

TOWN OF Brownsburg

2017 BUDGET PRESENTATION



Photo courtesy of Kramer Companies



Photo courtesy of Kramer Companies

Town Mission Statement...to foster a family environment, promote new and existing business development, create a stable property tax structure and provide a variety of educational, employment, and recreational opportunities

- ⦿ Overview of 2017 Budget
- ⦿ Overview of the Major Funds
- ⦿ Summary of Significant Changes
- ⦿ FY2018 Issues for Council Input

Overview of 2017 Budget



REVIEW OF 2014-2018 STRATEGIC PLAN

- 1. Focused Community Development** - Preserve a sustainable and affordable quality of life while protecting the environment through proper planning and development of open space.
- 2. Improved Community Image** - Create an improved aesthetic appearance of the Town in order to foster resident pride and regard for self and Town as well as to create an attractive locale for prospective investments in the form of new businesses and residents.
- 3. Proactive Economic Development and Marketing** - Foster an environment that makes the Town of Brownsburg an attractive location for quality, living-wage paying jobs and growth industry and business.
- 4. Environmental Sustainability** - Assess and implement best practices that will respect the environment and minimize the long-term impact on the community's natural resources.
- 5. Fiscally Sound Administration and Financial Management** - Ensure stringent accountability to Town Council, residents, and other stakeholders through sound decision-making and proper financial methods.
- 6. Modernized and Planned Infrastructure** - Improve and maintain existing infrastructure to leverage opportunities for new infrastructure that will ensure the Town is prepared for the future needs of its residents.
- 7. Enhanced Public Safety** - Proactively safeguard our community as our family by providing principled police services.
- 8. Excellent Quality of Life** - Foster an excellent quality of life that makes Brownsburg a community of choice that is a desirable and attractive place to live and do business.
- 9. Government Effectiveness and Transparency** - Cultivate government effectiveness and transparency that will build the public's trust and enhance the resident's experience with Town staff and facilities.

OVERVIEW OF 2017 BUDGET

Growth Trends & Associated Impact 2012-2017

Summary of Growth Trends & Impact of Growth on the General Fund

Budget Impact	2012	2013	2014	2015	2016	2017 Projected	Average % Change	Total % Impact Since 2012
Adopted General Fund Budget *	\$ 7,840,139	\$ 7,690,918	\$ 8,237,362	\$ 8,841,552	\$ 9,180,625	\$ 9,506,642		
General Fund Change %		-1.9%	7.1%	7.3%	3.8%	3.6%	4.0%	21.3%
Assessed Value/Development Impact							Average % Change	Total % Impact Since 2012
Town Assessed Value (AV)	\$904,394,354	\$1,006,255,220	\$1,054,976,670	\$ 1,116,303,889	\$ 1,220,811,248	\$ 1,247,830,248		
AV Change %		11.3%	4.8%	5.8%	9.4%	2.2%	6.7%	38.0%
Population Impact							Population Change Since 2010	
The Town population according to the 2010 Census was 21,285, in 2013 the Census estimated 23,160 and then estimated 24,996 in 2015. Based on these recent trends, the Town estimates a population of 26,500 by end of 2017.								24.5%
Inflation Impact							Inflation Impact Since 2012	
According to the Bureau of Labor Statistics CPI Inflation Calculator, \$1.00 in 2016 had the same buying power as 0.95 in 2012. ** For example, using the calculator the 2012 budget would need to be \$8,217,575 in 2016 to have the same buying it had at \$7,840,139 in 2012.								4.8%
Square Mileage Impact							Sq Mileage Impact Since 2012	
								7.0%
NOTES:								
* Actual disbursements may be less than the amount adopted. Increasing or stable fund balances reflect this fact.								
** Source: http://www.bls.gov/data/inflation_calculator.htm or http://www.usinflationcalculator.com/								

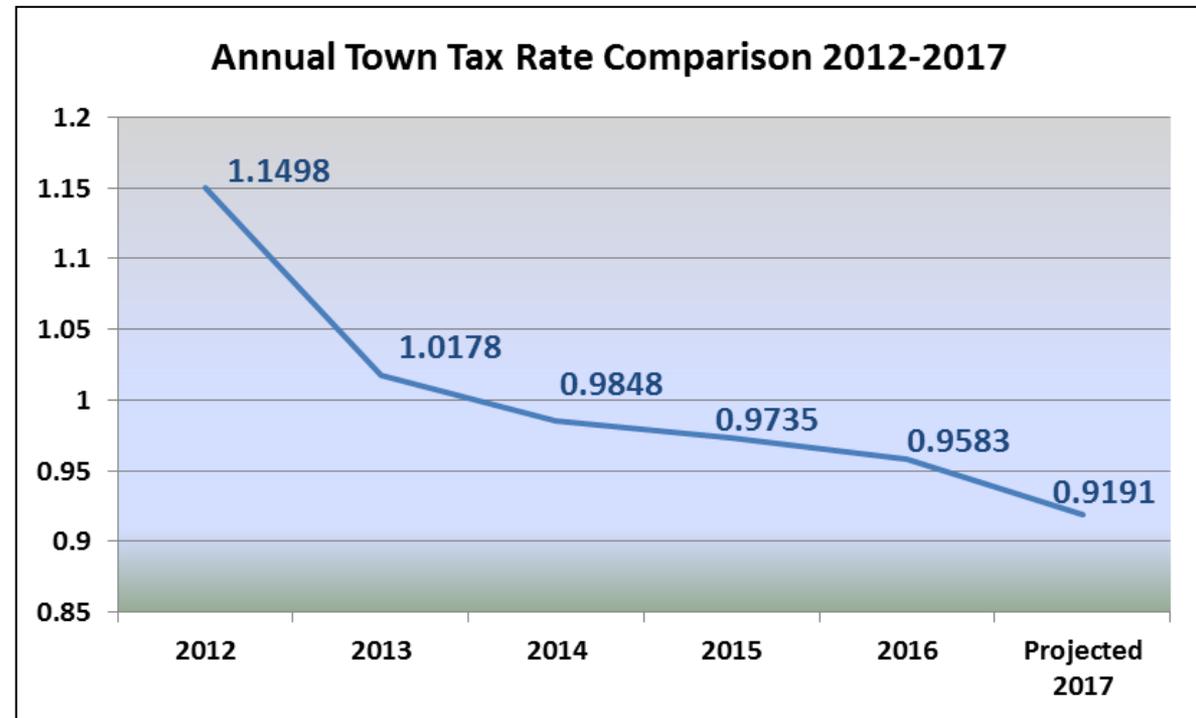
OVERVIEW OF 2017 BUDGET

Fund	Budget Description	Adopted 2016	Proposed 2017	% Change 16 to 17	Amount Change
FUNDS THAT SUPPORT TOWN OPERATIONS					
101	General Fund Budget	\$ 9,180,625	\$ 9,506,642	3.55%	\$ 326,017
201	MVH Fund Budget	\$ 2,230,213	\$ 2,047,591	-8.19%	\$ (182,622)
202	Street LR&S	\$ 300,000	\$ 300,000	0.00%	\$ -
211	Parks Non-Reverting	\$ 1,163,630	\$ 614,461	-47.19%	\$ (549,169)
214	Parks BASE Non-Reverting	\$ -	\$ 732,581	N/A	\$ 732,581
703	Police Pension	\$ 314,539	\$ 262,500	-16.54%	\$ (52,039)
SELECTED SPECIAL REVENUE FUNDS					
257	LOIT Special Distribution 257	\$ -	\$ 2,750,000	N/A	\$ 2,750,000
212	Park Impact Fee	\$ 636,000	\$ 716,000	12.58%	\$ 80,000
204	Parks Capital Improvement	\$ 8,720	\$ -	-100.00%	\$ (8,720)
213	Police Investigations	\$ 10,000	\$ 10,000	0.00%	\$ -
231	Police Gift	\$ -	\$ 24,800	N/A	\$ 24,800
233	Police LECF	\$ 30,000	\$ 30,000	0.00%	\$ -
236	Clerks Record Perpetuation	\$ 4,040	\$ 4,040	0.00%	\$ -
242	RDC Fund Budget	\$ 5,753,006	\$ 4,908,977	-14.67%	\$ (844,029)
806	Special Revenue Tax Fund--Wynne Farms	\$ 184,343	\$ 183,243	-0.60%	\$ (1,100)
280	Food & Beverage	\$ 1,349,922	\$ 882,554	-34.62%	\$ (467,368)
803	Riverboat Fund Budget	\$ 200,000	\$ 100,000	-50.00%	\$ (100,000)
804	Rainy Day Fund Budget	\$ 303,000	\$ 1,553,000	412.54%	\$ 1,250,000

