

PROPOSED HEBRON BUDGET FISCAL YEAR 2019-2020



**Board of Finance
Recommended Budget**

**Public Hearing
April 9, 2019**

PUBLIC HEARING AGENDA

1. Budget Process
2. Expenditure Summary and History
3. Capital Improvements
4. Revenue & “What this means to my taxes”
5. Future Considerations
6. Questions & Answers

BUDGET PROCESS

In accordance with Hebron Town Charter Chapter IX, Finance and Taxation - Section 902:

- **No later than October 15, the Board of Finance shall confer with the Board of Selectmen and the Board of Education to discuss goals and objectives for the upcoming budget.**
- **Board of Selectmen and Board of Finance shall review the budget during the month of March and the Board of Selectmen shall make a recommendation to the Board of Finance by March 31st.**
- **The Board of Finance reviews the budget during the month of April. They hold a Public Hearing on their recommended budget no later than the third Tuesday in April. Within a week of the Hearing the Board of Finance shall present a budget for vote at the Budget Referendum.**

BUDGET PROCESS

Pursuant to Hebron Town Charter Section 903 Referendum Vote on the Town Budget and the Capital Improvement Budget will be on:

Tuesday, May 7, 2019

6:00 a.m. – 8:00 p.m.

Hebron Elementary School

The Board of Finance will set the mill rate by
June 15th

BALLOT WORDING

No. 1

SHALL THE TOWN OF HEBRON APPROVE A FY 2019-2020 BUDGET OF \$35,660,567 AS RECOMMENDED BY THE BOARD OF FINANCE?

YES NO

No. 2

SHALL THE TOWN OF HEBRON APPROVE A FY 2019-2020 CAPITAL IMPROVEMENT PROGRAM BUDGET OF \$702,029 AS RECOMMENDED BY THE BOARD OF FINANCE?

YES NO

BALLOT WORDING

No. 3

SHALL THE BUDGET OF \$29,634,828 FOR THE OPERATION AND MAINTENANCE OF THE REGIONAL SCHOOL DISTRICT NO. 8 PUBLIC SCHOOL SYSTEM (RHAM) FOR THE FISCAL YEAR JULY 1, 2019 TO JUNE 30, 2020 BE APPROVED?

YES NO

No. 4

SHALL THE CAPITAL IMPROVEMENT PROGRAM BUDGET OF \$516,976 BE APPROVED AS RECOMMENDED BY THE REGIONAL DISTRICT NO. 8 BOARD OF EDUCATION (RHAM) FOR THE FISCAL YEAR JULY 1, 2019 TO JUNE 30, 2020 BE APPROVED?

YES NO

MANDATORY ADVISORY QUESTIONS

A Charter provision requires two Advisory Questions on the Budget Referendum Ballot:

Is the Town Budget
(Excluding Hebron and RHAM Board of Education Budgets)

Too High or Too Low ?

Is the Hebron Board of Education Budget

Too High or Too Low ?

ADVISORY QUESTION AND EXIT POLL

Additional Advisory Question:

Is the RHAM Board of Education Budget
Too High or Too Low ?

PROPOSED BUDGET \$35,660,567 *

Spending decrease of \$138,798 or 0.39 % less than the current year's budget.

	<u>Budget</u>	<u>Change</u>
General Government	\$ 9,037,419	1.35 %
Teacher Retirement Contribution	\$ 71,039	NEW
Hebron Board of Education	\$11,340,524	-1.27 %
Hebron Levy - RHAM BOE Budget	\$13,934,039	-0.84 %
Hebron's Share RHAM Debt	\$ 1,277,546	-4.99 %

*Recommended by Board of Finance April 2, 2019 to Public Hearing.

