



Town of Coventry

TOWN COUNCIL BUDGET

MAY 17, 2021

***TODAY'S DECISIONS WILL DETERMINE TOMORROW'S
OPPORTUNITIES***

Proposed Budgets

2021-22 Budget	2.99%	3.95%	Changes
Revenues	<u>111,763,164</u>	<u>112,664,689</u>	<u>(901,525)</u>
Expenditures- Town	31,134,641	31,035,103	99,538
Expenditures- Town- Debt & Contingency	2,824,237	2,852,750	(28,513)
Expenditures- Town- Capital	0	500,000	(500,000)
Expenditures- School Bond Debt	2,397,463	2,397,463	
Expenditures- School	<u>75,406,823</u>	<u>75,736,373</u>	<u>(329,550)</u>
Total Expenditures	<u>111,763,164</u>	<u>112,521,689</u>	<u>(758,525)</u>
Operating Surplus/(Deficit)	0	143,000	(143,000)

Changes to the budget proposal

Department	Opt 5/12 2.99%	Opt 5/8 3.95%	Net (Decreases)	
Finance	\$ 1,388,554	\$ 1,418,539	\$ (29,985)	Insurance / Pond reclass
Human Relations	\$ 2,450,964	\$ 2,449,754	\$ 1,210	Works comp
Town Manager	\$ 473,701	\$ 420,357	\$ 53,344	Reclass J.Pond –from Finance
Legal-Solicitor	\$ 420,000	\$ 425,000	\$ (5,000)	Per request of TC
Tax Collector	\$ 495,344	\$ 295,344	\$ 200,000	Sewer bond payment
Parks & Recreation	\$ 991,405	\$ 1,072,235	\$ (80,830)	Fields & Sanitation
Library Services	\$ 1,065,062	\$ 1,076,563	\$ (50,501)	Repairs & PT decrease
Human Services	\$ 789,170	\$ 777,870	\$ 11,300	New building ops
Contingency Fund	\$ 71,900	\$ 100,413	\$ (28,513)	Difference from prior
CIP	\$ -	\$ 500,000	\$ <u>(500,000)</u>	Use COVID?
			\$ (428,975)	
Local Appropriations (MOE)	\$ 48,632,182	\$ 48,961,733	\$ <u>(329,550)</u>	Reduced Appropriation
			\$ (758,525)	

Homeowners' annual tax levy impact

2022 Tax Levy	(2020) 0%	2.99%	3.95%
Rate	18.97	19.41	19.64
AV 200k	3,794	3881	3,928
Difference	0	+87	+134
AV 300k	5,691	5822	5,892
Difference	0	+131	+201
AV 400k	7,588	7,762	7,856
Difference	0	+174	+268

10 year projections - budget assumptions

Revenues

- ❖ Property tax levy increase of 3% each year (69% of revenue base)
- ❖ Other revenues increase of 2% each year

Expenses

- ❖ Coventry Public Schools appropriation increase of 3.3% each year
- ❖ Town municipal appropriation increase of 3% each year

In either case, the projections show a sustainable and balanced budget structure for ten years without deficits based on these assumptions. With more revenues, there is more capacity for funding capital projects, incurring debt and responding to unanticipated emergency needs.

FY22 Budget scenario with 3.95% tax levy

FYE	Town Appropriation	% change	Schools Appropriation	% change	School State and Other	Total Appropriation	% change	Surplus (Deficit)
2018	33,139,131		44,224,450		24,863,874	102,227,455		-
2019	33,460,779	1.51%	45,960,115	3.90%	24,513,367	103,934,261	1.67%	
2020	34,743,389	3.89%	47,078,589	2.43%	26,328,108	108,150,086	4.06%	-
2021	34,736,617	0.12%	47,078,589	0	25,407,003	107,222,209	(.86%)	-
2022	36,356,341	5.64%	48,632,182	3.30%	26,774,641	111,763,164	4.24%	692,242
2023	36,168,685	3.00%	50,237,044	3.30%	27,042,387	113,448,117	1.50%	1,631,823
2024	36,706,505	3.00%	51,894,866	3.30%	27,312,811	115,914,182	2.14%	1,877,118
2025	37,671,206	3.00%	53,607,397	3.30%	27,585,939	118,864,543	2.50%	1,711,871
2026	38,620,682	3.00%	55,376,441	3.30%	27,861,799	121,858,922	2.48%	1,578,487
2027	39,634,012	3.00%	57,203,864	3.30%	28,140,417	124,978,293	2.53%	1,398,190
2028	40,281,864	3.00%	59,091,591	3.30%	28,421,821	127,795,276	2.23%	1,600,616
2029	41,363,870	3.00%	61,041,614	3.30%	28,706,039	131,111,523	2.56%	1,386,442
2030	42,266,151	3.00%	63,055,987	3.30%	28,993,100	134,315,238	2.42%	1,369,859
2031	43,546,136	3.00%	65,136,835	3.30%	29,283,031	137,966,002	2.69%	993,750