OVERVIEW OF 2017 BUDGET

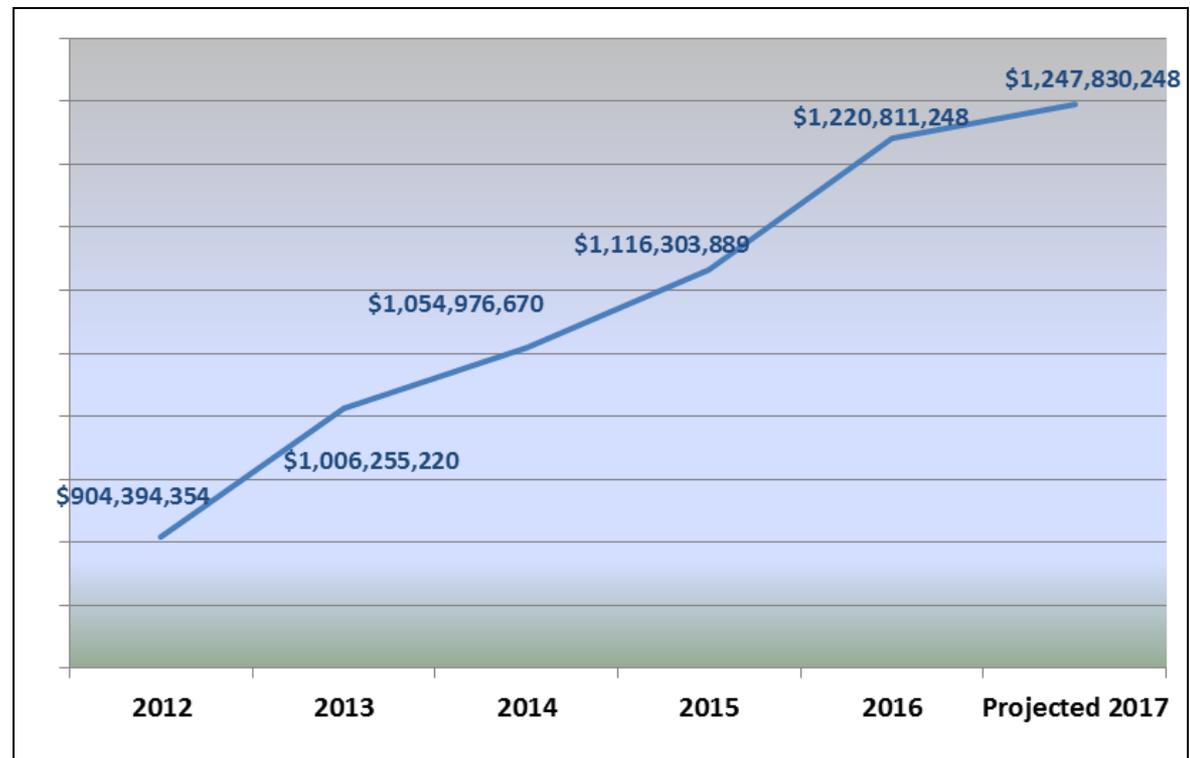
Fund	Budget Description	Adopted 2016	Proposed 2017	% Change 16 to 17	Amount Change
CAPITAL PROJECTS FUNDS					
401	CCI Fund Budget	\$ 35,000	\$ 187,000	434.29%	\$ 152,000
402	CCD Fund Budget	\$ 452,906	\$ 439,984	-2.85%	\$ (12,922)
444	EDIT Fund Budget	\$ 4,006,713	\$ 1,623,120	-59.49%	\$ (2,383,593)
DEBT SERVICE FUNDS					
318	Building Debt Fund Budget	\$ 1,513,500	\$ 1,527,500	0.93%	\$ 14,000
	General Obligation Bond 2015	\$ -	\$ 227,050	N/A	\$ 227,050
ENTERPRISE FUNDS					
601	Water Fund Budget	\$ 4,018,924	\$ 4,098,677	1.98%	\$ 79,753
605	Storm Water Fund Budget	\$ 2,859,476	\$ 1,701,926	-40.48%	\$ (1,157,550)
606	Wastewater Fund Budget	\$ 6,823,331	\$ 4,337,118	-36.44%	\$ (2,486,213)
609	WW Construction	\$ -	\$ -	N/A	\$ -
FUNDS THAT SUPPORT FIRE PROTECTION SERVICES					
177	Fire Territory Budget	\$ 9,100,000	\$ 9,433,324	3.66%	\$ 333,324
277	Fire Service Fee Fund	\$ 10,000	\$ 15,000	50.00%	\$ 5,000
377	BFT Equipment Replacement	\$ 492,850	\$ 681,890	38.36%	\$ 189,040
477	Fire Territory Grant Fund	\$ 1,500	\$ 1,500	0.00%	\$ -
777	Fire Territory Gift Fund	\$ 13,600	\$ 20,100	47.79%	\$ 6,500
	Special Fire Services General	\$ -	\$ -	N/A	\$ -
	TOTALS	\$ 50,995,839	\$ 48,920,578	-4.07%	\$ (2,075,261)

OVERVIEW OF 2017 BUDGET

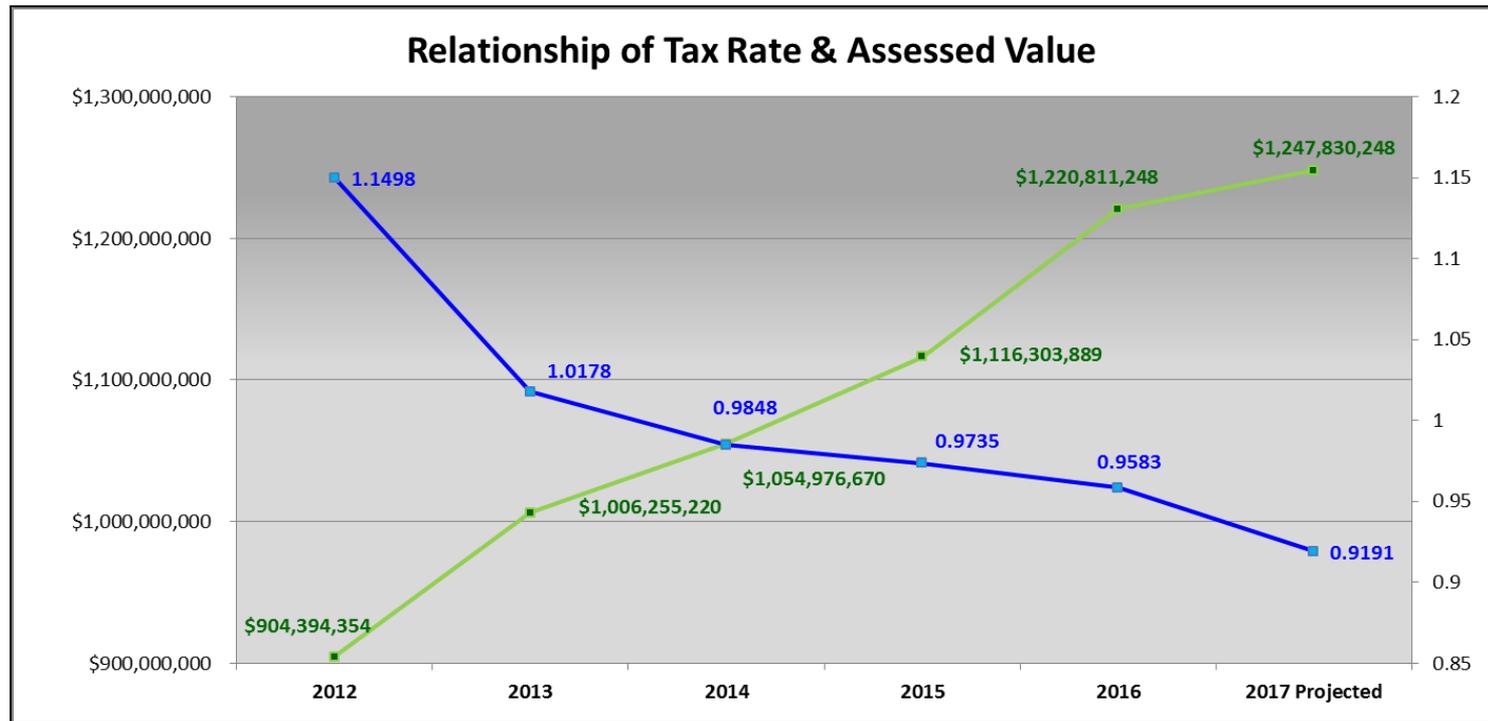


OVERVIEW OF 2017 BUDGET

Town Assessed Value Comparison 2012-2017



OVERVIEW OF 2017 BUDGET



OVERVIEW OF 2017 BUDGET

Property Tax Rate History and 2017 Projection

	2012	2013	2014	2015	2016	Projected 2017
Corp General	0.4407	0.4433	0.4307	0.4138	0.3979	0.4038
Corp MVH	0.0592	0.0238	0.0411	0.0403	0.0409	0.0415
Building Debt	0.2628	0.1656	0.1406	0.1466	0.1415	0.0854
New Gen Obligation Bond					0.0178	0.0198
Corp CCD	0.0491	0.0443	0.0428	0.0423	0.0417	0.0417
Fire Territory	0.3064	0.3083	0.2975	0.2983	0.2862	0.2936
Fire Territory Equip	0.0316	0.0325	0.0321	0.0322	0.0323	0.0333
TOTALS	1.1498	1.0178	0.9848	0.9735	0.9583	0.9191
Change		-11.48%	-3.24%	-1.15%	-1.56%	-4.09%

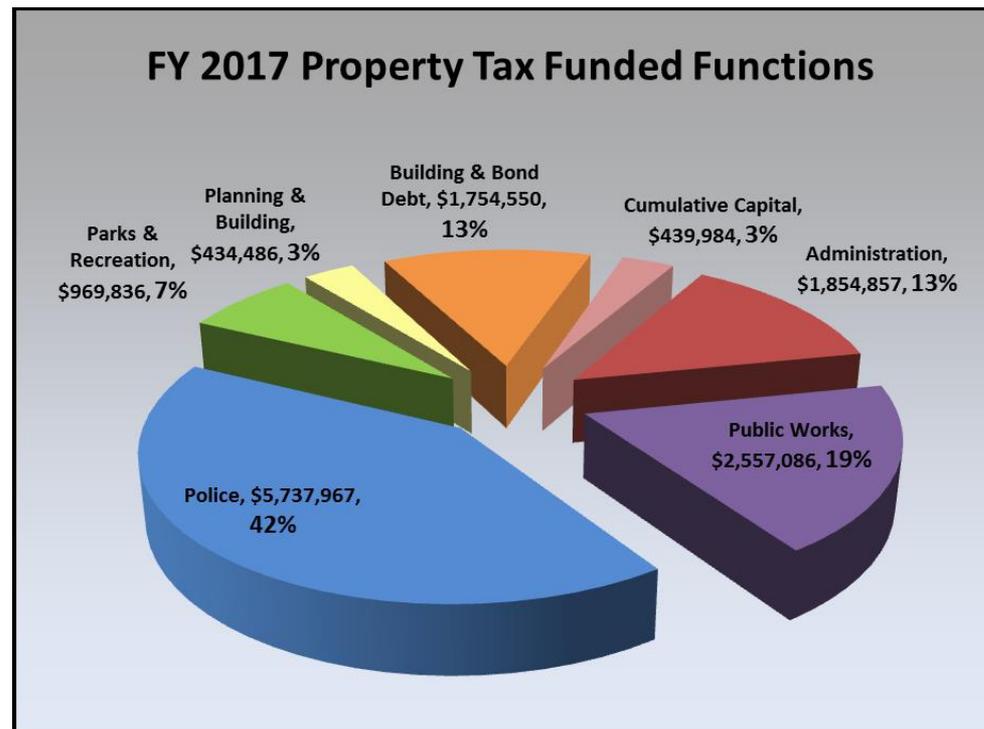
Property Tax Rate History and 2017 Projection--with Proposed GO Bond #2 for WWTP Project

	2012	2013	2014	2015	2016	Projected 2017
Corp General	0.4407	0.4433	0.4307	0.4138	0.3979	0.4038
Corp MVH	0.0592	0.0238	0.0411	0.0403	0.0409	0.0415
Building Debt	0.2628	0.1656	0.1406	0.1466	0.1415	0.0854
New Gen Obligation Bond					0.0178	0.0198
New Gen Obligation Bond #2						0.0200
Corp CCD	0.0491	0.0443	0.0428	0.0423	0.0417	0.0417
Fire Territory	0.3064	0.3083	0.2975	0.2983	0.2862	0.2936
Fire Territory Equip	0.0316	0.0325	0.0321	0.0322	0.0323	0.0333
TOTALS	1.1498	1.0178	0.9848	0.9735	0.9583	0.9391
Change		-11.48%	-3.24%	-1.15%	-1.56%	-2.00%

The proposed \$2M GO Bond would reduce the monthly bill by the end of all five phases (see table on slide 40 "Total Impact After All Phases") by an estimated \$1.26, or 5.6%.

