

Town of Hopkinton

Budget Committee & Select Board

2018 Proposed Budget

PRESENTATION FOR PUBLIC HEARING
FEBRUARY 7, 2018



Budget Process to Date

Department Heads prepared budget requests.

Department Heads met with Town Administrator and Finance Director to review budget requests.

Department Heads held a “Budget Summit” to review all requests and overall impact.



Budget Process to Date

Department Heads presented their Capital requests to the CIP Committee

The Select Board met with each Department Head to review requests.

CIP Committee presented its recommendation to the Select Board.



Budget Process to Date

Select Board cut the Department Head requests by \$269,659 and the CIP Committee's recommendation by \$90,000. Thank you to the CIP Committee for their hard work levelling out Capital Expenditure for the next 6 years.

The Select Board then decided to use \$338,000 of the fund balance to offset taxes – Thank you to the Department Heads for their excellent management of the **2017** budget.



Final Results

Operating Revenue and Expenses

| | | |
|----------------------------|-------------------|---------------|
| ◦ Estimated Revenue up | \$ 162,002 | 5.35% |
| ◦ Proposed Expenditures up | <u>133,319</u> | <u>1.91%</u> |
| Change in Tax Impact | -\$ 28,683 | -0.72% |

CRF/Trust Fund Funding

| | |
|----------------------|------------------|
| Change in Tax Impact | \$129,000 |
|----------------------|------------------|

Individual Warrant Articles

| | |
|----------------------|------------------|
| Change in Tax Impact | \$ 15,000 |
|----------------------|------------------|



Final Results

Use of Fund Balance

Change in Tax Impact \$ 72,000

Estimated 2018 amount to be raised by taxes is \$4,550,808 which is 3.91% higher than in 2017.

Estimated 2018 town portion of the tax rate is \$7.36/thousand, which is \$0.28 higher than the 2017 amount.



Let's do the numbers...



Revenue

Estimated Revenues of \$3,188,607

- Increase of \$162,002 - 5.35%

Major Drivers:

- | | |
|-------------------------------|----------|
| ◦ Motor Vehicle Registrations | \$80,000 |
| ◦ Ambulance Charges | 38,000 |
| ◦ Transfer Station Commercial | 20,000 |
| ◦ Checking Account Interest | 20,500 |



Operating Budget

Total Operating Budget of \$7,123,415

- Increase of \$133,319 - 1.91%

Major Drivers:

| | |
|----------------------|----------|
| ◦ Merit Wage Pool | \$80,160 |
| ◦ Health Insurance | 29,268 |
| ◦ PD-Part-time Wages | 28,537 |
| ◦ Shimming & Paving | 16,000 |
| ◦ HWY Engineering | 20,000 |
| ◦ Landfill Bond | -133,805 |



Warrant Article for CRF & Trusts

Total Warrant Articles of \$665,000

- Increase of \$129,000 - 24.07%

Major Drivers:

- | | |
|-------------------------------|----------|
| ◦ Fire Vehicle Replacement | \$55,000 |
| ◦ Highway Vehicle Replacement | 25,000 |
| ◦ Police Vehicle Replacement | 25,000 |
| ◦ Town Hall Renovations | 25,000 |
| ◦ Sewer Equip./Sludge Removal | 20,000 |



Individual Warrant Articles

Total Individual Warrant Articles \$ 30,000

- Increase of \$15,000 - 100.00%

To provide funding for the Economic Development Committee land swap. These funds will be returned to the Town by the TIF District if approved and if development happens.



Use of Undesignated Fund Balance

Total use of Fund Balance to offset taxes \$338,000

- Decrease of \$72,000 - -17.56%



Summary of Proposed 2018 Budget

Tax Rate Impact

TO BE RAISED BY TAXES:

| <u>2017</u> | <u>2018</u> | <u>\$ Change</u> | <u>% Change</u> |
|-------------|-------------|------------------|-----------------|
| \$4,379,691 | \$4,550,808 | \$ 171,117 | 3.91% |

TAX RATE:

| <u>2017</u> | <u>2018*</u> | <u>\$ Change</u> | <u>% Change</u> |
|-------------|--------------|------------------|-----------------|
| \$ 7.09 | \$ 7.36 | \$ 0.28 | 3.91% |

*-Estimated using 2017 actual property valuation.



QUESTIONS

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