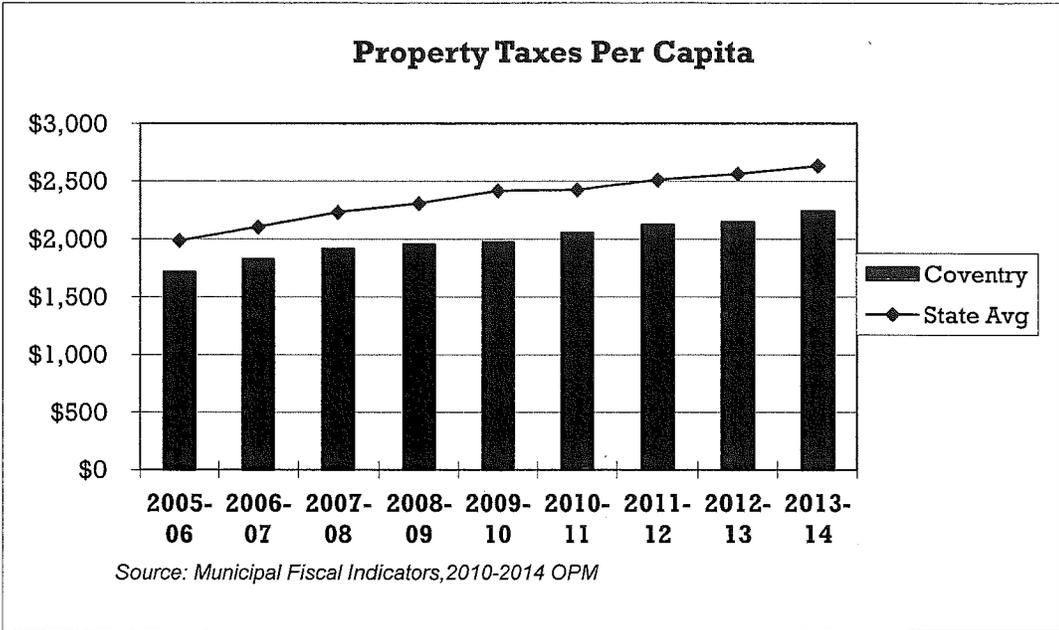


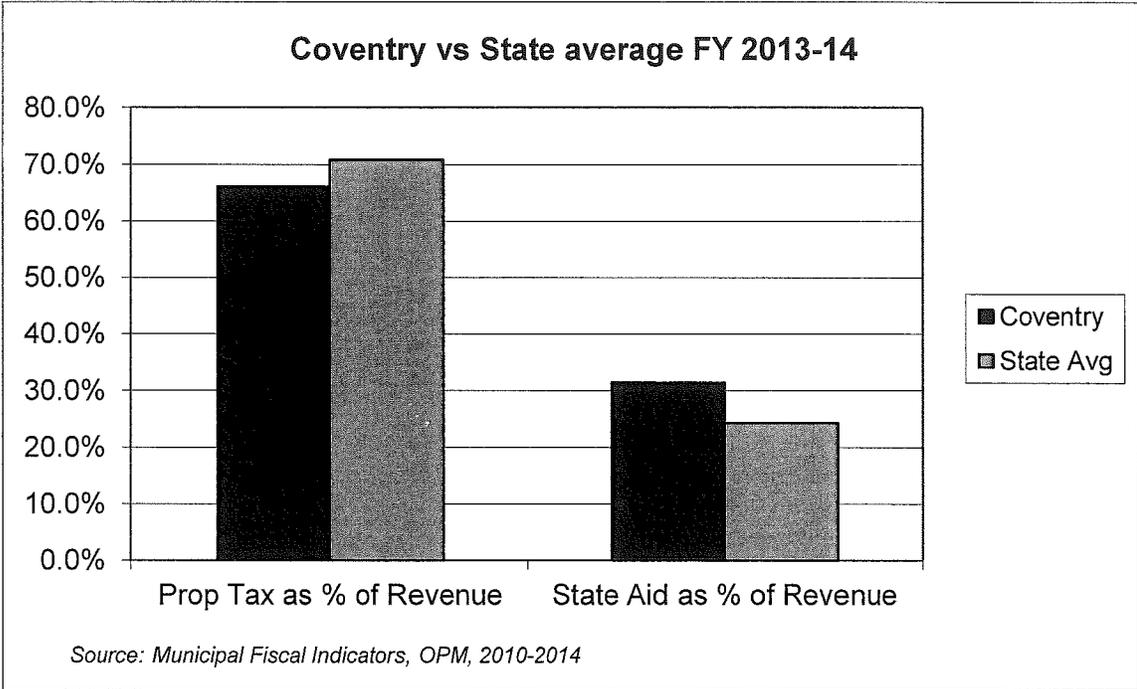
# Revenues



# Revenues – General Government



Coventry continues to remain below the state average in per capita taxes, ranking 120 out of the 169 Connecticut towns and cities. Coventry's per capita property taxes are 83% of (or \$468 less than) the average in Connecticut.