OVERVIEW OF 2017 BUDGET

Operations Funded by Property Tax – The portion of the budget derived by property tax revenue includes the General Fund, Motor Vehicle Highway (MVH) Fund, Building Debt Fund, General Obligation Bond of 2015, and the Cumulative Capital Development (CCD) Fund. Approximately 23% of the annual property tax paid by a homeowner goes to the Town of Brownsburg to fund these five funds.

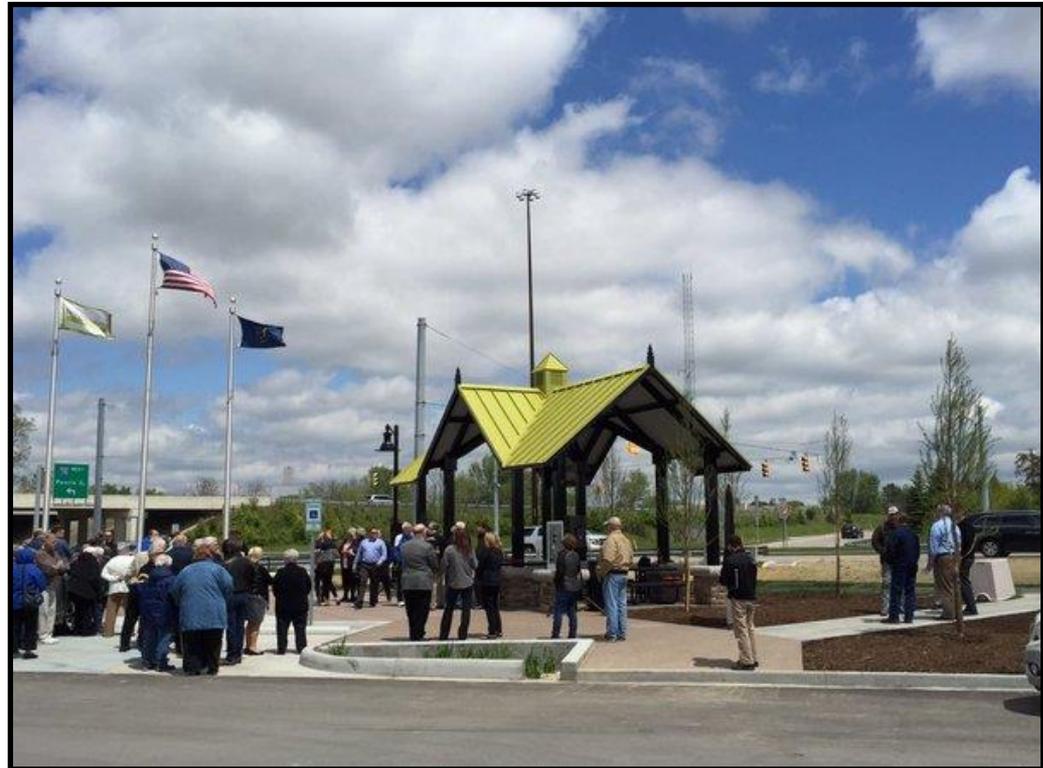


OVERVIEW OF 2017 BUDGET

2017 Town Budget Funded by Property Taxes

Fund	Budget Description	Proposed 2017 Budget
101	General Fund Budget	\$ 9,506,642
201	MVH Fund Budget	\$ 2,047,591
318	Building Debt Fund Budget	\$ 1,527,500
	General Obligation Bond 2015	\$ 227,050
402	CCD Fund Budget	\$ 439,984
	TOTAL	\$ 13,748,767

Overview of the Major Funds

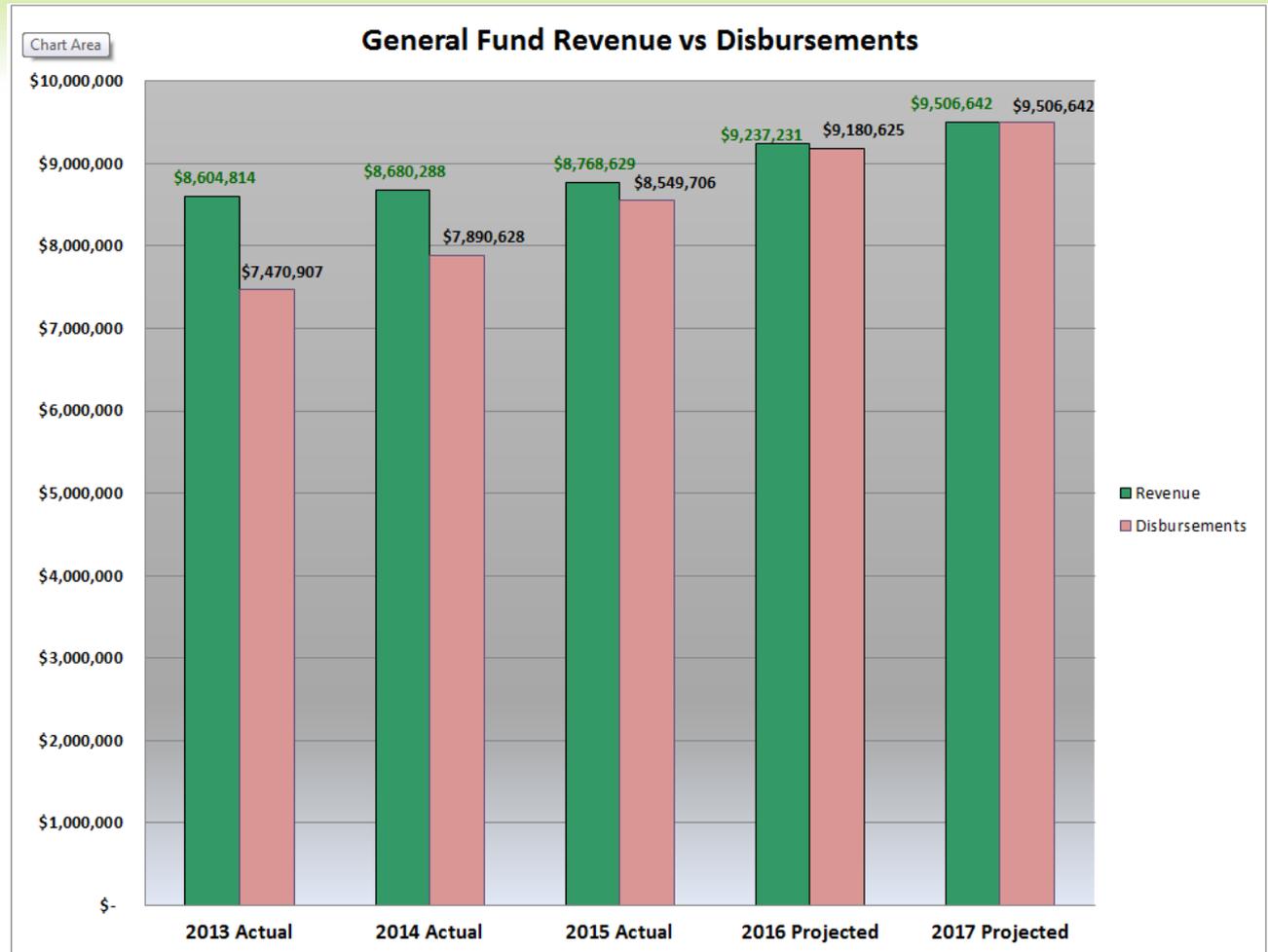


GENERAL FUND BUDGET OVERVIEW

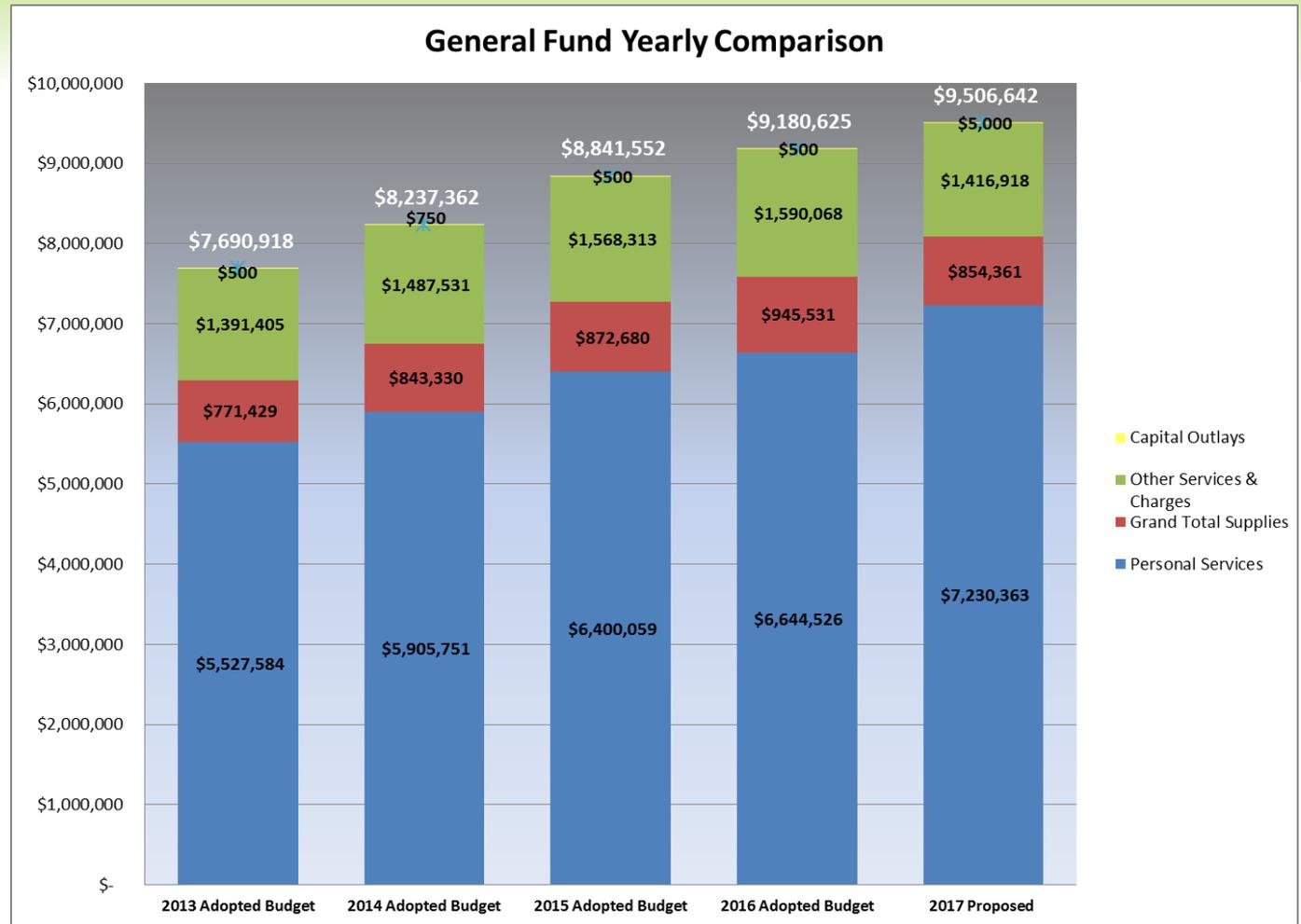
Fund	Budget Description	Adopted 2016	Proposed 2017	% Change 16 to 17	Amount Change
101	General Fund Budget	\$ 9,180,625	\$ 9,506,642	3.55%	\$ 326,017

