

TOWN COUNCIL/SCHOOL COMMITTEE INITIAL BUDGET HEARING

FY 2015-2016



DECEMBER 15, 2014

Goals to be Accomplished

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- Provide general information relative to the Town of South Kingstown's Budget Development and Adoption Process.

- Provide documentation relative to base budget development starting points.
 - Property tax projections
 - New projects and other cost factors
 - Contractual obligations

- Solicit comments from the public relating to the general goals and objectives of the budget for the ensuing year.

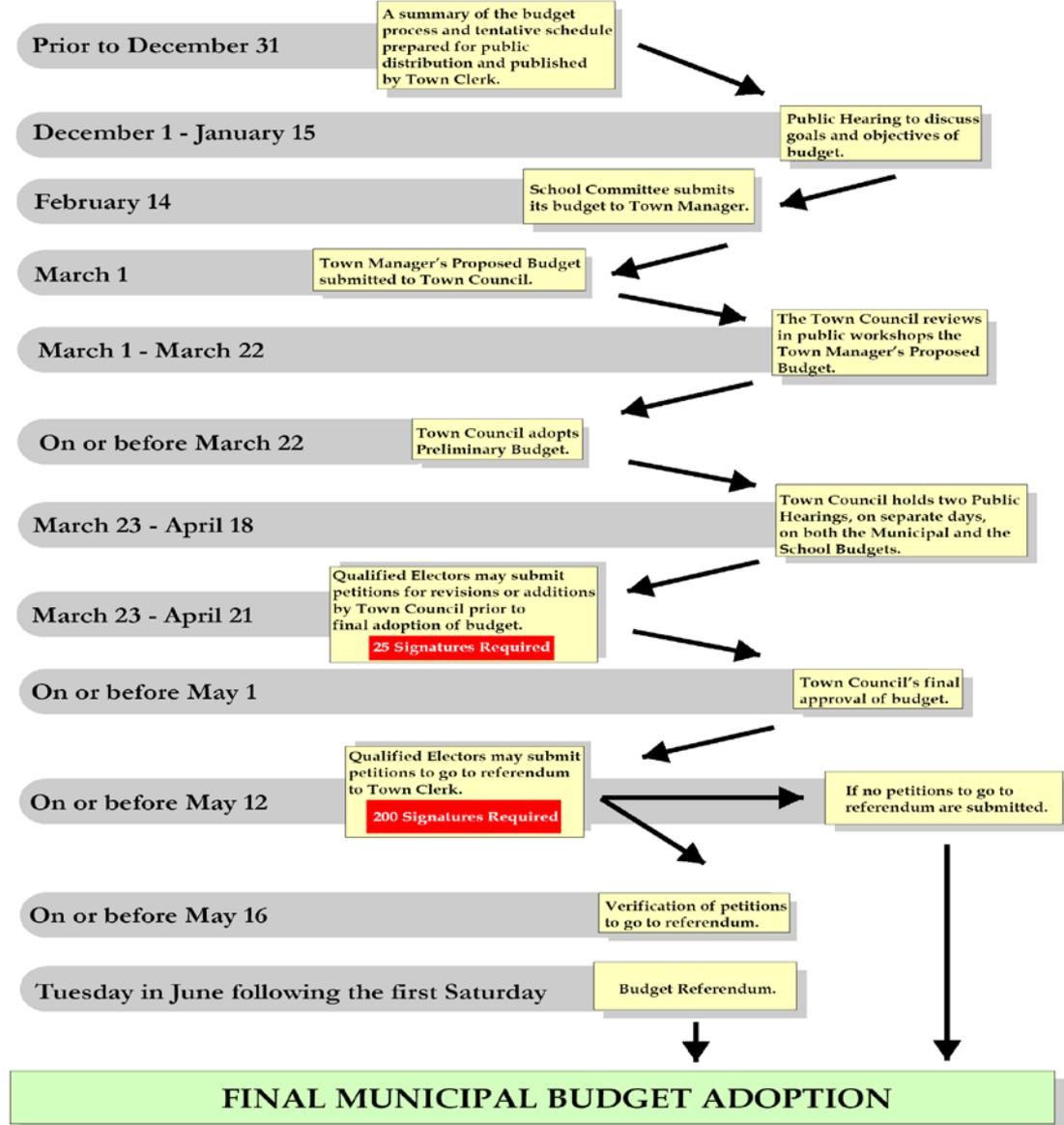
Budget Development and Adoption Process

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- November 7, 2006 adoption of amendments to the South Kingstown Town Charter.
- Meeting Schedule Published in December 11, 2014 edition of the *South County Independent*.
- Meeting Schedule is also available on the Town's Web Site – www.southkingstownri.com and at the Town Hall and Town Libraries.

Town of South Kingstown Budget Adoption Process

Approved November 7, 2006



Schedule of Meetings

December 2014			
15 (Wed)	7:00 pm	Initial Budget Hearing	Town Council /School Committee
January 2015			
7 (Wed)	6:30 pm	CIP ws #1	Town Council
8 (Thurs)	6:30 pm	CIP ws #2	Town Council
14 (Wed)	6:30 pm	CIP ws #3	Town Council/ School Committee
26 (Mon)	7:30 pm	CIP public hearing and adoption (part of regular session)	Town Council
March 2015			
2 (Mon)	6:30 pm	Budget ws #1	Town Council
3 (Tues)	6:30 pm	Budget ws #2	Town Council
4 (Wed)	6:30 pm	Budget ws #3	Town Council/ Human Svc Agencies
11 (Wed)	7:00 pm	Budget ws #4	Town Council/ School Committee
16 (Mon)	5:00 pm	Preliminary Budget Adoption	Town Council
April 2015			
7 (Tues)	7:00 pm	Budget Public Hearing #1	Town Council/ School Committee
8 (Wed)	7:00 pm	Budget Public Hearing #2	Town Council/ School Committee
27 (Mon)	7:00 pm	Final Budget Adoption	Town Council

Senate Bill S-3050, Adopted by the General Assembly during the 2006 Legislative Session

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- This Legislative Act reduces annually the percentage increase a city or town may increase property taxes over the previous year, to the current maximum of 4.00% .

