

AGENDA
SCARBOROUGH TOWN COUNCIL
WEDNESDAY – JULY 22, 2015
SPECIAL MEETING – 7:00 P.M.

NO NEW BUSINESS SHALL BE TAKEN UP AFTER 10:00 P.M.

Item 1. Call to Order.

Item 2. Pledge of Allegiance.

Item 3. Roll Call.

***Procedure for Addressing Council** [Posted in Chambers.]

Order No. 15-056, 7:00 p.m. Public Hearing and second reading on the proposed FY2016 Municipal/School Budget.

Item 4. Adjournment.

AGENDA
SCARBOROUGH TOWN COUNCIL
WEDNESDAY – JULY 22, 2015
SPECIAL MEETING – 7:00 P.M.

Order No. 15-056. Move approval of the second reading on the proposed FY2016 Municipal/School Budget.

Budget Order for FY 2016 Municipal/School Budget

WHEREAS, the Scarborough Town Council adopted FY2016 Operational and Capital Budgets for the Town and the School on May 20, 2015, with the passage of Order No. 15-026 and subsequently adopted an amended school budget on June 24, 2015 with the adoption of Order No. 15-048; and,

WHEREAS, pursuant to State law, the School Budget must be validated by the voters and it failed at a Special Elections held on June 9, 2015 and July 7, 2015; and,

WHEREAS, the Town Council must resubmit an adjusted School Budget to the Voters for validation no less than ten (10) days and no more than forty-five (45) days from July 7, 2015; and,

WHEREAS, in an effort to reach a compromise the Town Council appreciates the need to share in the responsibility of minimizing the impact on the property tax rate and therefore agrees to amend the FY2016 Municipal Budget.

NOW THEREFORE, BE IT ORDERED, that the Scarborough Town Council moves approval of the amended Fiscal Year 2016 Town and School Budget in second reading; and,

BE IT FURTHER ORDERED, that School Budget be increased by a total of \$180,000 and therefore the Scarborough Town Council hereby appropriates, for school purposes, the Education Operating Budget, the new sum of \$43,473,756, and that the additional GPA allocation of \$884,891 be included as School revenue, resulting in the Town of Scarborough raising the sum of \$37,589,488 as the local share for the Education Operating Budget.

BE IT FURTHER ORDERED, that the Town Budget is hereby amended to include an additional \$200,000 in Excise Tax Revenue and to reduce Town appropriations by \$180,000, details of specific cuts to be recommended by the Town Manager and approved by the Finance Committee, for a new Operating Budget of \$30,505,367, resulting in the local share for the municipal budget, the sum of \$17,391,450.

BE IT FURTHER ORDERED, that the final result of these changes produces a new Total Net Budget of \$57,760,277, resulting in a projected property tax rate of 2.8%.

Fiscal Note:

Through shared reductions in expenditures and additional revenue, this amendment provides for a total reduction in the net budget (from the original budget) of \$1,584,891, resulting in a projected tax rate increase of **2.8%**

Reduced Expenditures-----	\$ 500,000
School -	\$320,000
Town -	\$180,000
Increased Revenues-----	\$1,084,891
School – Additional GPA	\$884,891
Town- Excise Tax Receipts	\$200,000
TOTAL NET REDUCTION	<u>\$1,584,891</u>