- ⊙ End of year 2016 (EOY) fund balance projected at \$4,525,345, or 49% (ending cash/total operating disbursements)
- ⊙ The main changes to the General Fund are:
 - ⊙ \$63,410 increase for 1.5% COLA
 - ⊙ \$62,736 increase for 2% merit pool
 - ⊙ \$21,249 increase for time in service pay (this is cyclical based on date of hire)
 - ⊙ \$167,525 increase for employee health insurance
 - ⊙ \$126,520 increase for workers compensation, much of which is reallocation from utility funds
 - ⊙ Additional increase was noted as a result of continued reallocation of salaries and benefits from the utility funds back to the general fund
 - ⊙ A decrease in supplies totaling \$91,170 is also proposed

GENERAL FUND BUDGET OVERVIEW



GENERAL FUND BUDGET OVERVIEW



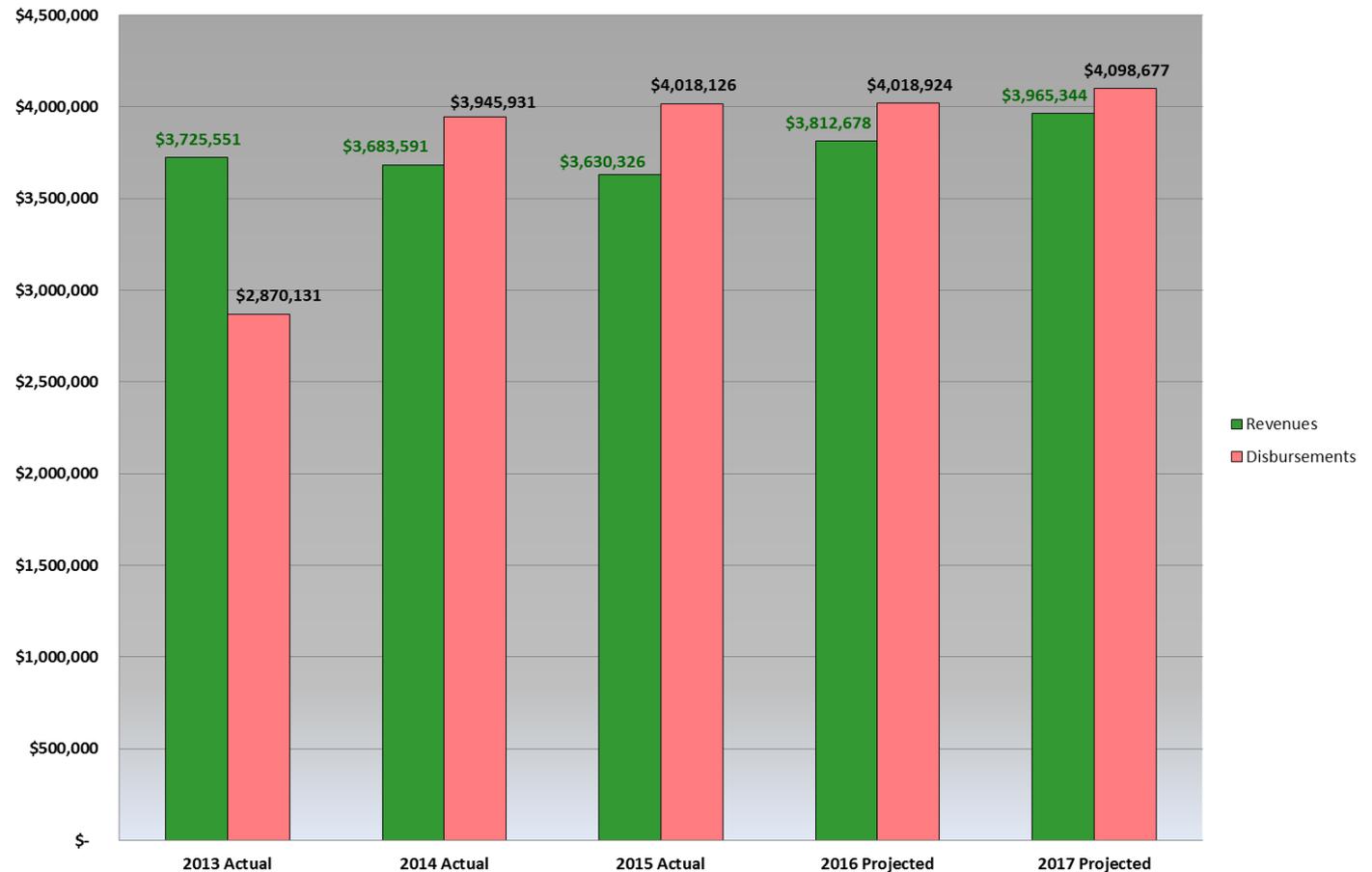
WATER FUND BUDGET OVERVIEW

Fund	Budget Description	Adopted 2016	Proposed 2017	% Change 16 to 17	Amount Change
601	Water Fund Budget	\$ 4,018,924	\$ 4,098,677	1.98%	\$ 79,753

- ⊙ EOY FY2016 fund balance is projected at \$1,992,836, or 47.21% (ending cash/total operating disbursements)
- ⊙ The main changes to the Water Fund are:
 - ⊙ \$58,548 increase for employee health insurance
 - ⊙ \$65,000 increase for new truck purchase
 - ⊙ \$50,000 increase for water purchase for resale
 - ⊙ \$145,460 increase for debt service (2003, 2011A and 2012B bonds)
 - ⊙ \$225,000 decrease in capital (water loop project completion)
 - ⊙ \$146,890 decrease for insurance, in part due to reallocation to general fund

WATER FUND BUDGET OVERVIEW

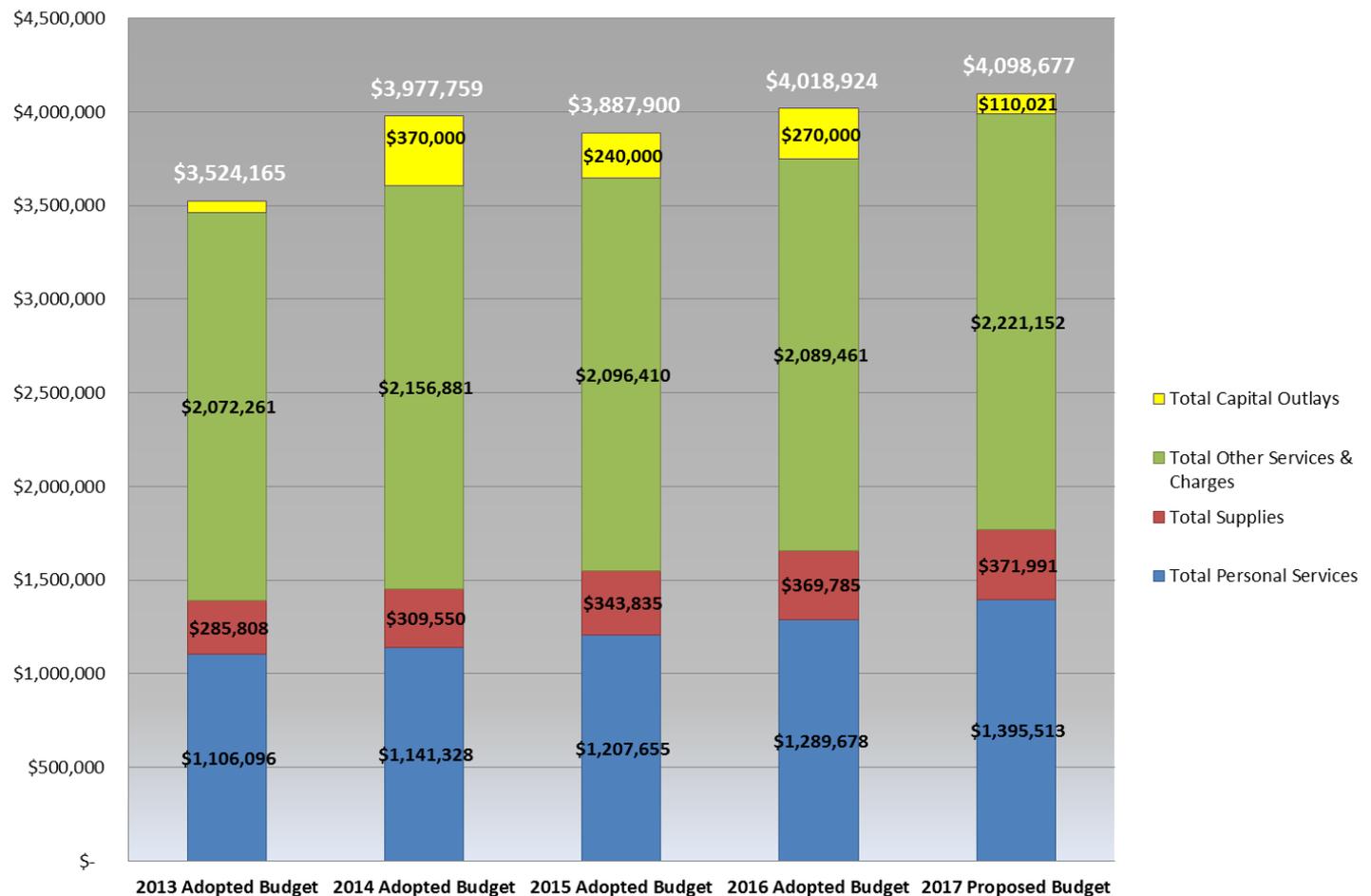
Water Operating Revenue vs Disbursements