Tax Levy Cap Reduction	
FY 2007	5.50%
FY 2008	5.25%
FY 2009	5.00%
FY 2010	4.75%
FY 2011	4.50%
FY 2012	4.25%
FY 2013	4.00%
FY 2014	4.00%
FY 2015	4.00%

Town Experience to Date & Forecast

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Five Year Property Tax Levy Growth				
Fiscal Year	Tax Levy	Increase - \$	Increase - %	State Wide
FY 2010	\$64,504,174	\$777,182	1.22%	3.31%
FY 2011	65,499,433	995,259	1.54%	4.92%
FY 2012	66,120,832	621,399	0.95%	3.33%
FY 2013	66,399,782	278,950	0.42%	1.73%
FY 2014	67,082,117	682,335	1.03%	1.87%
5 year Increase		\$3,355,125	1.05%	3.03%
FY 2015	\$67,607,641	\$525,524	0.78%	N/A

FY 2014-2015 Tax Distribution
 Town Share = \$16.25 Million – 24%
 School Share = \$51.40 Million – 76%

RI Economic Landscape

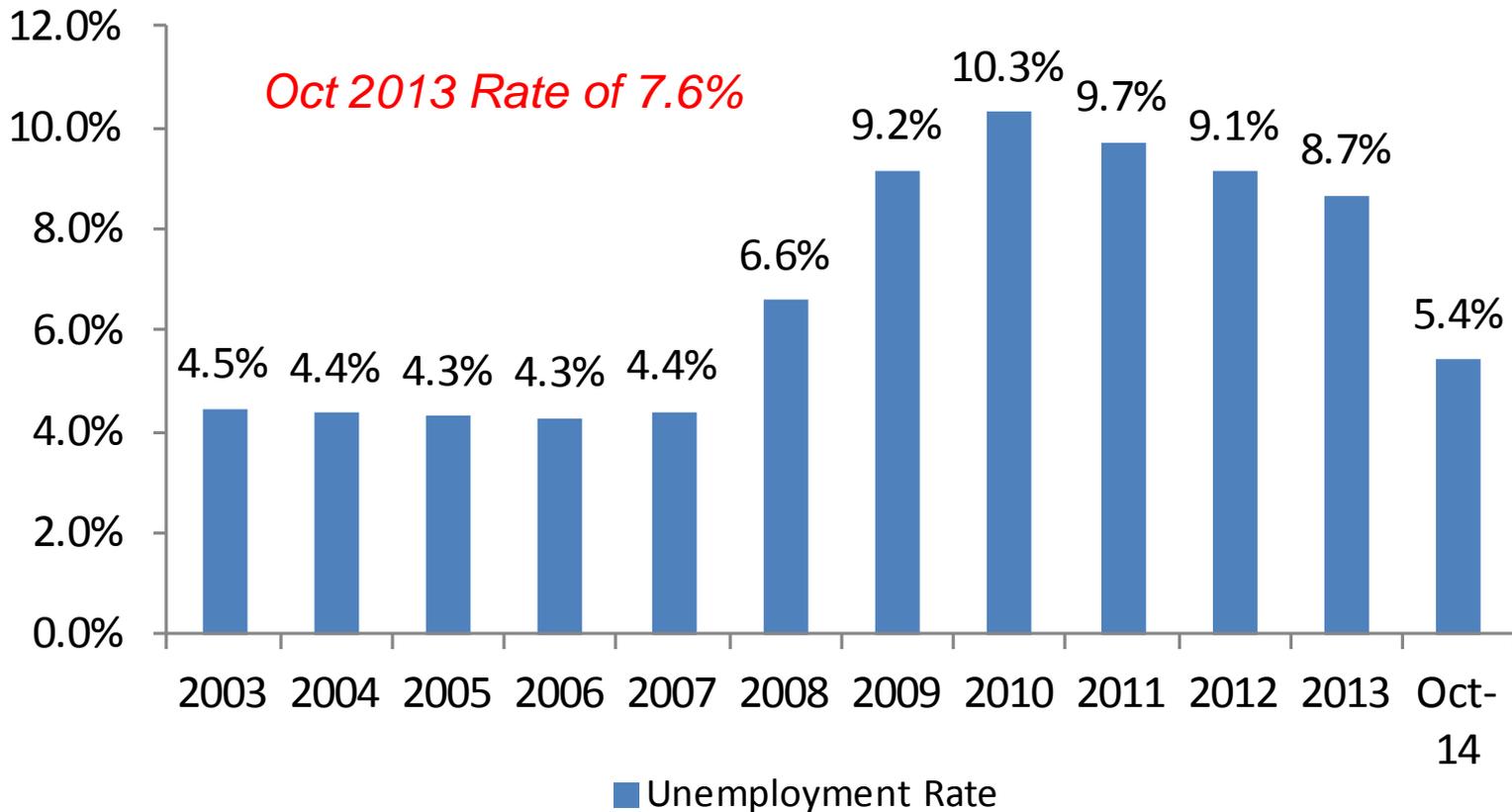
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November Revenue Estimating Conference Brief

November Revenue Estimating Conference						
Forecast Metric	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
Non Farm Employment (Thousands)	480.9	492.5	500.9	503.8	504.4	504
Personal Income (Billions)	\$52,487.5	\$55,593.7	\$58,557.5	\$60,822.2	\$62,714.0	\$64,518.1
NonFarm Employment	1.4	2.4	1.7	0.6	0.1	-0.1
Personal Income	4.0	5.9	5.3	3.9	3.1	2.9
Wages and Salaries Income	4.8	6.9	6.0	4.2	3.4	2.8
Dividends, Interest and Rent	2.8	9.0	8.8	5.5	3.2	2.6
Unemployment Rate (RI)	7.3	6.2	5.5	5.3	5.3	5.2
Consumer Price Index (US)	1.9	2.2	2.6	2.9	2.8	2.5
Ten Year Treasuries	2.9	4.0	4.8	4.6	4.5	4.5
Three Month Treasuries	0.0	0.8	2.5	3.2	3.4	3.5
Employment Growth over FY 2015 - FY 2020			1.00%			
Personal Income Growth over FY 2015 - FY 2020			4.20%			

SK Unemployment Rate History

SK Labor Force Unemployment Rate



Municipal Landscape

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- The Property Tax Cap of 4% annual levy increase is a limit, **NOT** a goal to obtain within the budget process.
- SK should continue to maintain an Unassigned General Fund Balance of between 11.0% and 16.7% of the current Operating General Fund.
- As of June 30, 2014 a 13.71% (\$10.27 Million) Unassigned Fund Balance is in the General Fund.
- SK has no Private Pension Plans and the Town's Combined MERS Plans have an Unfunded Liability as of June 30, 2013 of 8.7%, down from 13.7% as of June 30, 2012.
- SK continues to reduce its Bonded Indebtedness and where appropriate refinance existing debt as a means of reducing future debt service requirements.