BUDGET REDUCTIONS

	March 1, 2019 Town Manager's Proposed Budget	April 2, 2019 Board of Finance Recommended Budget
Town	\$ 9,111,784	\$ 9,037,419
Teacher Retirement	71,039	71,039
Hebron BOE	\$11,430,524	\$11,340,524
RHAM BOE Levy	<u>\$15,473,974</u>	<u>\$15,211,585</u>
Total Budget	\$36,087,321	\$35,660,567

PROPOSED EXPENDITURES

	ADOPTED Expenditures <u>2018-2019</u>	PROPOSED Expenditures <u>2019-2020</u>	<u>Difference</u>	<u>Percent Change</u>
Total Town Budget				
Town Government	\$ 7,075,420	\$ 7,473,237	\$ 397,817	5.62%
Contr. to Capital Improvement	583,553	600,829	17,276	2.96%
Contr. to Open Space Acquisition	75,000	140,000	65,000	86.67%
Contr. to Cap Non-Recurring	2,000	2,000	-	0.00%
Contr. to Capital Projects	53,340	48,204	(5,136)	-9.63%
Contr. to Revaluation	25,000	40,000	15,000	60.00%
Contr. To Debt Management	-	-	-	
Debt Service	1,102,539	728,149	(374,390)	-33.96%
4-2 BOF REC. INCREASE		90,000	90,000	
4-2 BOF REC. DECREASE		(85,000)	(85,000)	
TOWN GOV'T SUB TOTAL	<u>8,916,852</u>	<u>9,037,419</u>	<u>120,567</u>	<u>1.35%</u>
Teacher's Retirement Obligation	-	71,039	71,039	
Hebron Board of Education	11,486,421	11,340,524	(145,897)	-1.27%
RHAM Assess(w/o debt)	14,051,416	13,934,039	(117,377)	-0.84%
RHAM Debt Service	1,344,676	1,277,546	(67,130)	-4.99%
Total General Government	<u>\$ 35,799,365</u>	<u>\$ 35,660,567</u>	<u>\$ (138,798)</u>	<u>-0.39%</u>