WATER FUND BUDGET OVERVIEW



Water Fund Yearly Comparison



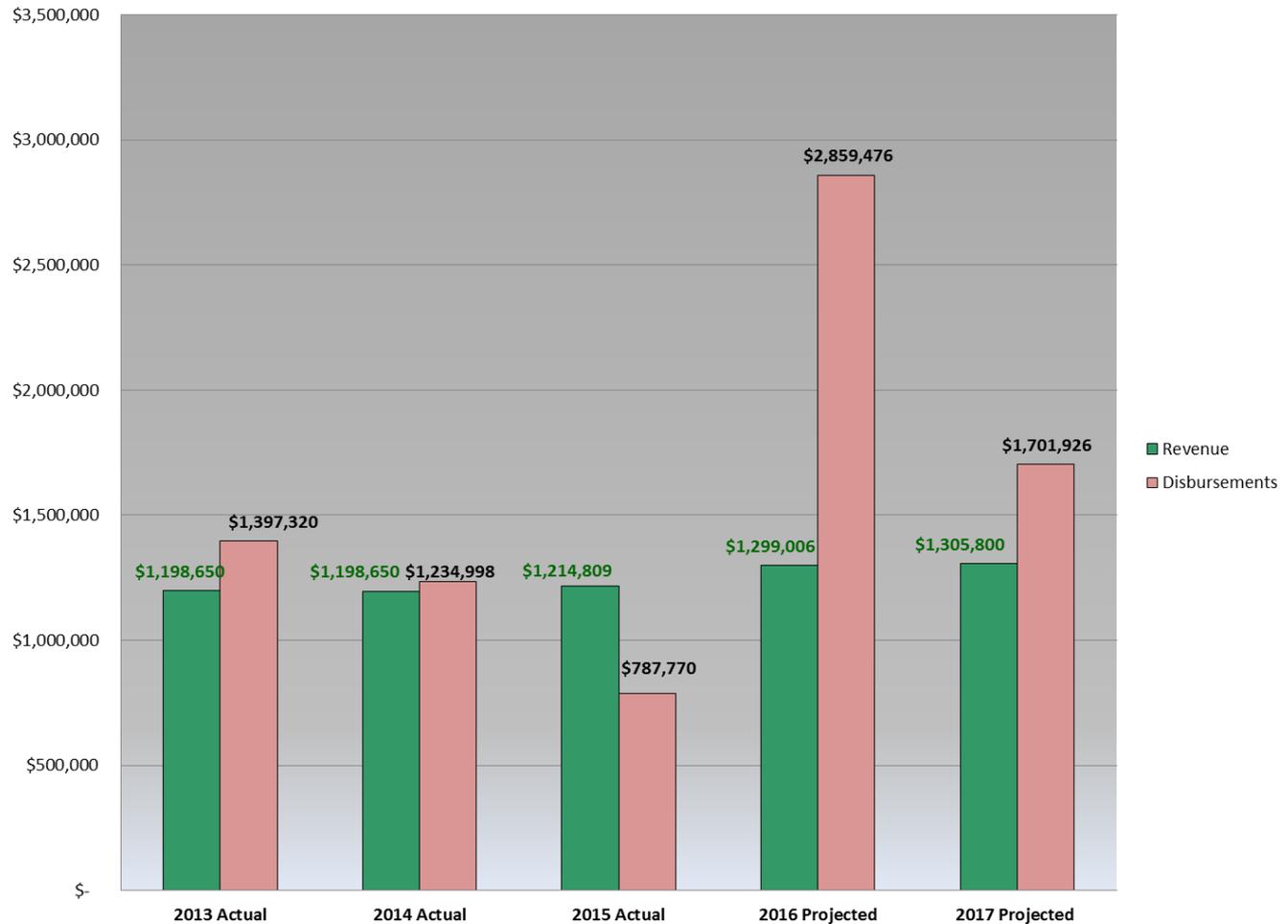
STORMWATER FUND BUDGET OVERVIEW

Fund	Budget Description	Adopted 2016	Proposed 2017	% Change 16 to 17	Amount Change
605	Storm Water Fund Budget	\$ 2,859,476	\$ 1,701,926	-40.48%	\$ (1,157,550)

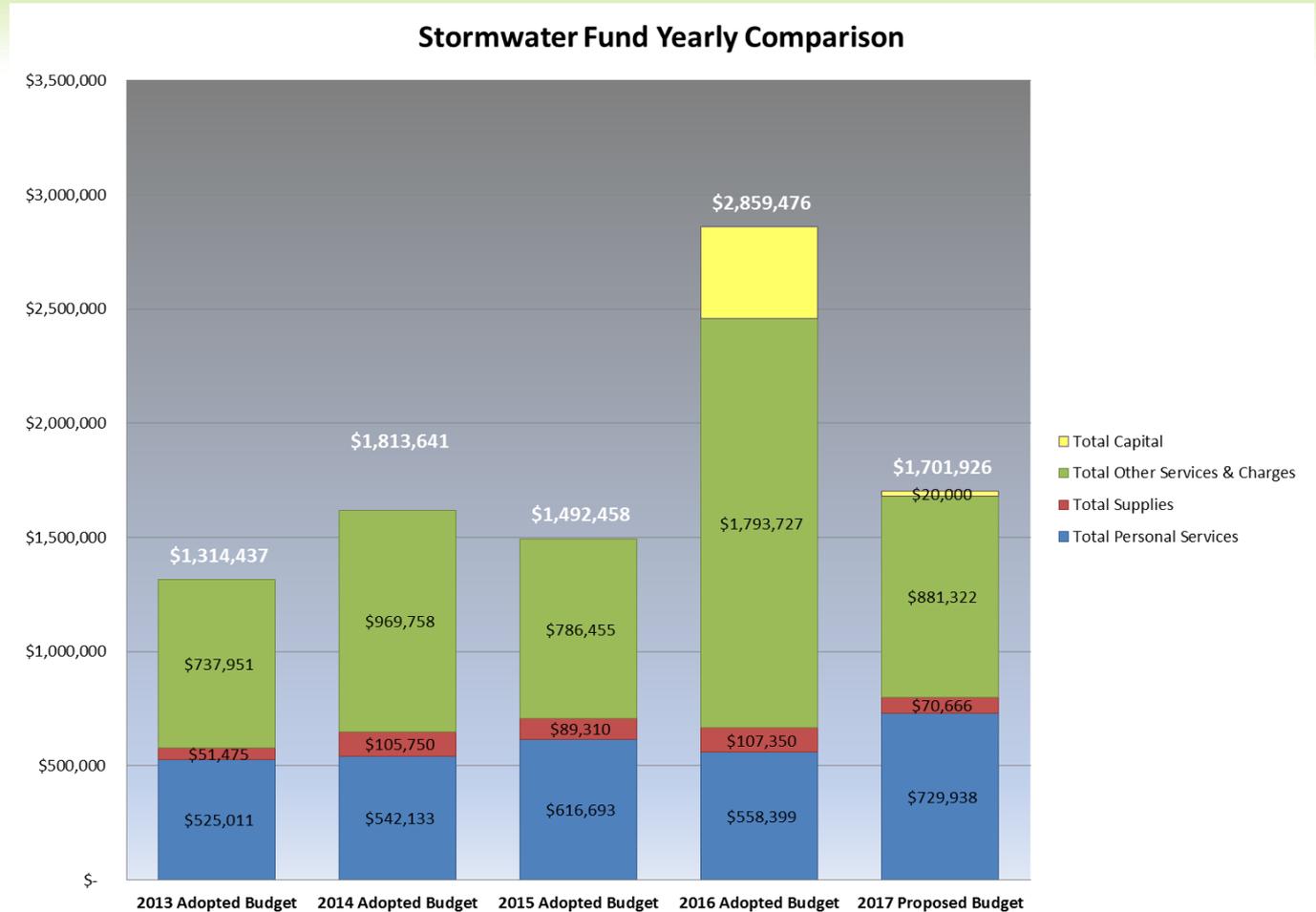
- ⊙ EOY FY2016 fund balance projected at \$1,205,417, or 42.66% (ending cash/total operating disbursements)
- ⊙ The main changes to the Stormwater Fund are:
 - ⊙ \$35,000 increase for stormwater technician
 - ⊙ \$50,712 increase employee health insurance
 - ⊙ \$38,684 decrease in supplies
 - ⊙ \$35,240 decrease in debt service
 - ⊙ \$869,300 decrease in consulting fees (FY2016 budget includes design for regional stormwater detention)
 - ⊙ \$380,000 decrease in capital (completion of Seumin Street/White Lick Creek bank stabilization in FY2016)