Property Tax Levy & Expenditures

Five Year History

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TOWN OF SOUTH KINGSTOWN MUNICIPAL BUDGET TRENDS							
Fiscal Year Assessment Date	2009-2010 12/31/2008	Percent Share	2014-2015 12/31/2013	Percent Share	5 Year Increase	Average Annual Inc.	Percent Increase
General Fund Revenue Statement							
Current Yr Property Taxes	\$63,223,529	86.08%	\$66,600,977	88.96%	\$3,377,448	\$675,490	1.04%
Prior Year Taxes and Penalty	750,000	1.02%	913,500	1.22%	163,500	32,700	3.89%
State Aid	4,139,156	5.64%	2,513,928	3.36%	(1,625,228)	(325,046)	-12.22%
Local Revenue	4,137,522	5.63%	4,013,849	5.36%	(123,673)	(24,735)	-0.60%
Fund Balance Forwarded	1,200,000	1.63%	825,000	1.10%	(375,000)	(75,000)	-7.00%
Total Revenues	\$73,450,207	100.00%	\$74,867,254	100.00%	\$1,417,047	\$283,409	0.38%
Municipal Expenditure Program							
Municipal Program	\$19,363,407	26.36%	\$21,144,620	28.24%	\$1,781,213	\$356,243	1.78%
School Fund Transfer	47,909,928	65.23%	49,614,070	66.27%	1,704,142	340,828	0.70%
Capital Budget	1,406,000	1.91%	1,286,000	1.72%	(120,000)	(24,000)	-1.90%
School Debt Service	3,424,593	4.66%	1,737,045	2.32%	(1,687,548)	(337,510)	-12.90%
Town Debt Service	1,346,279	1.83%	1,085,519	1.45%	(260,760)	(52,152)	-4.34%
General Fund	\$73,450,207	100.00%	\$74,867,254	100.00%	\$1,417,047	\$283,409	0.38%
Plus 3rd Party School Aid	\$11,957,106	14.00%	\$8,988,403	10.72%	(2,968,703)	(593,741)	-5.72%
School/Municipal Cost	\$85,407,313		\$83,855,657		(\$1,551,656)	(\$310,331)	-0.37%

General and School Revenues

Five Year History

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TOWN OF SOUTH KINGSTOWN MUNICIPAL BUDGET TRENDS							
Fiscal Year Assessment Date	2009-2010 12/31/2008	Percent Share	2014-2015 12/31/2013	Percent Share	5 Year Increase	Average Annual Inc.	Percent Increase
School Fund Revenue Statement							
General Fund Tax Transfer	\$47,909,928	80.37%	\$49,614,070	84.66%	\$1,704,142	340,828	0.70%
State Aid	10,364,027	17.39%	7,818,131	13.34%	(2,545,896)	(509,179)	-5.81%
Local Revenue	1,338,008	2.24%	1,170,272	2.00%	(167,736)	(33,547)	-2.53%
Total Revenues	\$59,611,963	100.00%	\$58,602,473	100.00%	(\$1,009,490)	(\$201,898)	-0.34%
Combined Revenue Statement							
Property Taxes	\$63,973,529	75.13%	\$67,514,477	80.51%	\$3,540,948	708,190	1.08%
State Aid	14,503,183	17.03%	10,332,059	12.32%	(4,171,124)	(834,225)	-7.30%
Local Revenues	6,675,530	7.84%	6,009,121	7.17%	(666,409)	(133,282)	-2.04%
Total Revenues	\$85,152,242	100.00%	\$83,855,657	100.00%	(\$2,345,973)	(\$469,195)	-0.56%

General and School Revenues

Five Year History

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TOWN OF SOUTH KINGSTOWN MUNICIPAL BUDGET TRENDS

Fiscal Year Assessment Date	2009-2010 12/31/2008	Percent Share	2014-2015 12/31/2013	Percent Share	5 Year Increase	Average Annual Inc.	Percent Increase
<u>Flexible Rate Tax Roll</u>					Market Value Per Capita	Property Classification	Municipal Tax Rates
Residential	\$4,474,578,918	84.71%	\$3,573,415,674	82.57%	\$111,673	Flexible Rate	\$15.482
Commercial	627,575,623	11.88%	493,273,045	11.40%	15,415	Motor Vehicle	\$18.710
Industrial	38,252,960	0.72%	31,849,800	0.74%	995		
Utilities	42,212,820	0.80%	41,986,964	0.97%	1,312		
Total Flexible Tax Roll	\$5,182,620,321	98.1%	\$4,140,525,483	95.7%	\$129,395		
Less Exemptions	0	0.00%	0	0.00%	0		
Flexible Rate Tax Roll	\$5,182,620,321	98.12%	\$4,140,525,483	95.67%	\$129,395		
Annual Increase in Flex. Roll	\$49,176,173	0.96%	\$29,060,549	0.71%			
<u>Fixed Rate Tax Rolls</u>							
Motor Vehicles - Excise	99,344,256	1.88%	187,325,550	4.33%	5,854	US Census -2010	30,639
						2014 Population	31,999
Total Taxable Values	\$5,281,964,577	100.0%	\$4,327,851,033	100.0%	\$135,250		
Tax Values Increase	\$26,459,087	0.50%	\$30,509,440	0.71%			