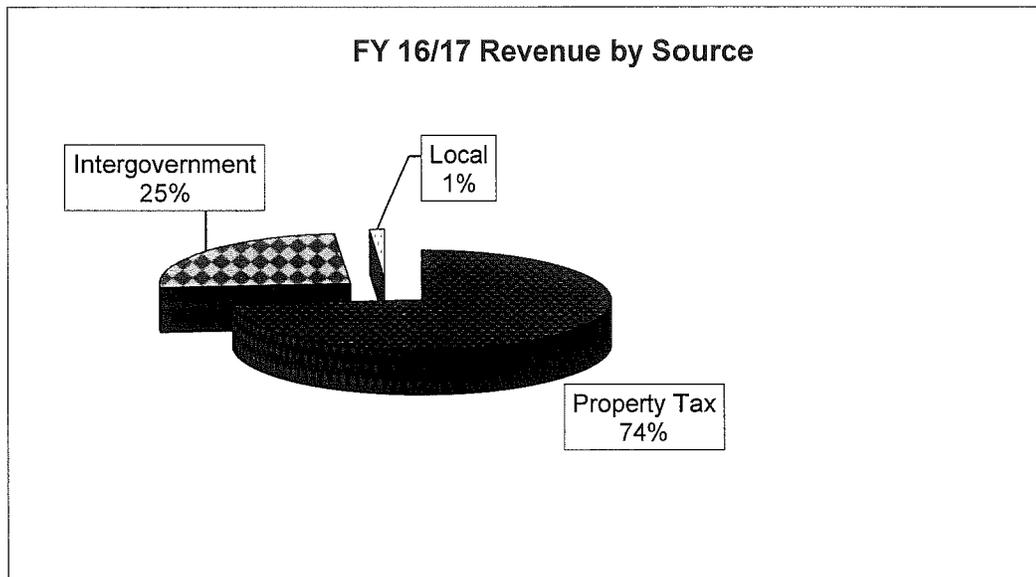


The Town receives more state aid than the state-wide average. In 2013 Coventry received 31.4% of our annual revenue from intergovernmental sources compared to the statewide average of 24.3%.

# REVENUES

The expenditures proposed in the fiscal year 2016/2017 budget will require revenues equaling \$40,550,802. These revenues will be generated from local property taxes, intergovernmental grants, and other local revenues.

<b>Source</b>	<b>Adopted Budget FY 15-16</b>	<b>Requested FY 16-17</b>	<b>Inc/Dec</b>	<b>% Change</b>
<b>Property Tax</b>				
Current Taxes	28,505,320	29,066,751	561,431	2.0%
Delinquent Taxes	350,000	350,000	0	0.0%
Interest & Penalties	200,000	200,000	0	0.0%
Sup. MV	<u>250,000</u>	<u>250,000</u>	0	<u>0.0%</u>
<b>Subtotal</b>	<b>29,305,320</b>	<b>29,866,751</b>	<b>561,431</b>	<b>1.9%</b>
<b>Intergovernmental</b>				
Sewer Assessment	555,834	555,834	0	0.0%
State - Education	9,089,121	9,058,892	-30,229	-0.3%
State - Gen Govt	221,153	518,775	297,622	134.6%
PILOT	<u>18,000</u>	<u>18,000</u>	0	<u>0.0%</u>
<b>Subtotal</b>	<b>9,884,108</b>	<b>10,151,501</b>	<b>267,393</b>	<b>2.7%</b>
<b>Other Local Revenues</b>	<b><u>538,350</u></b>	<b><u>532,550</u></b>	<b><u>-5,800</u></b>	<b><u>-1.1%</u></b>
<b>TOTAL REVENUES</b>	<b>39,727,778</b>	<b>40,550,802</b>	<b>823,024</b>	<b>2.1%</b>