STORMWATER FUND BUDGET OVERVIEW

Stormwater Fund Revenue vs Disbursements



STORMWATER FUND BUDGET OVERVIEW



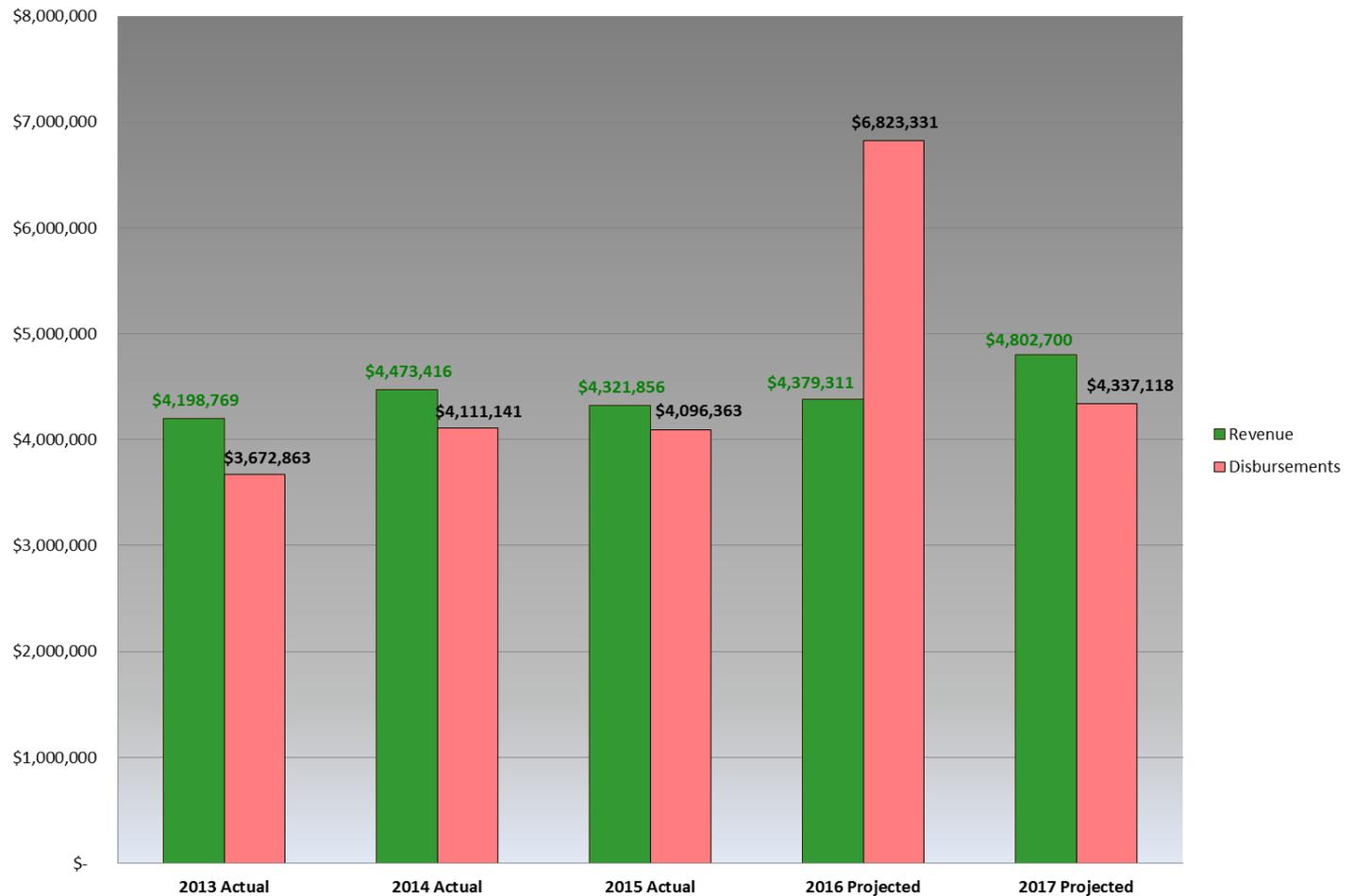
WASTEWATER FUND BUDGET OVERVIEW

Fund	Budget Description	Adopted 2016	Proposed 2017	% Change 16 to 17	Amount Change
606	Wastewater Fund Budget	\$ 6,823,331	\$ 4,337,118	-36.44%	\$ (2,486,213)

- ⊙ EOY FY2016 fund balance projected at \$1,452,466, or 21.29% (ending cash/total operating disbursements)
- ⊙ The main changes to the Wastewater Fund are:
 - ⊙ \$232,596 decrease in personal services, primarily due to reallocation to the General Fund
 - ⊙ \$1,570,651 decrease in engineering fees (plant expansion design in FY2016)
 - ⊙ \$302,300 decrease for lift station repairs/East Plant improvements completed
 - ⊙ \$155,519 decrease in insurance costs due in part to reallocation to General Fund

WASTE WATER FUND BUDGET OVERVIEW

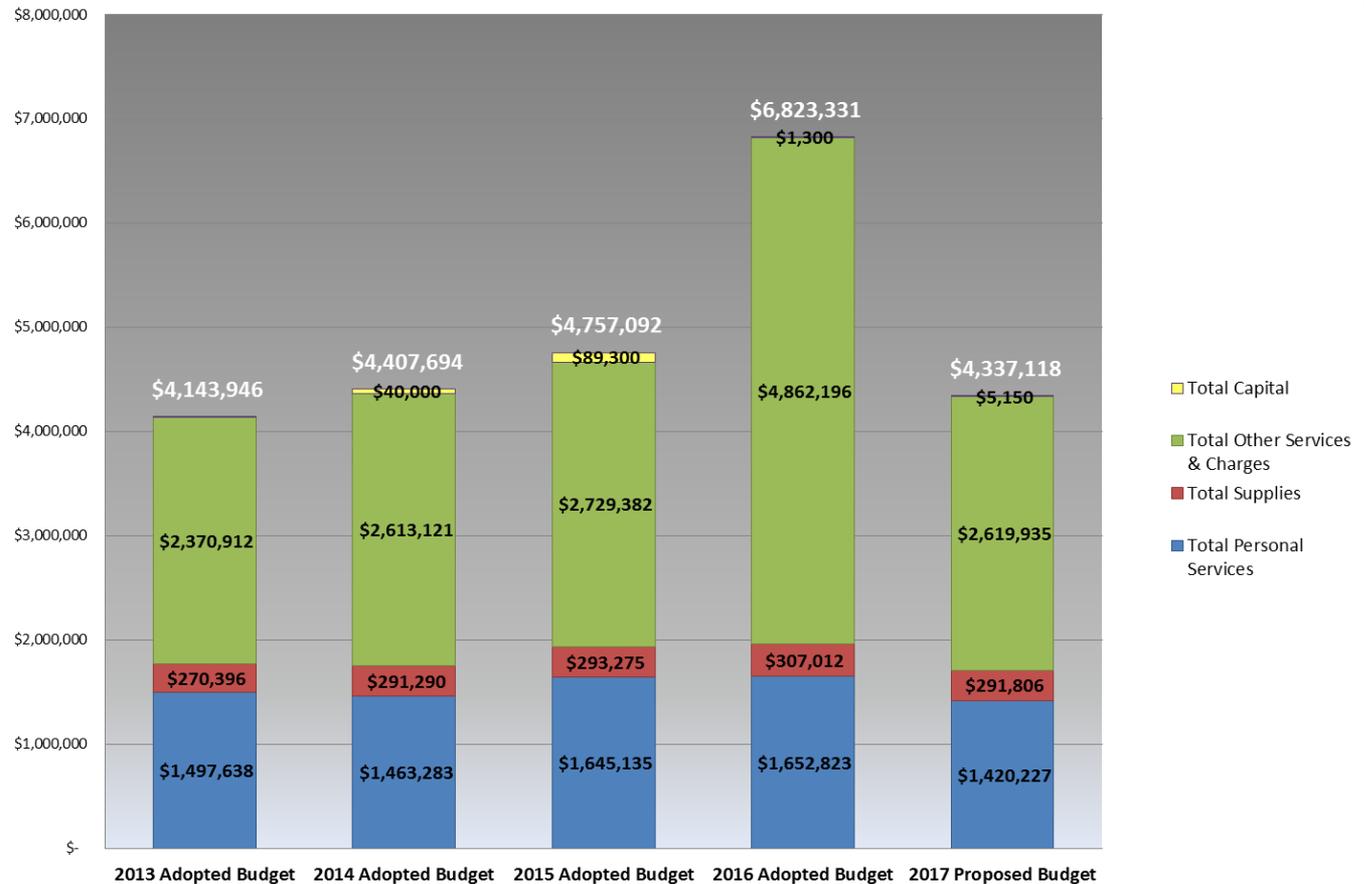
Wastewater Fund Revenue vs Disbursements



WASTE WATER FUND BUDGET OVERVIEW



Wastewater Fund Yearly Comparison



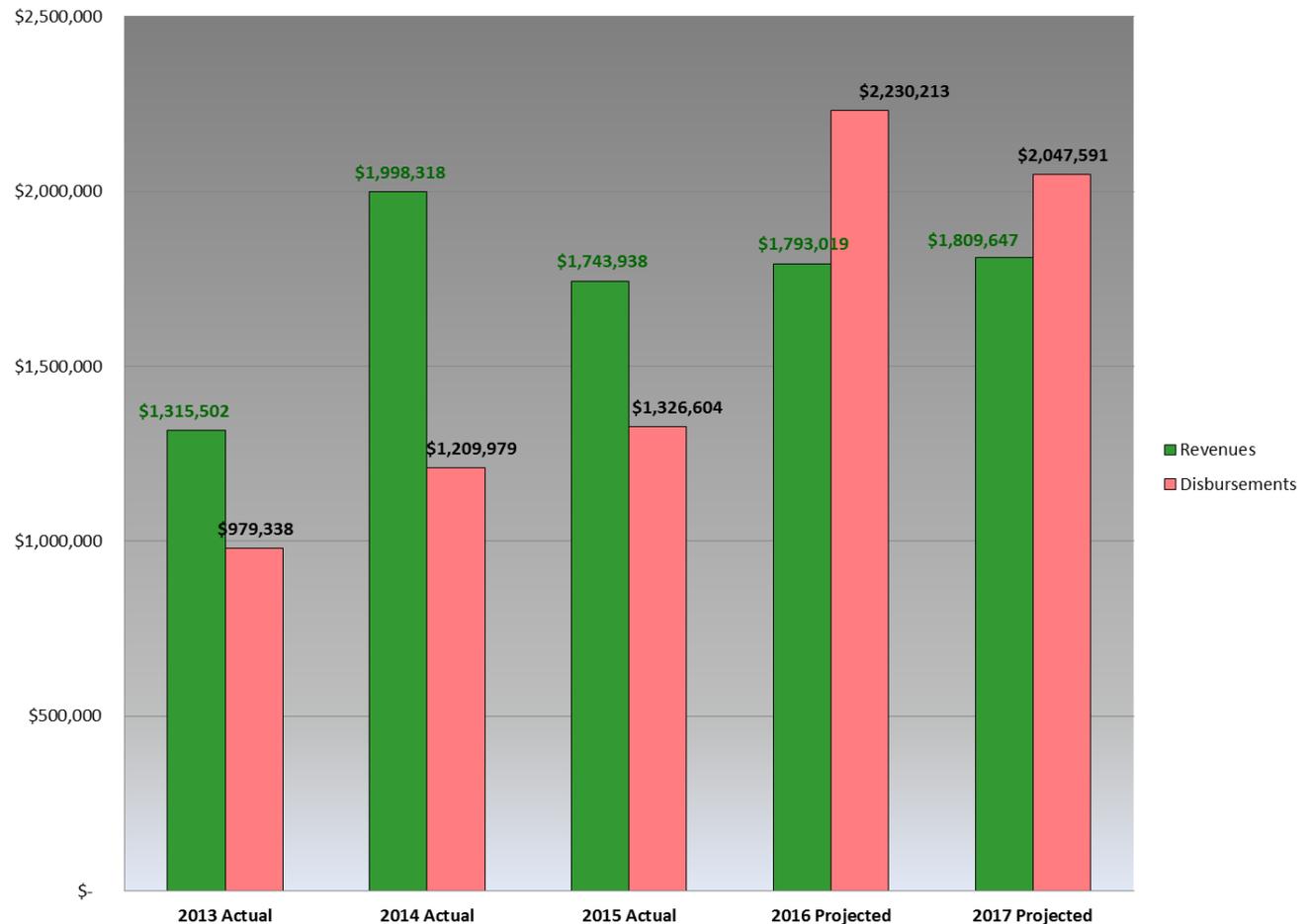
MVH FUND BUDGET OVERVIEW

Fund	Budget Description	Adopted 2016	Proposed 2017	% Change 16 to 17	Amount Change
201	MVH Fund Budget	\$ 2,230,213	\$ 2,047,591	-8.19%	\$ (182,622)