Property Tax Roll Classification

Tax Roll Comparison						
	FY 2013-2014	\$15.470	FY 2014-2015	\$15.482		
	December 2012 Taxable Value	Tax Levied	December 2013 Taxable Value	Tax Levied	% of Tax Roll	% of Tax Levy
Residential	\$3,551,627,462	\$54,943,679	3,573,415,674	\$55,322,900	82.57%	81.83%
Commercial	487,305,270	7,538,613	493,273,045	7,636,754	11.40%	11.30%
Industrial	31,849,800	492,716	31,849,800	493,092	0.74%	0.73%
Utilities	40,682,402	629,357	41,986,964	650,034	0.97%	0.96%
Flexible Tax Base	\$4,111,464,934	\$63,604,365	\$4,140,525,483	\$64,102,780	95.67%	94.82%
Motor Vehicles - \$18.71	185,876,659	3,477,752	187,325,550	3,504,861	4.33%	5.18%
Net Motor Vehicles	185,876,659	3,477,752	187,325,550	3,504,861	4.33%	5.18%
Total Tax Roll/Levy	\$4,297,341,593	\$67,082,117	\$4,327,851,033	\$67,607,641	100.00%	100.00%

Preliminary Budget Development Guidance

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Preliminary Expenditure Considerations:

- ❑ No increase from FY 2014-2015 services levels.
- ❑ Salary increases for all municipal employees of approximately 2% have been included in the Pro-forma budget.
- ❑ 5% increase in the cost of health care has been factored into the Pro-forma budget (*Employee Co-Share at 20% of Premium*).
- ❑ Estimated \$80,000 increase in municipal retirement costs.
- ❑ Municipal and School Net Debt Service cost reductions of \$290,000.
- ❑ \$27,000 increase in Capital Budget Funding.
- ❑ No more than a 2% increase in Property Tax Transfer to the School Fund.
- ❑ Funding of a second School Resource Officer (\$84,000-1st Year).

Preliminary Budget Development Guidance

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Preliminary Revenue Considerations:

- ❑ Town to maintain exemption value of \$3,000 per vehicle.
- ❑ Assume State to maintain the Motor Vehicle Reimbursement Program at \$500 per vehicle.
- ❑ Non-property local revenues will increase between 1% - 2.5 over current year levels.
- ❑ State Aid will continue to support approximately 3.4% of the projected FY 2015-2016 General Fund.
- ❑ Unassigned Fund Balance forwarded to FY 2015-2016 will be decreased by approximately \$150,000.
- ❑ Net Taxable Property Roll increase between 0.050% and 0.075% or net \$30.7 million that will yield approximately \$400,000 to \$500,000 in new property tax income.

Property Tax Roll History



Property Tax Roll Projection

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<i>Taxable Property List</i>	2012-2013 Taxable Property	2013-2014 Taxable Property	2014-2015 Taxable Property	2015-2016 Taxable Property	Increase (Decrease) From Prior Year
Taxable Land /Buildings	\$4,150,727,192	\$3,946,264,414	\$4,095,876,600	\$4,126,595,675	\$30,719,075
Tangible Property	202,728,309	174,040,007	106,473,897	106,473,897	0
Total Taxable Property	\$4,353,455,501	\$4,120,304,421	\$4,202,350,497	\$4,233,069,572	\$30,719,075
Less Exemptions	(\$9,627,415)	(\$8,839,487)	(\$61,825,014)	(\$61,825,014)	\$0
Net Taxable Property	\$4,343,828,086	\$4,111,464,934	\$4,140,525,483	\$4,171,244,558	\$30,719,075
Taxable Property Growth -%	0.15%	-5.35%	0.75%	0.74%	0.74%
Taxable Property Growth - \$	\$6,572,341	(\$232,363,152)	\$29,060,549	\$30,719,075	
Net Motor Vehicles -Roll	\$183,173,665	\$186,858,255	\$187,325,550	\$188,500,000	\$1,174,450
Less Exemptions	(922,154)	(981,596)	0	0	0
Fixed Portion of Tax Roll	\$182,251,511	\$185,876,659	\$187,325,550	\$188,500,000	\$1,174,450
Total Taxable Property	\$4,526,079,597	\$4,297,341,593	\$4,327,851,033	\$4,359,744,558	\$31,893,525

Motor Vehicle Excise Tax

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- Legislative amendments are expected to be introduced in the 2015 Session of the General Assembly that would revise the motor vehicle assessment values from “Clean Retail” to “Trade-In” value.
- Such Action may reduce the Town’s Motor Vehicle (MV) Assessment Roll by as much 20%, thereby reducing the MV Tax Assessment Value by \$37.7 Million and the Tax Levy by approximately \$705,000.

Motor Vehicle Excise Tax

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Potential Revisions to MV Statute	
Projected FY 2015-2016 Motor Vehicle Roll	\$188,500,000
Projected Value Loss - Percent	20%
Projected Value Loss - \$ Value	\$37,700,000
Tax Rate per \$1000 Factor	\$37,700
MV Tax Rate	\$18.71
Potential MV Tax Loss	\$705,367
R.E. Tax Rate Increase Need FY 2015-2016	\$0.17

Motor Vehicle Excise Tax

Fiscal Year	MV Taxable Value	Tax Levy	Exemption Value	State MV Reimbursement
FY 2007	\$114,746,483	\$2,146,907	\$6,000	\$2,165,338
FY 2008	113,407,563	2,121,856	6,000	2,167,848
FY 2009	122,061,342	2,283,768	6,000	2,178,075
FY 2010	99,344,256	1,858,731	6,000	1,876,190
FY 2011	219,696,414	4,110,520	500	168,739
FY 2012	169,817,200	3,177,280	3,000	167,774
FY 2013	183,173,665	3,427,179	3,000	165,446
FY 2014	185,876,659	3,477,752	3,000	170,945
FY 2015	187,325,550	3,504,861	3,000	146,786
FY 2016 - No Change	\$188,500,000	\$3,526,835	\$3,000	\$150,000
FY 2016 - With Leg. Revision	\$150,800,000	\$2,821,468	\$3,000	\$150,000

Proforma Budget FY 2015-2016

General Fund	Actual FY 2014	Budgeted FY 2015	Proforma FY 2016	Inc. Over FY 2015	Percent of Total
Wages and Benefits	\$15,643,350	\$16,611,248	\$17,192,642	\$581,394	3.5%
Services and Materials	3,349,576	3,859,349	3,994,426	135,077	3.5%
Debt Service	3,219,624	2,822,564	2,391,007	(431,557)	-15.3%
Contributions	204,266	291,551	300,000	8,449	2.9%
Transfers and CIP	51,271,773	51,282,541	52,308,192	1,025,651	2.0%
Total Program	\$73,688,589	\$74,867,253	\$76,186,267	\$1,319,014	1.76%

