

AGENDA

BOARD OF FINANCE TOWN COUNCIL BOARD OF EDUCATION

SPECIAL MEETING - BUDGET WORKSHOP

MONDAY, MAY 11, 2020 7:00 P.M.

VIA GOTOMEETING

Join by web: <https://global.gotomeeting.com/join/480636629>

Dial by phone: 1-877-568-4106, Access code: 480636629#

- I. CALL TO ORDER
- II. PLEDGE OF ALLEGIANCE
- III. OLD BUSINESS
 - 19/20-05 FY 20/21 Budget
 - a. Proposed Budget Summary and Options
 - b. Board of Finance Adopts FY 20/21 Budget
 - c. Board of Finance Sets Tax Rate (Mills) for FY 20/21
- IV. NEW BUSINESS
 - 19/20-18 Board of Education Request: Non-Lapsing Account
- V. ADJOURN

Original Proposed Budget = \$99,855,760	
<i>\$2.9 million expenditure adjustment required to achieve a 0.00% tax increase year over year</i>	
Apply \$1.3 million in Unassigned Fund Balance	
= \$1.63 million in adjustments, split:	
30% Town (\$490K)	70% BOE (\$1.145 million)
Town Council identifies \$499K in reductions	BOE identifies \$378K in reductions
NEW Proposed Budget – May 4, 2020 = \$98,978,330	
<i>Includes adjustments of \$499K from Town and \$378K from BOE. <u>Still need to identify \$267K in additional reductions.</u></i>	
Requires a tax increase of 0.88%; Mill rate = 33.19	

Reduce Town's OPEB Contribution by \$267K =	
<i>Total of \$1.15 million in adjustments, split:</i>	
67% Town (\$766K)	33% BOE (\$378K)
May 8, 2020 – Bottom line = \$98,711,330	
<i>Plus \$1.3 million use of Unassigned Fund Balance =</i>	
Requires a tax increase of 0.52%; Mill rate = 33.07	

SCENARIO A

**To achieve a tax increase of 0.00%; Mill rate = 32.90
requires:**

Use an additional \$500K in Unassigned Fund Balance
\$1.3 million → \$1.8 million

- No tax increase required.
- Mill rate will remain at 32.90.

COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR)

FOR THE YEAR ENDING JUNE 30, 2019

(PAGE 20)

	General	CIFA	Nonmajor Governmental Funds	Total Governmental Funds
Fund Balances:				
Nonspendable	43,294		76,931	120,225
Restricted			1,111,995	1,111,995
Committed		6,164,646	3,201,469	9,366,115
Assigned	1,902,980			1,902,980
Unassigned	11,175,459	(269,759)		10,905,700
Total fund balances	<u>13,121,733</u>	<u>5,894,887</u>	<u>4,390,395</u>	<u>23,407,015</u>

SCENARIO B

To achieve a tax increase of 0.52%; Mill rate = 33.07
requires:

No additional use of Unassigned Fund Balance

- Approach recommended by Town's Financial Advisor.
- More flexibility at the end of the year.
- Tax Impact is approximately \$44.00 per year on a home with a median assessed value of \$267,180.

SCENARIO A

To achieve a tax increase of 0.00%; Mill rate = 32.90
requires:

Use an additional \$500K in Unassigned Fund Balance

SCENARIO B

To achieve a tax increase of 0.52%; Mill rate = 33.07
requires:

No additional use of Unassigned Fund Balance