TOTAL Tax Rate Computation

7/6/15

2:07 PM

	2015 Budget	2016 Budget	
Municipal Gross	\$ 29,301,332	\$ 30,505,367	4.11%
Less: Debt Revenues	\$ (657,827)	\$ (837,091)	27.25%
Less: Revenues	\$ (11,372,360)	\$ (12,276,826)	7.95%
Total Municipal - Revenues	\$ (12,030,187)	\$ (13,113,917)	9.01%
Municipal (Net Appropriation)	\$ 17,271,145	\$ 17,391,450	0.70%
Education Gross	\$ 41,990,624	\$ 43,473,756	3.53%
Less: Revenues	\$ (6,075,970)	\$ (5,884,268)	-3.16%
Education (Net)	\$ 35,914,654	\$ 37,589,488	4.66%
Adult Learning	\$ 174,691	\$ 181,552	3.93%
Less: Revenues	\$ (77,000)	\$ (82,000)	6.49%
Adult Learning (Net)	\$ 97,691	\$ 99,552	1.90%
Food Services	\$ 1,485,180	\$ 1,495,568	
Less: Revenues	\$ (1,485,180)	\$ (1,533,002)	
Food Services (Net)	\$ -	\$ (37,434)	
Municipal Capital Equipment	\$ 1,879,364	\$ 892,030	-52.54%
Municipal Capital Projects	\$ 2,240,460	\$ 2,657,750	18.63%
School Capital Projects	\$ 1,786,153	\$ 1,297,451	-27.36%
Total Capital Projects - Gross	\$ 5,905,977	\$ 4,847,231	-17.93%
Less: Revenues			
Municipal Capital Equip. Revenues	\$ (1,789,330)	\$ (852,800)	-52.34%
Municipal Capital Projects Bonds/Reserves	\$ (2,212,960)	\$ (2,613,000)	18.08%
Education Bonds	\$ (1,631,153)	\$ (1,023,723)	-37.24%
Capital (Net Appropriation)	\$ (5,633,443)	\$ (4,489,523)	-20.31%
	\$ 272,534	\$ 357,708	31.25%
Total Townwide Operating Budgets	\$ 53,556,024	\$ 55,400,764	3.44%
County Assessment	\$ 2,355,415	\$ 2,493,342	5.86%
Overlay	\$ 328,093	\$ 307,571	-6.25%
Tax Increment Financing Districts	\$ 200,887	\$ 217,783	8.41%
Credit Enhancement Agreements	\$ 704,900	\$ 764,186	8.41%
Resident Senior Property Tax Relief Fund	\$ 130,000	\$ 75,000	-42.31%
Homestead Exemption Reimbursement (Estimate)	\$ (346,020)	\$ (375,122)	8.41%
Business Equipment Tax Exemption (BETE)	\$ (315,769)	\$ (342,327)	8.41%
State Municipal Revenue Sharing (Estimate)	\$ (736,158)	\$ (780,920)	6.08%
Total Net Budget	\$ 55,877,372	\$ 57,760,277	3.37%

2016 amount to be raised (\$57,760,277) = Valuation (\$3,720,489,700) x the Tax Rate (\$0.015525) or \$15.53 Mills.

2015 amount to be raised (\$55,877,372) = Valuation (\$3,700,489,700) x the Tax Rate (\$0.01510) or \$15.10 Mills.

2016	\$3,720,489,700	\$57,760,277	\$0.015525	\$15.53	\$0.43	2.8%
2015	\$3,700,489,700	\$55,877,372	\$0.015100	\$15.10		

July 15, 2015 Amendment

Municipal Tax Rate Computation

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	2015 Budget	2016 Budget	
Municipal Gross	\$ 29,301,332	\$ 30,505,367	4.11%
Less: Debt Revenues	\$ (657,827)	\$ (837,091)	27.3%
Less: Revenues	\$ (11,372,360)	\$ (12,276,826)	8.0%
	\$ (12,030,187)	\$ (13,113,917)	
Municipal (Net Appropriation)	\$ 17,271,145	\$ 17,391,450	0.7%
Capital Budgets:			
Municipal Capital Equipment	\$ 1,879,364	\$ 892,030	-52.5%
Municipal Capital Projects	\$ 2,240,460	\$ 2,657,750	18.6%
Total Municipal Capital Budgets	\$ 4,119,824	\$ 3,549,780	-13.8%
Less: Revenues			
Municipal Capital Equip. Revenues	\$ (1,789,330)	\$ (852,800)	-52.3%
Municipal Capital Projects Revenues	\$ (2,212,960)	\$ (2,613,000)	18.1%
Total C.I.P. - Revenues	\$ (4,002,290)	\$ (3,465,800)	-13.4%
Capital (Net Appropriation)	\$ 117,534	\$ 83,980	-28.5%
Total Municipal Operating Budget	\$ 17,388,679	\$ 17,475,430	0.5%
Overlay	\$ 328,093	\$ 307,571	-6.3%
Tax Increment Financing Districts	\$ 200,887	\$ 217,783	8.4%
Credit Enhancement TIF	\$ 704,900	\$ 764,186	8.4%
Resident Senior Property Tax Relief Fund	\$ 130,000	\$ 75,000	-42.3%
Homestead Exemption Reimbursement (Estimate)	\$ (346,020)	\$ (375,122)	8.4%
Business Equipment Tax Exemption (BETE)	\$ (315,769)	\$ (342,327)	8.4%
State Revenue Sharing (Estimate)	\$ (736,158)	\$ (780,920)	6.1%
Total Net Budget	\$ 17,354,612	\$ 17,341,601	-0.07%