Operations Program	Actual FY 2014	Budgeted FY 2015	Proforma FY 2016	Inc. Over FY 2015	Percent of Total
Wages and Benefits	\$15,643,350	\$16,611,248	\$17,192,642	\$581,394	81.1%
Services and Materials	3,349,576	3,859,349	3,994,426	135,077	18.9%
Total Program	\$18,992,925	\$20,470,597	\$21,187,068	\$716,471	100.0%

Proforma Budget FY 2015-2016

General Fund	Actual FY 2014	Budgeted FY 2015	Proforma FY 2016	Inc. Over FY 2015	Percent of FY 2016
Current Year Tax Levy	\$66,246,788	\$66,600,977	\$68,040,267	\$1,439,290	2.2%
Prior yr. Tax and Penalty	935,204	913,500	925,000	11,500	1.3%
Payment in Lieu of Taxes	244,901	243,769	250,000	6,231	2.6%
State Aid	2,417,922	2,322,083	2,236,000	(86,083)	-3.7%
Payment in Lieu of Taxes	400,903	406,999	410,000	3,001	0.7%
Undesignated Fund Balance	1,000,000	825,000	675,000	(150,000)	-18.2%
Local Revenues	3,731,508	3,554,925	3,650,000	95,075	2.7%
Total Program	\$74,977,225	\$74,867,253	\$76,186,267	\$1,319,014	1.76%

Proforma

FY 2015-2016 Tax Distribution

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Fiscal Year 2015-2016 Proforma Statement			
Proposed Budget Program	Town	School	Total
Appropriation	\$24,052,804	\$52,133,463	\$76,186,267
Less Non-Property Tax Revenue	(7,548,133)	(597,867)	(8,146,000)
Property Tax Need	\$16,504,671	\$51,535,596	\$68,040,267
Percent of Overlay	24.26%	75.74%	100.00%
Overlay & Elderly Abatements	\$250,947	\$783,577	1,034,523
Proration and Roll Additions	(30,322)	(94,678)	(125,000)
Gross Tax Levy	\$16,725,296	\$52,224,494	\$68,949,790
Motor Vehicle Excise Tax	(855,512)	(2,671,323)	(3,526,835)
Net Property Tax Levy	\$15,869,784	\$49,553,171	\$65,422,955
Dec. 2013 Tax Roll			4,171,244,558
Tax Distribution - FY 2015	\$3.80	\$11.88	\$15.68
Tax Distribution - FY 2014	\$3.72	\$11.76	\$15.48
Increase (Decrease)	\$0.08	\$0.12	\$0.20
Property Tax Levy Increase - \$			\$1,342,149
Property Tax Levy Increase - %			1.99%
<i>Rounding may distort addition totals</i>			