- ⊙ EOY 2016 fund balance projection is \$2,001,778, or 89.76% (ending cash/total operating disbursements)
- ⊙ The main changes to the Motor Vehicle Highway (MVH) Fund are:
 - ⊙ \$106,191 increase in personal services, including \$51,178 for labor part of which is new street laborer position and \$24,533 for employee health insurance
 - ⊙ \$437,000 reduction in capital as funds for Cardinal Property Improvements (extension of Thornburg Parkway) in 2016 budget
 - ⊙ \$200,000 increase for resurfacing (some reduction in other funds)

MVH FUND BUDGET OVERVIEW

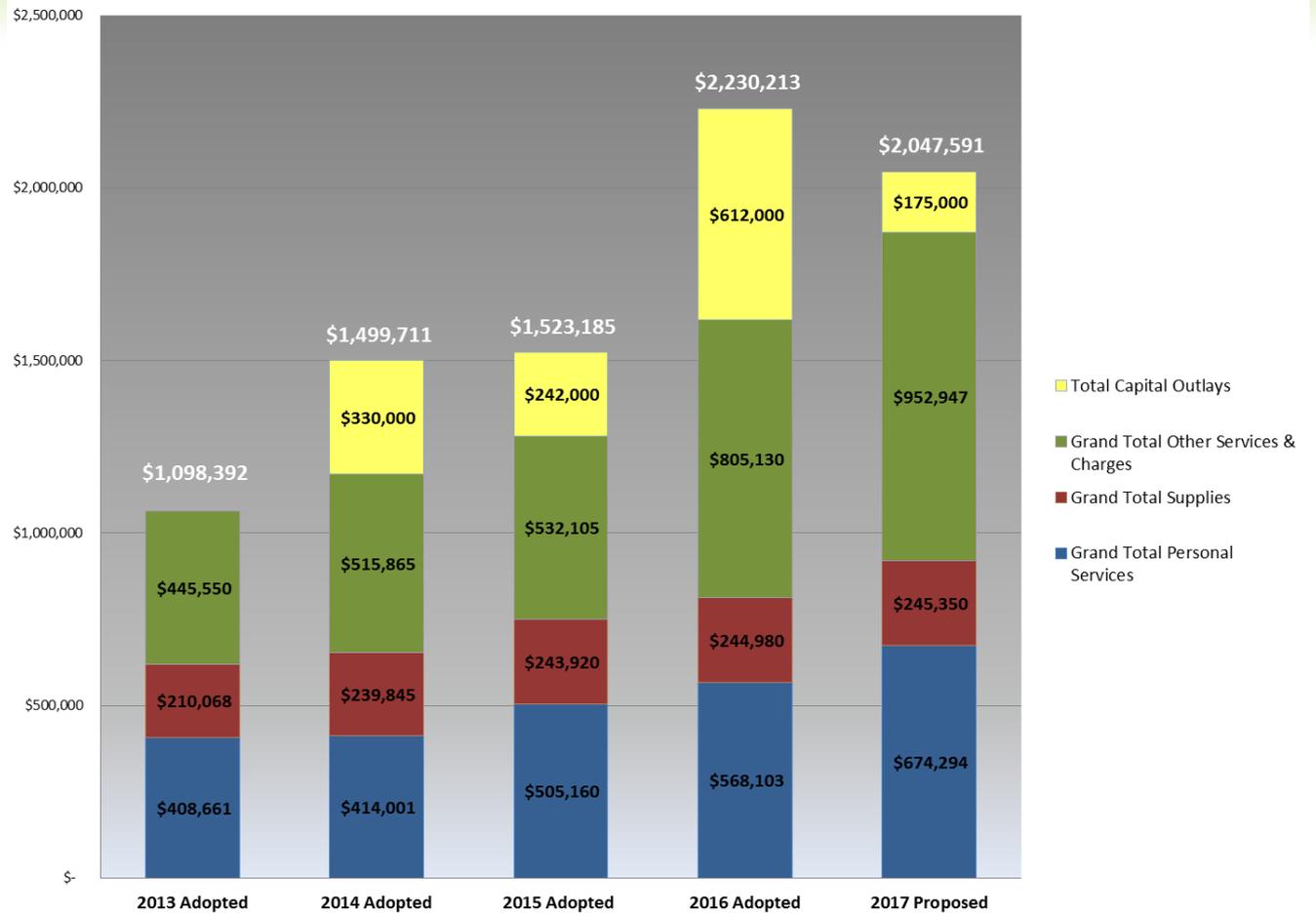
MVH Fund Revenue vs Disbursements



MVH FUND BUDGET OVERVIEW



MVH Fund Yearly Comparison



EDIT FUND BUDGET OVERVIEW

Fund	Budget Description	Adopted 2016	Proposed 2017	% Change 16 to 17	Amount Change
444	EDIT Fund Budget	\$ 4,006,713	\$ 1,623,120	-59.49%	\$ (2,383,593)

- ⊙ The main decrease is due to the one-time \$1,500,000 for Design engineering fees for community recreation center at Arbuckle Acres Park that was included in the FY2016 budget
- ⊙ \$300,000 decrease in capital for construction of Bi-centennial connecting trail to Avon in the FY2016 budget
- ⊙ \$715,000 reduction in economic development project incentives (such as loans) proposed in the FY2017 budget
- ⊙ \$35,000 for Entrepreneur/Makers Space Development
- ⊙ \$125,000 included for small drainage projects
- ⊙ \$726,000 included for first debt service payments for bonds supporting the Tilden and Ronald Reagan Parkway projects
- ⊙ \$100,970 for annual membership fee to Hendricks County Economic Development Partnership (HCEDP)

RDC/TIF FUND BUDGET OVERVIEW

Fund	Budget Description	Adopted 2016	Proposed 2017	% Change 16 to 17	Amount Change
242	RDC Fund Budget	\$ 5,753,006	\$ 4,908,977	-14.67%	\$ (844,029)

- ⊙ Decrease is largely due 2017 offsets not exceeding the one-time FY2016 budget of \$1,500,000 for the roundabout at S Green St & CR 300N as well as the FY2016 budget of \$500,000 for Phase III of the Gateway project.
- ⊙ FY2017 budget includes:
 - ⊙ \$100,000 for design work on the Northfield Drive Extension from CR300N to 400N. Project can be bid as early as July 2018. Estimated \$6,410,000 project cost with 80% federally funded
 - ⊙ \$200,000 for design work on Green Street and Main Street Intersection improvements
 - ⊙ \$150,000 for design work for the Roundabout at CR300N and Hornaday. Project can be bid as early as July 2019. Estimated \$2,500,000 project cost with 80% federally funded
 - ⊙ \$150,000 for design work for the Roundabout at Odell and Tilden
 - ⊙ \$1,500,000 for construction and right of way acquisition for the N. Green Street Improvement Project, utility work, and project design work
 - ⊙ \$100,000 for community redevelopment/façade improvement grants as approved by the Brownsburg Improvement Committee
 - ⊙ \$2,119,170 for debt service payments on seven bonds

Summary of Significant Changes



SUMMARY OF SIGNIFICANT CHANGES

- Pay Increases**—The proposed budget includes a 2% merit based pay pool for all Civil Town employees. For Civil Town employees, employees are evaluated based upon their work performance and accomplishment of major goals established at the beginning of the year with their supervisor. They may potentially earn up to a 2.5% increase as a merit raise, but also have the potential to not earn a raise based on performance. The impact of the 2% increase on the funds is as follows:

Impact of 2% Merit Pool for Civil and 2% Across the Board Increase for Police

	General	Water	Stormwater	Sewer	MVH	EDIT	Non Reverting	Food & Beverage	Totals
Administration	\$ 4,179	\$ 3,086	\$ 1,461	\$ 1,881	\$ 531	\$ 581			\$ 11,719
EDIT	\$ 1,346								\$ 1,346
HR	\$ 860	\$ 676		\$ 512					\$ 2,049
Clerk	\$ 1,805	\$ 989	\$ 1,075	\$ 430					\$ 4,298
Fleet	\$ 2,199	\$ 943		\$ 524	\$ 1,571				\$ 5,237
Planning & Building	\$ 3,816	\$ 2,090	\$ 2,271	\$ 909					\$ 9,085
Street	\$ 1,566		\$ 1,121	\$ 1,128	\$ 5,757				\$ 9,572
Court	\$ 2,466								\$ 2,466
Utility		\$ 1,085	\$ 1,085	\$ 930					\$ 3,099
Water		\$ 6,841							\$ 6,841
WWTP			\$ 1,047	\$ 9,624					\$ 10,672
Park	\$ 5,572						\$ 2,106	\$ 376	\$ 8,054
Police	\$ 59,744								\$ 59,744
Total Additional Payroll	\$ 83,553	\$ 15,708	\$ 8,061	\$ 15,937	\$ 7,859	\$ 581	\$ 2,106	\$ 376	\$ 134,181
FICA/Medicare	\$ 6,392	\$ 1,202	\$ 617	\$ 1,219	\$ 601	\$ 44	\$ 161	\$ 29	\$ 10,265
PERF	\$ 9,358	\$ 1,759	\$ 903	\$ 1,785	\$ 880	\$ 65	\$ 236	\$ 42	\$ 15,028
Total Impact	\$ 99,303	\$ 18,669	\$ 9,580	\$ 18,942	\$ 9,340	\$ 690	\$ 2,503	\$ 447	\$ 159,474

SUMMARY OF SIGNIFICANT CHANGES

- ◎ **Pay Increases (continued)**—In addition, the budget includes a proposed 1.5% COLA, the first since FY2014. The impact of the 1.5% on the funds is as follows:

Impact of 1.5% COLA for Civil and Police

	General	Water	Stormwater	Sewer	MVH	EDIT	Non Reverting	Food & Beverage	Totals
Administration	\$ 3,134	\$ 2,288	\$ 1,532	\$ 1,278	\$ 436	\$ -			\$ 8,667
EDIT						\$ 1,009			\$ 1,009
HR	\$ 645	\$ 507		\$ 384					\$ 1,537
Clerk	\$ 1,354	\$ 741	\$ 806	\$ 322					\$ 3,224
Fleet	\$ 1,650	\$ 707		\$ 393	\$ 1,178				\$ 3,928
Planning & Building	\$ 2,862	\$ 1,567	\$ 1,703	\$ 681					\$ 6,814
Street	\$ 1,175		\$ 841	\$ 846	\$ 4,786				\$ 7,647
Court	\$ 1,849								\$ 1,849
Utility		\$ 814	\$ 814	\$ 697					\$ 2,325
Water		\$ 5,130							\$ 5,130
WWTP			\$ 785	\$ 7,218					\$ 8,004
Park	\$ 4,179						\$ 1,579	\$ 282	\$ 6,040
Police	\$ 45,182								\$ 45,182

Total Additional Payroll	\$ 62,029	\$ 11,754	\$ 6,481	\$ 11,820	\$ 6,400	\$ 1,009	\$ 1,579	\$ 282	\$ 101,356
FICA/Medicare	\$ 4,745	\$ 899	\$ 496	\$ 904	\$ 490	\$ 77	\$ 121	\$ 22	\$ 7,754
PERF	\$ 6,947	\$ 1,317	\$ 726	\$ 1,324	\$ 717	\$ 113	\$ 177	\$ 32	\$ 11,352
Total Impact	\$ 73,722	\$ 13,970	\$ 7,703	\$ 14,049	\$ 7,606	\$ 1,200	\$ 1,877	\$ 336	\$ 120,462

SUMMARY OF SIGNIFICANT CHANGES



- ◎ **New Positions**
 - ◎ GIS Technician
 - ◎ Laborer—Street Department
 - ◎ Communications Assistant
 - ◎ Stormwater Technician

- ◎ **Health Insurance** – We have budgeted \$18,811 for each employee with family coverage and \$6,494 for single employees. This constitutes a 1.5% increase over FY2016 amounts. As a self-insured entity, these funds cover a variety of items for the Town to include claims, premiums, health clinic expenses and Health Savings Accounts (HSA) contributions. The FY2014 increase of 5%, 2% for FY2015, 3% increase for FY 2016, and 1.5% for FY2017 follow three fiscal years of no increase. Increase in the amount budgeted for health insurance also results from the full effect of late 2016 hires, proposed 2017 positions, addition of new positions or changes from single to family coverage status by some employees.

SUMMARY OF SIGNIFICANT CHANGES

- ⦿ **Street Resurfacing & Sidewalk Replacement**—We have budgeted \$1,250,000 from the following funds for street resurfacing in the 2017 budget. This is a \$100,000 increase over matches the 2014-2016 amounts:
 - ⦿ \$650,000 from Motor Vehicle Highway (MVH)—plus an additional \$150,000 for sidewalk/ADA projects
 - ⦿ \$100,000 from Riverboat
 - ⦿ \$200,000 from Rainy Day
 - ⦿ \$300,000 from Local Roads and Streets (LR&S)
 - ⦿ \$1,250,000 Total Street Resurfacing Budget (plus \$150,000 for sidewalk projects)
- ⦿ **Vehicle Purchases**
 - ⦿ Police--\$240,000 for 8 vehicles
 - ⦿ Town Engineer--\$30,000 for engineer vehicle
 - ⦿ Street--\$120,000 for bucket truck
 - ⦿ Water--\$105,000 water main break truck
 - ⦿ Fleet--\$32,000 for fleet shop truck

SUMMARY OF SIGNIFICANT CHANGES

- ◎ **Capital Projects** – The below projects are expected to be continued or initiated in 2017:

Project Name	Project Description	Total Estimated Project Cost	Fund Source
RTP Trail	Trail connecting East Middle School through Cardinal Park to the B&O Trail. Project budgeted in, and continued from, FY2016.	\$803,000	Park Impact Fee - 212
Enderly Ave & Mill Street	Extension of Enderly Avenue and Mill Street. R/W acquisition to be completed end of 2016 with construction starting 2017	\$957,100	GO Bond
Public Green	Construction of the Public Green to serve as second entrance to Arbuckle Acres and Mixed Use developments. Possible entrance to future Recreation Center	\$750,000	GO Bond
Green Street Widening Project	Letting near the end of 2017, this is a federally funded (90/10) project to add bike lanes and a two-way left turn lane (3rd lane).	\$3,185,900	RDC - 242

SUMMARY OF SIGNIFICANT CHANGES

◎ Capital Projects...Continued

Project Name	Project Description	Total Estimated Project Cost	Fund Source
Signal Backplating	Federally funded project scheduled to let in February. Cost split is 90/10. Project consists of adding backplating to traffic signals in order to better see the traffic lights, particularly during dawn and dusk hours.	\$169,400	RDC - 242
Sidewalk Connectivity, ADA Ramp upgrades	Miscellaneous sidewalk connections throughout town to fill-in missing gaps of sidewalk. ADA ramp upgrades to neighborhoods without compliant ADA walks.	\$150,000	MVH-201
CR 900 E Water Main Loop Phase III	Installation of the third phase of the water main loop on the East side of Town. Project budgeted in, and continued from, FY2016.	\$225,000	Water - 601

SUMMARY OF SIGNIFICANT CHANGES

◎ Capital Projects...Continued

- ◎ ***Wastewater Treatment Plant & Collection System Expansion and Improvements***—Staff has been in the process of reviewing and discussing rates with the Council related to the planned improvements to the Wastewater Treatment Plant and collection system. The project is nearing 100% design and is estimated to cost \$22-26 million. Currently, the Wastewater Plant is operating at/near 88% of its design capacity, which should last for approximately 3-5 years at current growth rates. A rate increase will need to be installed as the project moves from the planning and design phase to bid, financing, and construction.



SUMMARY OF SIGNIFICANT CHANGES

◎ Capital Projects...Continued

Town staff and administration have worked diligently to keep the project costs, and ultimately the projected rate increase, as low as possible. With these efforts, proposed rate increases have dropped from about 100% to between 55-70%. These increases would be phased in over a 5 year period, not all at once. By the end of 5 years, that equates to an \$18.00 to \$23.00 per month increase for a user of 6,000 gallons/mo. The last rate increase was approved in 2010 for upgrades such as the combined sewer overflow storage facility. The Town is putting in nearly \$6 million in cash (some from the Wastewater Treatment Fund and some from other funds including the EDIT, Rainy Day and Stormwater Fund) as well as paying 1998 Bonds off with nearly \$2 million in cash.

Monthly Bill Based on 6,000 Gallons

	Current	Phase I	Phase II	Phase III	Phase IV	Phase V	Total Impact After All Phases
Alternate 1	\$ 33.44	\$ 37.61	\$ 40.64	\$ 44.24	\$ 49.27	\$ 56.07	\$ 22.63
Alternate 1--% Change		12.47%	8.06%	8.86%	11.37%	13.80%	67.67%
Alternate 2	\$ 33.44	\$ 36.58	\$ 38.81	\$ 41.04	\$ 46.07	\$ 52.30	\$ 18.86
Alternate 2--% Change		9.39%	6.10%	5.75%	12.26%	13.52%	56.40%

The proposed \$2M GO Bond discussed on slide 11 would reduce the monthly bill by the end of all five phases (Total Impact After All Phases) by an estimated \$1.26, or 5.6%.

SUMMARY OF SIGNIFICANT CHANGES

Park Improvements

- ③ \$135,620 for final payment on the Splash Pad debt from the Food & Beverage Fund 280.
- ③ \$100,000 in contingency for department relocation costs as a result of the mixed used development project from the Food & Beverage Fund 280.
- ③ \$211,822 for improvements to Arbuckle Acres park including new storage building, repaving and repairing portions of the pathways; and improvements to Williams including shelter enhancements and resealing asphalt—all the Food & Beverage Fund.
- ③ \$421,000 for Recreational Trails Program (RTP) from the Park Impact Fee Fund 212.

SUMMARY OF SIGNIFICANT CHANGES

- ◎ **Contingency** – For contingency expenses, we have budgeted about \$70,000 less than in FY2016. These funds are used for unexpected projects, repairs, emergencies, etc. that may transpire throughout FY 2017. The contingency budgets are summarized as follows:

Fund	Proposed Contingency Budget
101	\$ 7,750
601	\$ 22,750
605	\$ 26,500
606	\$ 37,750
201	\$ 56,250
402	\$ 21,250
401	\$ 10,000
804	\$ 50,000
280	\$ 100,000
TOTAL	\$ 332,250

FY2018 Items to Council Consideration



FY2018 ISSUES FOR COUNCIL INPUT



- ◎ **Proposed Storm Water Fee Increase** – Since instituting the Town Stormwater Utility in 2008, the Town has not increased the stormwater fee, which is used to fund our Stormwater Department as well as major capital drainage improvement projects. As you can see from the decreasing fund balance in the Stormwater Fund (\$3,026,266 in 2012 vs a projected \$809,291 at EOY 2017), our needs—and inflation—have continued to increase and our funding source has remained constant. Staff would like to open discussions with the Town Council about a proposed increase to that fee in 2018. I would also recommend that we institute a small escalator of 1-2% each year over the following years. When the fee was instituted, the Town was smaller (since have added the East Annexation, Northfield at Wynne Farms, Hart-Anderson, Magee, and Ward Annexations) and costs have steadily increased on materials used in stormwater projects such as pipe, rock, fill, labor, etc.
- ◎ **CCD Fund Rate** – The Cumulative Capital Development Fund (CCD) has slowly lost fractions of dollars in the tax rate since 2011 through a process called trending. The rate in 2017 is projected to be 0.0417, which is 0.0083 lower than the maximum allowable rate of 0.05. In order for us to maximize this important levy, we will need to revisit going through a Public Hearing process sometime during 2017 for the increase to become effective in the 2018 Budget. The Fire Territory also goes through this process annually with their Fire Equipment Replacement Fund. The CCD Fund is a very important source for the purchase of capital equipment such as Police vehicles, trucks, lawn mowers and other specialty equipment such as brush hogs, dump trucks, landscape chippers, etc. As our Town continues to grow, we will add the need for additional equipment to continue providing our services at a quality level.

QUESTIONS??



*Town Mission Statement...*to foster a family environment, promote new and existing business development, create a stable property tax structure and provide a variety of educational, employment, and recreational opportunities