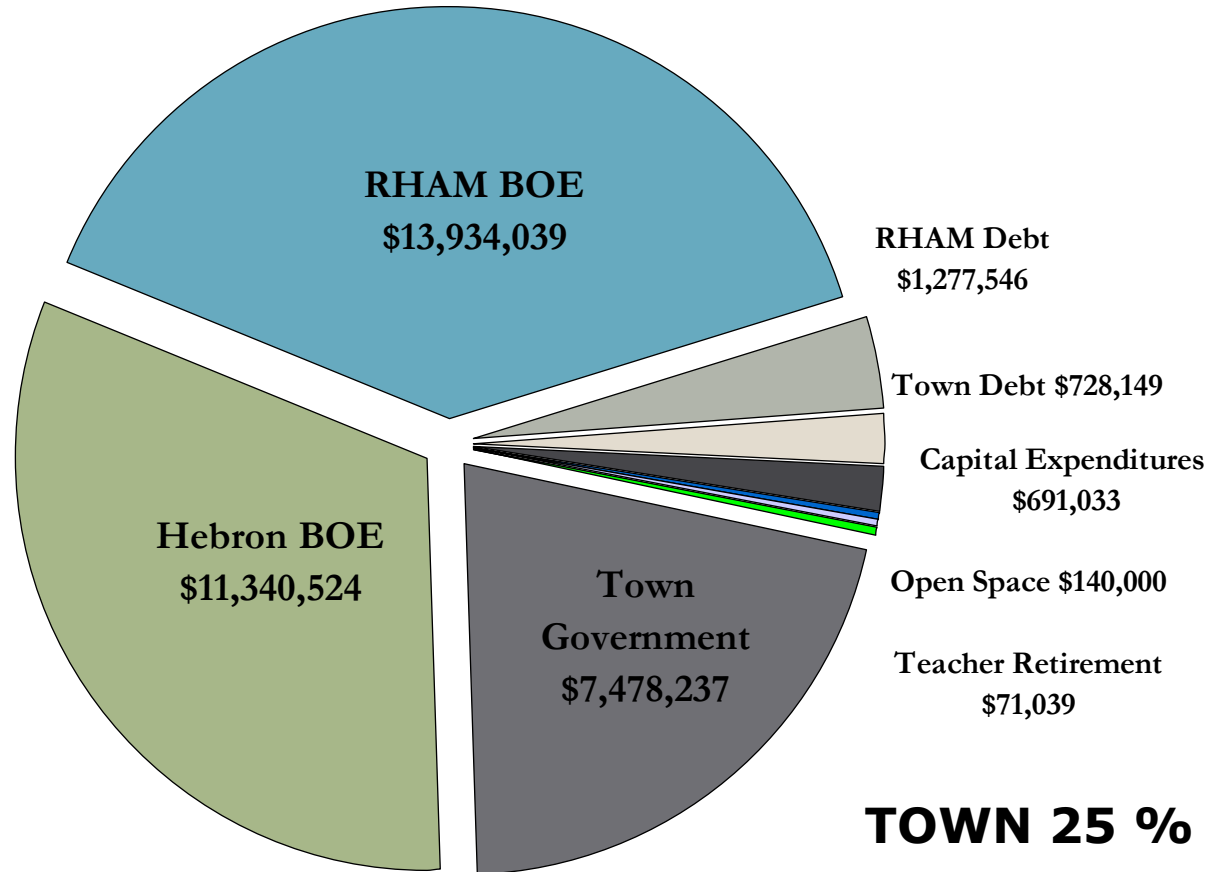
FY 2019-2020 BUDGET OVERVIEW

RHAM 43 %

Population
Town of Hebron
2010 Census – 9,686

2018-2019
Enrollment
Hebron Elementary
Schools
666

12/1/2018 Enrollment
RHAM Total 1,455
Hebron 734
Andover 236
Marlborough 485



Hebron BOE 32 %

GENERAL GOVERNMENT EXPENDITURE HISTORY

	ADOPTED FY 16-17	ADOPTED FY 17-18	ADOPTED FY 18-19	PROPOSED FY 19-20
Town Government	\$7,191,425	\$7,221,076	\$7,075,420	\$7,473,237
Contr. – CIP	770,911	770,911	583,553	600,829
Contr. – Capital Projects	39,100	44,260	53,340	48,204
Contr. – Revaluation	50,000	41,000	25,000	40,000
Capital Non Recurring	8,800	3,050	2,000	2,000
Open Space	140,000	100,000	75,000	140,000
Debt Management	20,000	---	---	---
Debt Service	<u>928,988</u>	<u>1,132,417</u>	<u>1,102,539</u>	<u>728,149</u>
Total	\$9,149,224	\$9,312,714	\$8,916,852	\$9,037,419

HEBRON BOARD OF EDUCATION BUDGET HISTORY

ADOPTED FY 16-17	ADOPTED FY 17-18	ADOPTED FY 18-19	PROPOSED FY 19-20
\$11,758,954	\$11,588,546	\$11,486,421	\$11,340,524
-1.93 %	-1.45 %	-0.88 %	-1.27 %

RHAM BUDGET LEVY

**Proposed RHAM Operating Budget
\$29,634,828**

Plus

**Capital Improvement Program Budget
\$516,976**

\$837,082 or 2.86 % increase

Proposed RHAM Budget Levy to Hebron:

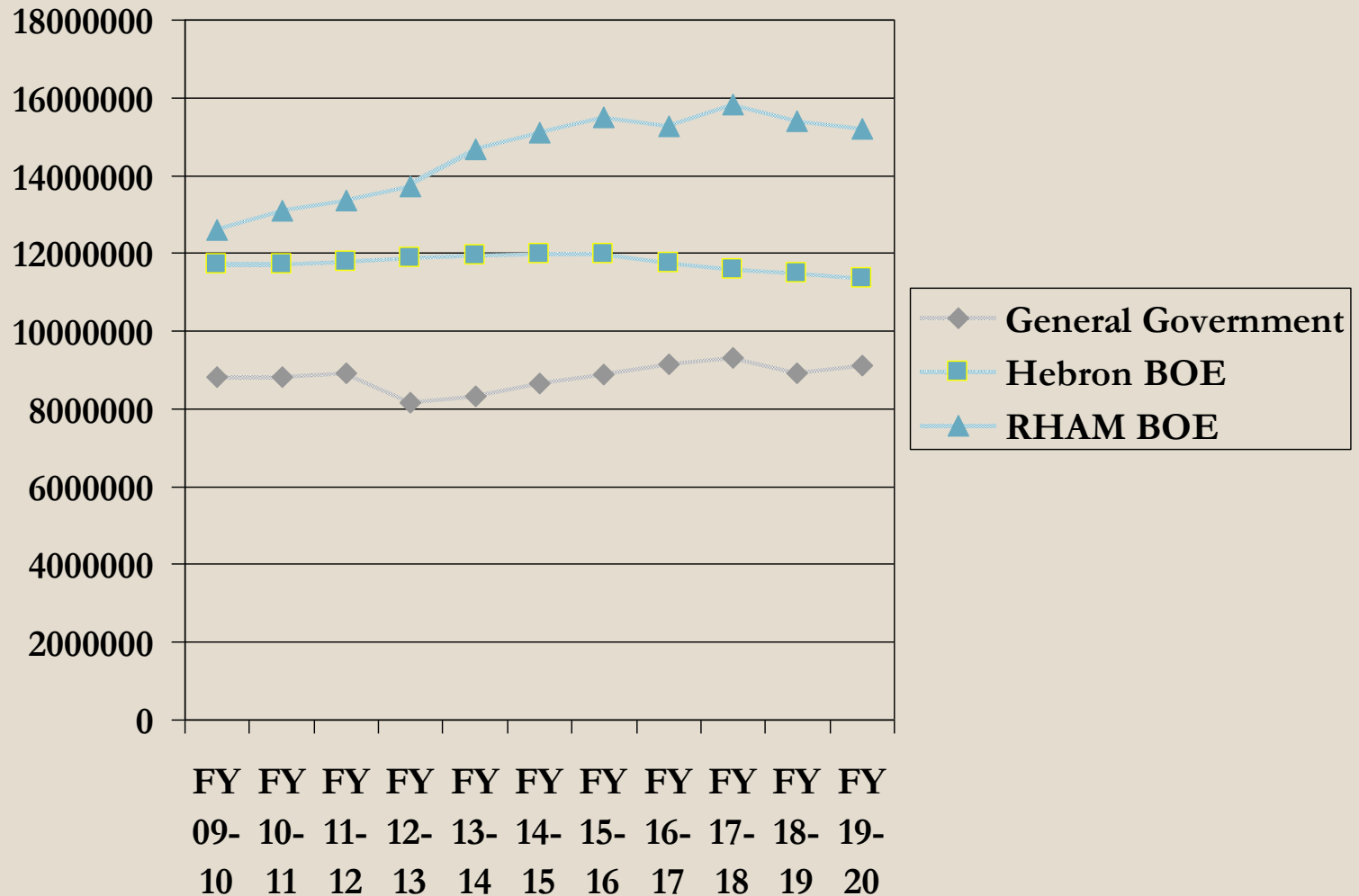
		Decrease*
RHAM Operating Levy	\$13,934,039	\$-117,377
RHAM Debt Levy	\$ 1,277,546	\$- 67,130

***Decrease due to Student Enrollment shift. Overall RHAM budget is an increase.**

RHAM LEVY

	2016	2017	2018	2019	2020
Andover	14.52%	14.84%	14.51%	15.36%	16.22%
Hebron	55.83%	54.47%	54.33%	52.52%	50.45%
Marlborough	29.65%	30.50%	31.16%	32.12%	33.33%

EXPENDITURE BUDGET HISTORY



CAPITAL IMPROVEMENT PLAN RECOMMENDATIONS FY 2019-2020

Public Works Department

Road Resurfacing and Road Improvements	285,143
Bucket Truck - International	50,000
Roll Off Truck (replace Truck 15) (2005)	50,000
Large Dump Truck w/ Plow	48,000

Fire Department

Engine Tanker 310 - Refurbish	50,000
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Hebron Board of Education

Replace Pickup Truck HBOE	32,320
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Douglas Library of Hebron

Douglas Library Windows	22,500
Douglas Library Carpet Replacement	25,000
Douglas Library HVAC Systems Replacement	6,400

Miscellaneous

Town Buildings - Security Measures	27,000
Connecticut Community Connectivity Grant	20,000
Peters House Restoration	25,000
Police Department Cruiser Replacement	60,666

Total Recommended CIP Budget	702,029
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RECOMMENDED CIP REVENUE FY 2019-2020

	<u>Approved 2018-2019</u>	<u>Proposed 2019-2020</u>
Balance from Previous Appropriations	50,742	10,277
LOCIP Funding	140,285	70,477
Funding from Other Sources: Public Safety Fund	-	20,400
Anticipated State Reimbursement	-	-
Anticipated Contribution from Fund Balance	-	-
CIP Designated Fund Balance	-	-
Interest	6,591	10,323
General Fund Contribution	<u>583,553</u>	<u>590,552*</u>
Total Revenues	<u>\$ 781,171</u>	<u>\$ 702,029</u>