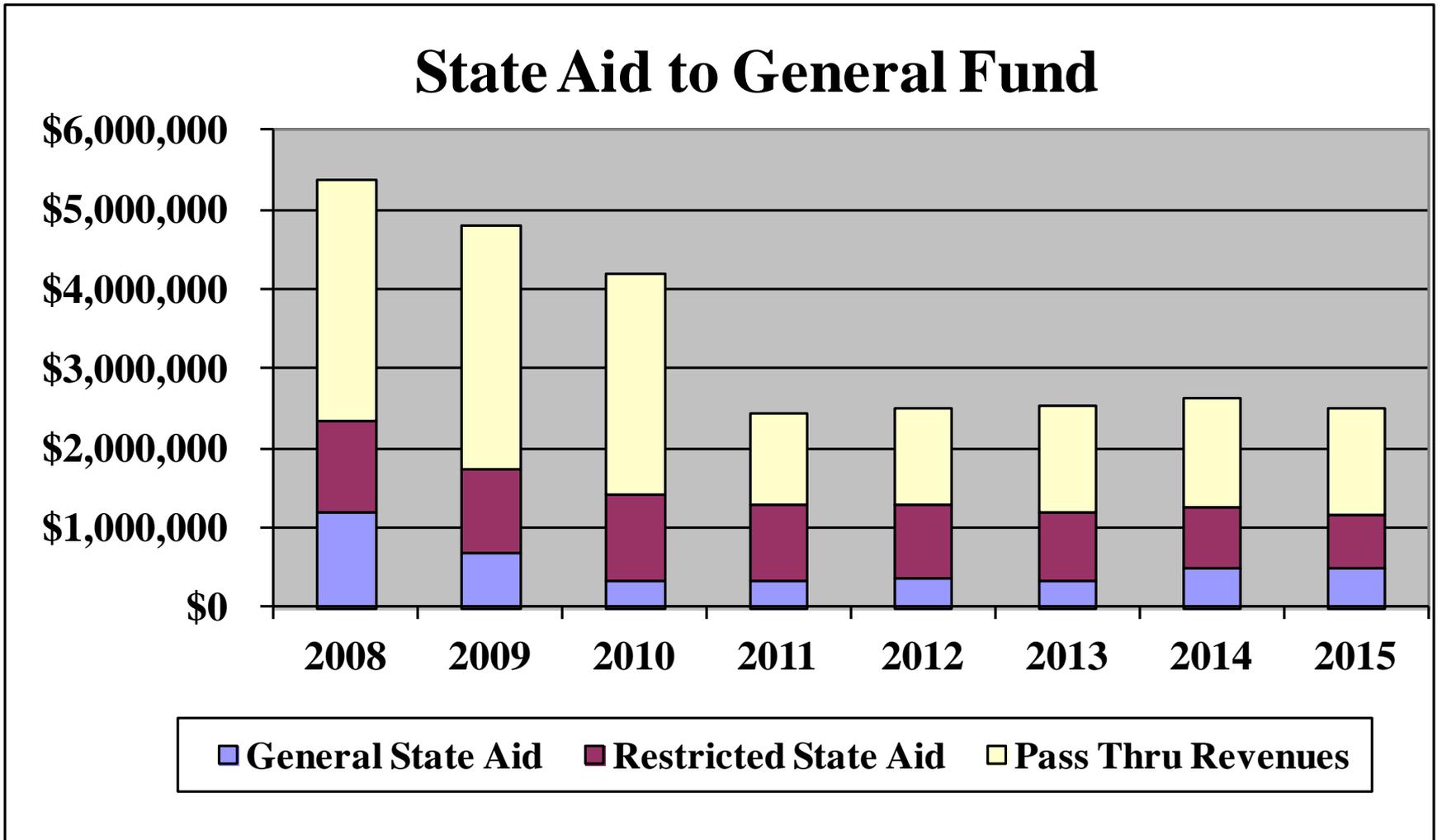
Municipal and School Debt Service

Combined Debt Service Schedule - FY 2015-2016 to FY 2020-2021							
	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021
Existing Debt Service Requirement	\$3,079,750	\$2,649,784	\$2,239,664	\$2,162,835	\$1,995,209	\$1,817,107	\$1,268,180
Recommended New Debt Service	0	0	553,500	541,200	744,900	727,800	890,700
Projected Gross Debt Service Requirement	\$3,079,750	\$2,649,784	\$2,793,164	\$2,704,035	\$2,740,109	\$2,544,907	\$2,158,880
Existing Debt Third Party Revenue Sources	\$1,357,347	\$1,217,513	\$1,042,966	\$1,053,695	\$1,020,202	\$984,079	\$719,409
Future Debt Third Party Revenue Sources	0	0	121,500	118,800	179,100	175,000	233,900
Projected Third Party Revenues Servicing Debt	\$1,357,347	\$1,217,513	\$1,164,466	\$1,172,495	\$1,199,302	\$1,159,079	\$953,309
Projected Net Debt Service Requirement	\$1,722,403	\$1,432,271	\$1,628,697	\$1,531,540	\$1,540,807	\$1,385,828	\$1,205,572
Projected Property Tax Rate for Debt Service	\$0.42	\$0.35	\$0.39	\$0.36	\$0.36	\$0.32	\$0.28
Gross Debt Level for Existing Debt	\$14,340,977	\$12,149,183	\$10,297,430	\$8,464,638	\$6,741,718	\$5,142,586	\$4,156,151
Recommended New Debt	0	6,150,000	5,842,500	7,935,000	7,507,500	9,080,000	8,552,500
Projected Gross Debt Level	\$14,340,977	\$18,299,183	\$16,139,930	\$16,399,638	\$14,249,218	\$14,222,586	\$12,708,651
Less 30% of School Debt - State Aid Reimbursement	\$2,171,436	\$2,137,918	\$1,803,020	\$2,172,760	\$1,833,565	\$2,212,938	\$2,041,166
Less Debt Retired by Wastewater Fund	246,000	221,000	195,000	169,000	142,000	115,000	87,000
Less Debt Retired by Neighborhood Guild Fund	50,000	1,000,000	950,000	900,000	850,000	800,000	750,000
Projected Net Debt Level	\$11,873,541	\$14,940,265	\$13,191,909	\$13,157,876	\$11,423,651	\$11,094,644	\$9,830,479

State Aid to General Fund

General State Aid	Actual FY 2008	Actual FY 2009	Actual FY 2010	Actual FY 2011	Actual FY 2012	Actual FY 2013	Actual FY 2014	Budgeted FY 2015	Estimated FY 2015
General Revenue Sharing	\$873,061	\$390,437	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Payment in Lieu of Taxes	121,138	118,511	139,325	124,230	160,632	151,238	163,865	154,000	165,000
State Incentive Aid	0	0	0	0	0	0	144,389	144,389	144,389
State Library General Aid	173,094	166,635	175,702	184,634	190,577	184,004	190,519	185,419	186,000
State Library Endowment Fund	21,748	23,027	23,644	31,366	12,467	12,589	13,426	13,926	13,500
General State Aid	\$1,189,041	\$698,610	\$338,671	\$340,230	\$363,676	\$347,831	\$512,199	497,734	\$508,889
Aid Reductions	(\$160,410)	(\$490,431)	(\$359,939)	\$1,559	\$23,446	(\$15,845)	\$164,368	(\$14,465)	(\$3,310)
Construction Program Reimbursement	Actual FY 2008	Actual FY 2009	Actual FY 2010	Actual FY 2011	Estimated FY 2012	Proposed FY 2013	Actual FY 2014	Budgeted FY 2015	Proposed FY 2015
Chapter 26, School Housing	\$1,116,126	\$1,009,808	\$1,042,384	\$942,636	\$907,030	\$855,370	\$733,348	678,161	\$678,882
State Library Const. Reimb.	50,971	48,562	46,138	17,378	10,593	9,208	8,811	0	0
Restricted State Aid	\$1,167,097	\$1,058,370	\$1,088,522	\$960,014	\$917,623	\$864,578	\$742,159	678,161	\$678,882
Pass Thru Aid	Actual FY 2008	Actual FY 2009	Actual FY 2010	Actual FY 2011	Estimated FY 2012	Proposed FY 2013	Actual FY 2014	Budgeted FY 2015	Estimated FY 2015
Public Service Corporations Tax	\$271,798	\$245,156	\$271,518	\$302,307	\$344,852	\$368,741	\$381,247	\$381,247	\$400,000
M.V. Tax Phase Out	2,167,848	2,178,075	1,876,190	168,739	167,774	165,446	170,945	146,786	150,000
Meal Tax Income	511,101	507,472	533,328	574,603	589,545	656,770	687,712	675,000	675,000
Hotel Tax	68,169	112,015	101,463	112,583	118,700	126,890	128,357	135,000	130,000
Pass Thru Revenues	\$3,018,916	\$3,042,718	\$2,782,499	\$1,158,232	\$1,220,871	\$1,317,847	\$1,368,261	1,338,033	\$1,355,000
General Fund State Aid Total	\$5,375,054	\$4,799,698	\$4,209,692	\$2,458,476	\$2,502,170	\$2,530,256	\$2,622,619	2,513,928	\$2,542,771
Increase / (Decrease) in Aid	(\$146,591)	(\$575,357)	(\$590,006)	(\$1,751,216)	\$43,694	\$28,086	\$92,363	(108,691)	\$28,843
Total Municipal Budget	\$71,476,798	\$74,244,524	\$73,450,207	\$72,783,253	\$73,372,050	\$73,336,412	\$74,195,340	\$74,867,254	\$74,867,254
State Aid as % of Gen. Fund	7.5%	6.5%	5.7%	3.4%	3.4%	3.5%	3.5%	3.4%	3.4%

