b>

# Major Impacts



- Of the (\$44,864) decrease in the amount to be raised by taxes, reductions in the Capital Budget have the most impact.
- Cumulative changes in department budget requests combine to result in an increase of approximately \$35,800 or slightly less than 1%.

# Use of Fund Balance

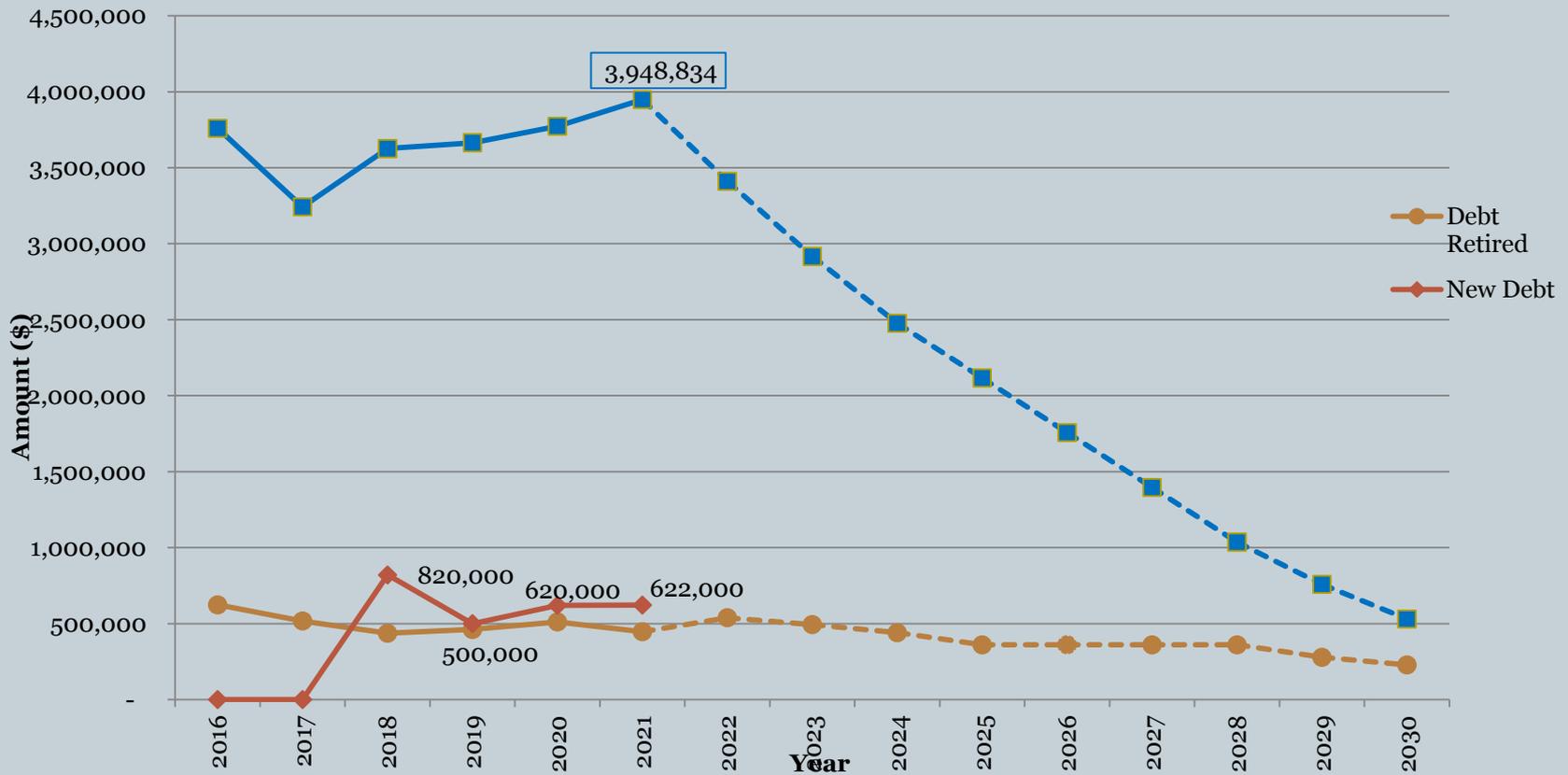


	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Fund Balance Used	0	375,000	0	155,000	316,300	195,000	69,914
Taxes Raised	2,701,918	2,598,291	2,621,625	2,454,094	2,759,511	2,871,536	2,827,022

- Using Fund Balance (Surplus) reduces the amount of taxes to be raised that year
- Fund Balance has been used (and is recommended this year ) to pay for one time, capital items

NOTE: All numbers are actual except for 2016 which are proposed

# Debt Service – FY16 CIP & Current Debt



# Special Warrant Articles



- **Our Town Grant Project - \$120,000**
  - 50/50 Grant Match with Federal Government
  - Entrance to Town and Road and Trail Signs
- **Police Cruiser Lease - \$42,487/\$14,162**
  - First Year of 3-Year Lease
- **Riding Lawnmower Lease - \$29,743/\$9,941**
  - First Year of a 3-Year Lease
  - Year 1 to be paid out of Fund Balance

# Operating Budget – Capital Projects



- **Fire Pick-up Truck Replacement - \$38,000**
  - First Year of 3-Year Lease
- **Sewer Treatment Plant Grinder Pump - \$30,000**
  - Addition to \$75,000 previously approved
  - Better Screen Than Original Design
  - Estimated Savings on Removed Materials of \$27,000 over next 6 years

# Capital Reserve Accounts



- **Corcoran Pond Capital Reserve - \$20,000**
  - Add to Existing Funds
  - Brings Total Available to \$137,052
- **Ladder Truck Capital Reserve - \$20,000**
  - Add to Existing Funds
  - Brings Total Available to \$30,018
- **Police Vehicle Capital Reserve - \$25,000**
  - New Capital Reserve in 2016
  - Maintenance and Replacement

# Capital Reserve Accounts (con't)



- **Road Repair Capital Reserve - \$20,000**
  - Repairs which are not complete re-construction
  - New Account in 2016
- **Fire Vehicle Capital Reserve - \$10,000**
  - Maintenance and Replacement
  - New Account in 2016
- **DPW Backhoe Capital Reserve - \$10,000**
  - Maintenance and Replacement
  - New Account in 2016

# Town Operating Budget



- **Personnel**
  - Health Insurance Changes
  - Cost of Living Adjustment
  - Personnel Position Changes
- **Other**
  - Workers' Comp Insurance Premium Decreases
  - Cemetery Project

# Personnel



- **Retirement/Insurance Premium Changes**
  - Retirement Increases Vary 3.7% to 5.8% (Second Year of a Two Year Change in Premiums)
  - Health Insurance Premiums Increasing 7.5%
  - Dental Insurance Premiums No Change
- **Employees Co-Pay Health Insurance Premium**
  - Employees to Pay 1.0% of Increase Premium Costs
  - Opt-Out Program Frozen at 2015 Premium Costs

# Personnel (con't)



- **Cost of Living Adjustment**
  - Compared to Boston Area Consumer Price Index
  - 1.5% Adjustment
- **Position Changes**
  - IT from Full-Time to Part-time
  - Temporary Full-time Staff in Public Works

# Other Budget Items



- **Cemetery Project**
  - Project Not Done in 2015
  - Cemetery Regulations Call for a Common Marker
  - Design, Purchase and Placement of Marker
- **Workers' Compensation Premium Increases**
  - Premium Return to Reduce Expenses in 2016
- **Debt Service Cost Decreases**
  - Reductions in Principal and Interest Costs