CAPITAL EXPENDITURES

\$5,000 - \$25,000

Public Works Department

40 Yard Open Top Container	6,544
6 x 8 Foot Shoring Box	6,776

Parks and Recreation Department

61" Mower Bagger Repair	7,152
61" Mower Rear	10,957
Landscape Improvements	6,000

Miscellaneous

Painting Horton House	5,525
Painting Douglas Library Wood Fascia, Doors, Trim	5,250

Total Capital Expenditures \$ 48,204

PROPOSED REVENUE

	<u>ADOPTED 2018-2019</u>	<u>PROPOSED 2019-2020</u>	<u>Difference</u>	<u>Percent Change</u>
General Government	\$ 501,650	\$ 836,165	\$ 334,515	66.68%
Other State Revenues	657,797	407,988	(249,809)	-37.98%
ECS & Special Ed Grant Funding	5,783,770	5,735,276	(48,494)	-0.84%
Other Revenue Sources	100,000	100,000	-	0.00%
Unassigned Fund Contribution	\$ 500,000	\$ 250,000	(250,000)	-50.00%
Back Taxes / Lien Fees	315,000	315,000	-	0.00%
Tax Revenue	<u>27,941,148</u>	<u>28,016,138</u>	<u>74,989</u>	<u>0.27%</u>
	<u>\$ 35,799,365</u>	<u>\$ 35,660,567</u>	<u>\$ (138,799)</u>	<u>-0.39%</u>

PROPOSED MILL RATE CALCULATION REAL ESTATE & PERSONAL PROPERTY

	TOTAL GL
Grand List - October 1, 2018	\$ 778,563,080
Less Potential BAA Adjustments	\$ (15,000)
Reductions to Grand List	\$ (9,838,240)
Adjusted Grand List - October 1, 2018	\$ 768,709,840
Mill Value	\$ 768,710
<u>Mill Value (based upon 98.50% collection rate)</u>	<u>\$ 757,179</u>
Mill Rate (per proposed budget)	37.00

PROPOSED TAX CALCULATION PERSONAL PROPERTY/REAL ESTATE

98.50 % COLLECTION RATE - 37.00 MILL RATE

REVAL YEAR	MARKET VALUE	ASSESSED VALUE	18-19 TAXES 37.44 MILLS	19-20 TAXES 37.00 MILLS	19-20 TAX DECREASE
2016	\$215,420	\$150,790	\$5,646	\$5,579	-\$67
2016	\$300,725	\$210,510	\$7,881	\$7,789	-\$92
2016	\$528,724	\$370,110	\$13,857	\$13,694	-\$163

FUTURE CONSIDERATIONS

CHALLENGES:

- STATE FUNDING
 - State Revenue Reductions – ECS
- TEACHER RETIREMENT CONTRIBUTION
- HEBRON ELEMENTARY SCHOOL DRINKING WATER CONTAMINATION REMEDIATION PROJECT FUNDING
- WPCA SEWER SYSTEM PUMP STATION UPGRADE
- NEW PUBLIC WORKS FACILITY PROJECT

POSITIVES:

- PROJECTED FUTURE SCHOOL ENROLLMENT DECREASES
- COLEBROOK VILLAGE ADDITIONAL TAX REVENUE

COMMENTS / QUESTIONS

- Please step to a microphone and state your name and address
- Please keep your comments to three minutes or less to allow all to participate
- Comments from Hebron taxpayers and voting residents
- Please do not speak out of turn or comment from the floor
- Be respectful of other opinions
- No reading correspondence from others not present
- Questions may be addressed by liaisons to respective boards
- Please hold applause to the end of comments

THANK YOU FOR YOUR COMMENTS

INFORMATION AND COMMENTS

The Selectmen have established an email address for budget comments:

hebronbudget@hebronct.com

Comments will be forwarded to the
Boards of Selectmen, Finance and Education

**Budget Information is available in the Town Clerk's Office,
Douglas Library and at www.hebronct.com**

IT IS IMPORTANT TO COME OUT AND VOTE

**Tuesday, May 7, 2019
6:00 a.m. – 8:00 p.m.
Hebron Elementary School**