State Aid to General Fund



Capital Budget FY 2015-2016

Capital Budget Program	2014-2015 Adopted	2015-2016 Proposed	Increase (Decrease)
General Fund	\$1,286,000	\$1,312,600	\$26,600
Water Enterprise Fund	180,000	93,000	(87,000)
Wastewater Enterprise Fund	403,500	545,000	141,500
School Fund	300,000	560,000	260,000
Total Capital Budget Program	\$2,169,500	\$2,510,600	\$341,100
Capital Improvement Program	2014-2015 Adopted 6-Year Plan	2015-2016 Proposed 6-Year Plan	Increase (Decrease)
Annual Funding Element	\$12,672,500	\$14,974,100	\$2,301,600
Bonding Program Element	24,095,000	22,684,725	(1,410,275)
Total Proposed Program	\$36,767,500	\$37,658,825	\$891,325
Less Pay-As-You-Go Transfers	(5,435,000)	(5,765,000)	(330,000)
Net Capital Program	\$31,332,500	\$31,893,825	\$561,325

Municipal Retirement System

Fiscal Year	Police			General Municipal Employees		
	Rate	Salary	Employer Cost	Rate	Salary	Employer Cost
FY2014	15.02%	\$3,192,510	\$479,515	11.75%	\$5,386,418	\$632,904
FY 2015	22.79%	3,272,323	745,762	12.57%	5,507,612	692,307
FY 2016	24.71%	3,354,131	828,806	12.25%	5,631,534	689,863
FY 2017	24.81%	3,437,984	852,964	12.84%	5,758,243	739,358
FY 2018	24.84%	\$3,523,934	\$875,345	12.71%	\$5,887,804	\$748,340
Rate includes 1% Defined contribution						

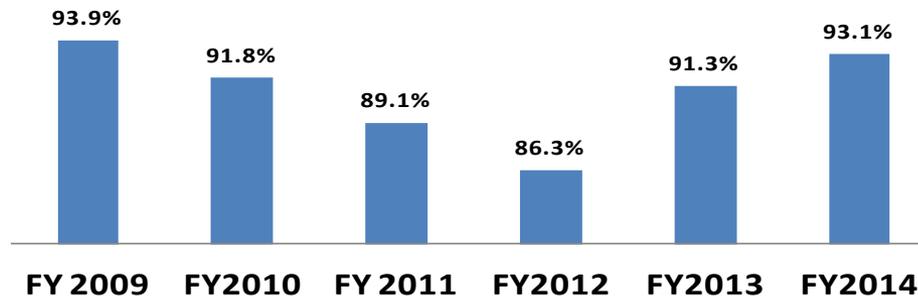
Fiscal Year	EMS			Totals		Increase
	Rate	Salary	Employer Cost	Salary	Employer Cost	
FY2014	4.16%	\$844,667	\$35,138	\$9,423,595	\$1,147,557	
FY 2015	5.96%	863,672	51,475	9,643,607	1,489,544	\$341,987
FY 2016	5.34%	883,105	47,158	9,868,769	1,565,826	76,282
FY 2017	7.02%	902,974	63,389	10,099,202	1,655,711	89,885
FY 2018	7.26%	\$923,291	\$67,031	\$10,335,029	\$1,690,716	\$35,005

Municipal Retirement System

Retirement Liability				30-Jun-14
Employee Group	Assets	Liability	Net Value	Funding Ratio
Police	\$21,173,155	(\$27,720,708)	(\$6,547,553)	76.4%
EMS	3,455,604	2,826,297	6,281,901	122.3%
Municipal	49,494,545	(\$4,706,378)	(\$5,211,833)	90.5%
Total	\$74,123,304	(\$79,600,789)	(\$5,477,485)	93.1%

Employee Group	Employees	Age	Service	Salary
Police	52	39.0	11.3	\$59,810
EMS	17	38.4	9.3	47,739
Municipal	306	53.3	14.2	39,007
Total Membership	375	43.6	11.6	\$42,288

Pension Assets as a Percent of Plan Liabilities



School Retirement System

School Fund						
Certified Teachers	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	Increase
State -40%	8.93%	8.12%	8.67%	9.19%	9.41%	0.22%
Municipal - 60%	13.23%	12.17%	12.86%	13.41%	13.73%	0.32%
Contribution Rate	22.16%	20.29%	21.68%	22.60%	23.14%	0.54%
Salary Estimate	\$27,320,650	\$28,345,174	\$27,135,411	\$27,678,119	\$28,231,682	\$553,562
Contribution - \$	\$3,596,668	\$3,450,742	\$3,415,395	\$3,596,636	\$3,761,210	\$164,574
Non Certified Employees						
Contribution Rate	8.59%	11.41%	11.75%	12.57%	12.25%	-0.32%
Payroll	\$5,554,460	\$5,762,752	\$5,569,872	\$5,681,269	\$5,794,895	\$113,625
Contribution - \$	\$477,824	\$657,530	\$654,460	\$714,136	\$709,875	(\$4,261)
Projected Total Costs	\$4,074,492	\$4,108,272	\$4,069,855	\$4,310,771	\$4,471,085	\$160,313