2016 amount to be raised (\$17,341,601) = Valuation (\$3,720,489,700) x the Tax Rate (\$.004661) or \$4.66 Mils.

2015 amount to be raised (\$17,354,612) = Valuation (\$3,700,489,700) x the Tax Rate (\$.00469) or \$4.69 Mils.

2016	\$3,720,489,700	\$17,341,601	\$0.004661	\$4.66	(\$0.03)	-0.61%
2015	\$3,700,489,700	\$17,354,612	\$0.00469	\$4.69		

July 15, 2015 Amendment

School Tax Rate Computation

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	2015 Budget	2016 Budget	
Education Gross	\$ 41,990,624	\$ 43,473,756	3.532%
Less: Revenues	\$ (6,075,970)	\$ (5,884,268)	-3.2%
Education (Net)	\$ 35,914,654	\$ 37,589,488	4.7%
Adult Learning	\$ 174,691	\$ 181,552	3.9%
Less: Revenues	\$ (77,000)	\$ (82,000)	6.5%
Adult Learning (Net)	\$ 97,691	\$ 99,552	1.9%
Food Services	\$ 1,485,180	\$ 1,495,568	0.7%
Less: Revenues	\$ (1,485,180)	\$ (1,533,002)	3.2%
Food Services (Net)	\$ -	\$ (37,434)	0.0%
Capital Improvement Projects:	\$ 1,786,153	\$ 1,297,451	-27.4%
Less: Rev Education Bonds	\$ (1,631,153)	\$ (1,023,723)	-37.2%
C.I.P. (Net Appropriation)	\$ 155,000	\$ 273,728	76.6%
Total Net Budget	\$ 36,167,345	\$ 37,925,334	4.86%

2016 amount to be raised (\$37,925,334) = Valuation (\$3,720,489,700) x the Tax Rate (\$0.010194) or \$10.19 Mills.

2015 amount to be raised (\$36,167,345) = Valuation (\$3,700,489,700) x the Tax Rate (\$0.009774) or \$9.77 Mills.

2016	\$3,720,489,700	\$ 37,925,334	\$0.010194	\$10.19	\$0.42	4.30%
2015	\$3,700,489,700	\$ 36,167,345	\$0.009774	\$9.77		

July 15, 2015 Amendment

Cumberland County Tax Rate Computation

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		2015 Budget		2016 Budget		
County Assessment		\$	2,355,415	\$	2,493,342	5.86%
Total Net Budget			<u>\$ 2,355,415</u>		<u>\$ 2,493,342</u>	5.86%
2016 amount to be raised (\$2,493,342) = Valuation (\$3,720,489,700) x the Tax Rate (\$0.00067) or \$0.067 Mils.						
2015 amount to be raised (\$2,355,415) = Valuation (\$3,700,489,700) x the Tax Rate (\$0.00064) or \$0.064 Mils.						
2016	\$3,720,489,700	\$	2,493,342	\$0.00067	\$0.67	\$0.034 5.29%
2015	\$3,700,489,700	\$	2,355,415	\$0.00064	\$0.64	