FY22 Budget scenario with 2.99% tax levy

FYE	Town Appropriation	% change	Schools Appropriation	% change	School State and Other	Total Appropriation	% change	Surplus (Deficit)
2018	33,139,131		44,224,450		24,863,874	102,227,455		-
2019	33,460,779	1.51%	45,960,115	3.90%	24,513,367	103,934,261	1.67%	
2020	34,743,389	3.89%	47,078,589	2.43%	26,328,108	108,150,086	4.06%	-
2021	34,736,617	0.12%	47,078,589	0	25,407,003	107,222,209	(.86%)	-
2022	36,356,341	5.64%	48,632,182	3.30%	26,774,641	111,763,164	4.24%	-
2023	36,168,685	3.00%	50,237,044	3.30%	27,042,387	113,448,117	1.51%	922,379
2024	36,706,505	3.00%	51,894,866	3.30%	27,312,811	115,914,182	2.16%	1,146,391
2025	37,671,206	3.00%	53,607,397	3.30%	27,585,939	118,864,543	2.52%	959,221
2026	38,620,682	3.00%	55,376,441	3.30%	27,861,799	121,858,922	2.50%	803,259
2027	39,634,012	3.00%	57,203,864	3.30%	28,140,417	124,978,293	2.54%	599,705
2028	40,281,864	3.00%	59,091,591	3.30%	28,421,821	127,795,276	2.24%	778,176
2029	41,363,870	3.00%	61,041,614	3.30%	28,706,039	131,111,523	2.58%	539,329
2030	42,266,151	3.00%	63,055,987	3.30%	28,993,100	134,315,238	2.43%	497,332
2031	43,546,136	3.00%	65,136,835	3.30%	29,283,031	137,966,002	2.71%	95,047

*FY22 PROPOSED 2.99% TAX LEVY

**FY 2023 THROUGH FY 2031 ASSUMES A 3% TAX LEVY

External factors

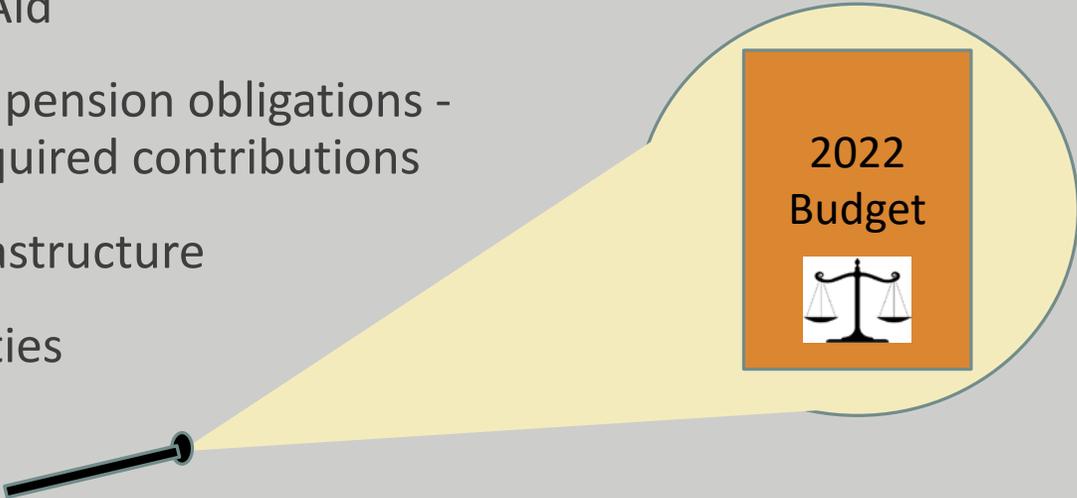
Growing liabilities

Minimum Required Maintenance
2.5% of School budget -State
Housing Aid

Unfunded pension obligations -
annual required contributions

Aging infrastructure

New facilities



Resources

COVID/STIMULUS

New fees

New programs

Changes in State/Federal aid

Policy decisions

	Prior Yr		Levy 2.99%	Levy 3.5%	Levy 3.95%
School Local Appropriations	47,078,589		48,632,182	48,726,340	48,961,733
State & Other Aid	<u>25,407,003</u>		<u>26,774,640</u>	<u>26,774,640</u>	<u>26,774,640</u>
Total School Expenditures	72,485,592	A	75,406,822	75,500,980	75,736,373
Increase % from Prior Year			4.03%	4.16%	4.48%
Local Appropriation %			3.30%	3.50%	4.00%
Municipal Expenditures	32,246,317		33,958,878	34,227,962	34,387,853
School Bond Debt-pd by Town	<u>2,490,300</u>		<u>2,397,463</u>	<u>2,397,463</u>	<u>2,397,463</u>
Total Municipal Expenditures	34,736,617	B	36,356,341	36,625,425	36,785,316
Increase % from Prior Year			4.66%	5.44%	5.90%
TOTAL TOWN BUDGET (A+B)	107,222,209	A+B	<u>111,763,164</u>	<u>112,126,405</u>	<u>112,521,689</u>