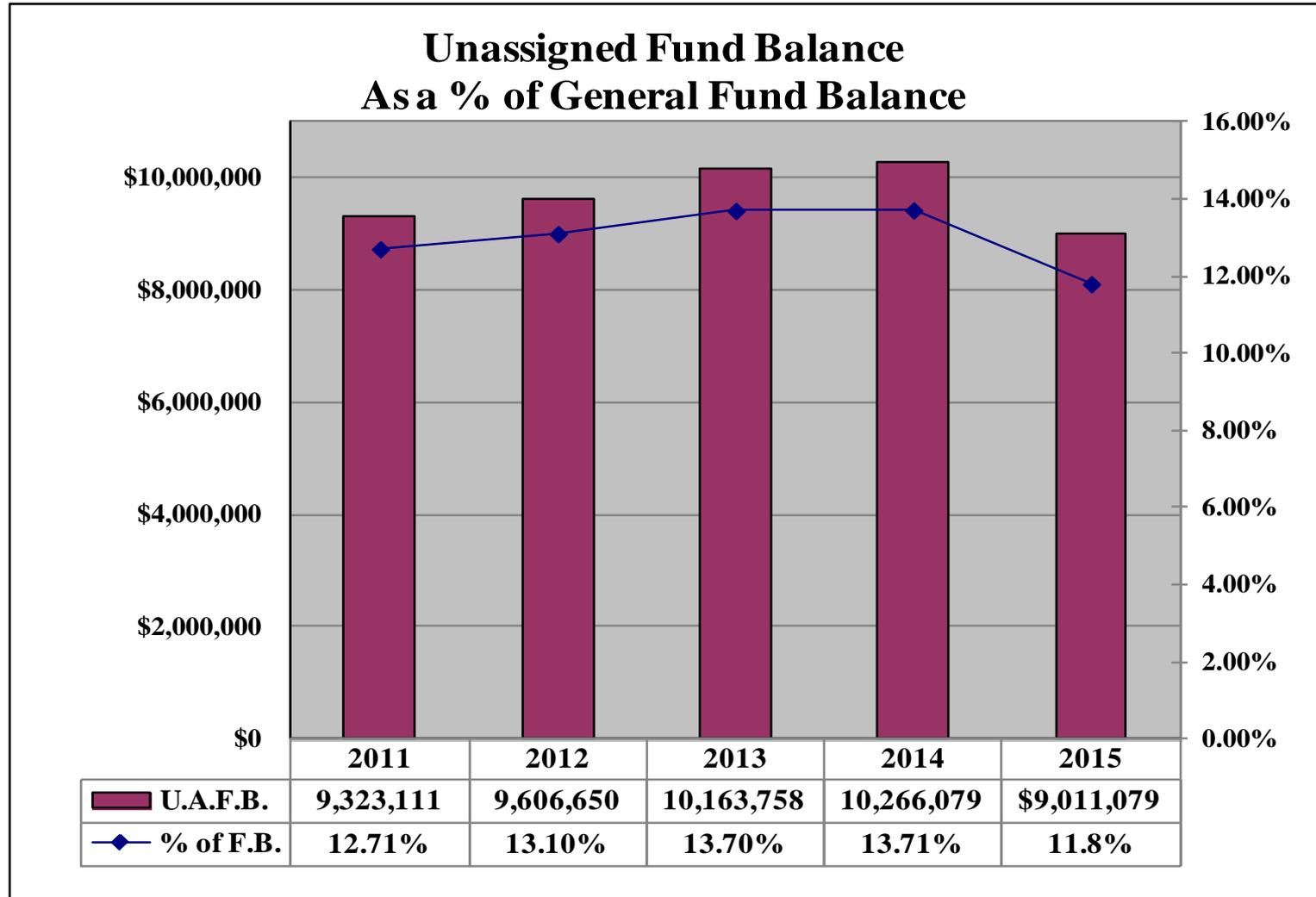
General Fund

Unassigned Fund Balance

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Unassigned Fund Balance June 30, 2013	\$10,163,758
Fund Balance as a % of 2013-2014 General Fund	13.70%
2013-2014 Operating Surplus	\$1,180,321
Change in Prepaid Expenses and Encumbrances	(3,000)
Transfer to Technology Improvement Fund	(250,000)
Funds Forwarded to Finance 2014-2015 Program	(825,000)
Unassigned Fund Balance June 30, 2014	\$10,266,079
Fund Balance as a % of 2014-2015 General Fund	13.71%
2014-2015 Projected Operating Surplus	\$500,000
Change in Prepaid Expenses and Encumbrances	(5,000)
Community Recreation Center Transfer	(1,000,000)
Funds Forwarded to Finance 2015-2016 Program	(750,000)
Unassigned Fund Balance June 30, 2015	\$9,011,079
Fund Balance as a % of 2015-2016 General Fund	11.80%

General Fund Unassigned Fund Balance



Municipal Labor Contract Requirements

Municipal Program					
Salary Increases	EMS	Police	Council 94	Non Organized	NEA - RI Budgeted
2009-2010	0.00%	0.00%	0.00%	0.00%	0.00%
2010-2011	2.25%	2.25%	2.25%	2.25%	2.25%
2011-2012	2.25%	2.25%	2.25%	2.25%	2.25%
2012-2013	2.00%	2.00%	2.00%	2.00%	2.00%
2013-2014	2.00%	0.00%	2.00%	2.00%	2.00%
2014-2015	2.00%	4.00%	2.00%	2.00%	2.00%
2015-2016	2.00%	2.00%	2.00%	2.00%	2.00%
Health Care Co-Share Summary	EMS	Police	Council 94	Non Organized	NEA - RI Budgeted
2015-2016	20.00%	20.00%	20.00%	20.00%	20.00%
Health Care in Retirement	EMS	Police	Council 94	Non Organized	NEA - RI Budgeted
Health Care in Retirement	See Note #1	Coverage to age 65	See Note #2	See Note #3	See Note #3
Note #1			Note #3		
After 20 Yrs - \$1,333 for 3 Yrs. After 25 Yrs - \$2,666 for 3 Yrs. After 30 Yrs - \$4,000 for 3 Yrs.			<u>Hired Prior to July 1, 2006</u> After 20 Yrs - \$2,000 for 3 Yrs. After 25 Yrs - \$4,000 for 3 Yrs. After 30 Yrs - \$5,000 for 4 Yrs.		
Note #2			Hired After July 1, 2006		
<u>Hired Prior to July 1, 2005</u> Coverage to Age 65			After 20 Yrs - \$1,333 for 3 Yrs. After 25 Yrs - \$2,666 for 3 Yrs. After 30 Yrs - \$4,000 for 3 Yrs.		
<u>Hired After July 1, 2005</u> Same Coverage As Presented in Note #1					



END OF PRESENTATION

Initial Budget Hearing ~ December 15, 2014