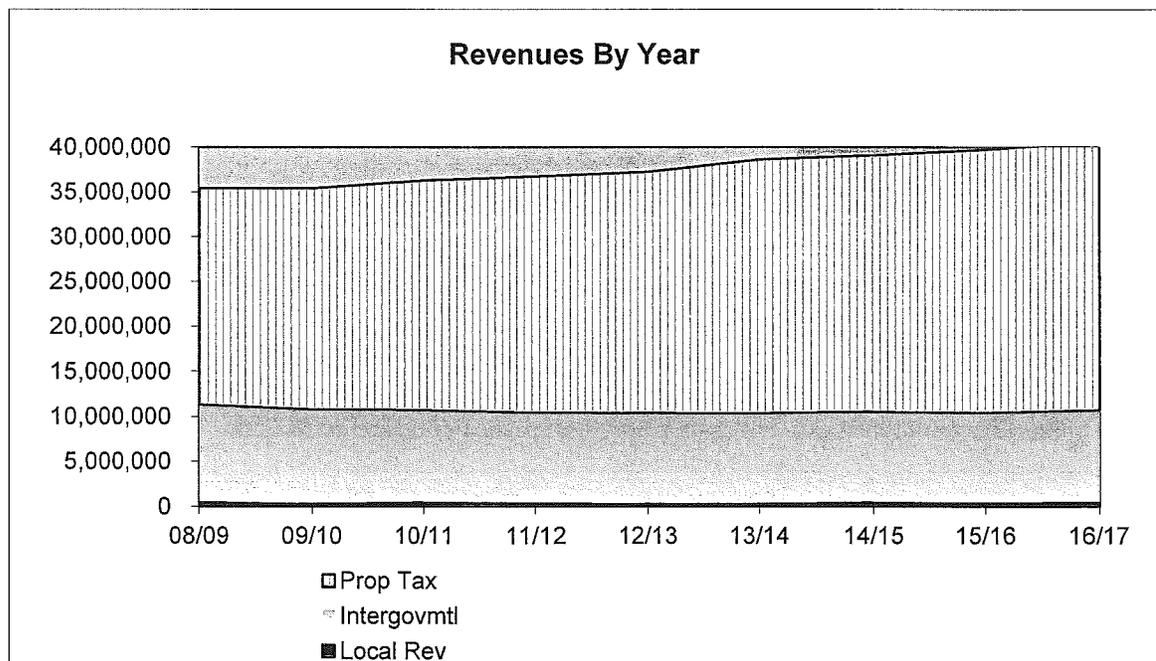


## Property Taxes

The property tax is the major revenue source for local governments in Connecticut. The adjusted Real and Personal Net Valuation (Grand List) on October 1, 2015 amounted to 949,774,141, an increase of 2.02% from the preceding year. The grand list includes values from the DMV that must be corrected, reducing the total to 947,812,378 for an increase of 1.8%. This addition to the grand list will generate new tax revenue of \$525,381 without an increase in the mil rate. Using a collection rate of 98.28%, one mil will now raise \$931,510 of taxes. The budget as proposed requires a mil rate of 31.2. This mil rate is the same as the rate in FY 15-16.

The chart below illustrates how the proposed mil rate would affect houses of differing assessed values. Assessed value is 70% of October 1, 2015 fair market value. It is estimated that the median house in Coventry is now assessed at \$144,900. This means that half the properties are above this point and half are below.

Market Value	Assessed Value	FY 15/16 Monthly	FY 15/16 Annually	FY 16/17 Monthly	FY 16/17 Annually	Annual Increase	Monthly Increase
100000	70000	182.00	2184.00	182.00	2184.00	-	-
125000	87500	227.50	2730.00	227.50	2730.00	-	-
150000	105000	273.00	3276.00	273.00	3276.00	-	-
175000	122500	318.50	3822.00	318.50	3822.00	-	-
200000	140000	364.00	4368.00	364.00	4368.00	-	-
<b>207000</b>	<b>144900</b>	<b>376.74</b>	<b>4520.88</b>	<b>376.74</b>	<b>4520.88</b>	-	-
250000	175000	455.00	5460.00	455.00	5460.00	-	-
275000	192500	500.50	6006.00	500.50	6006.00	-	-
300000	210000	546.00	6552.00	546.00	6552.00	-	-
325000	227500	591.50	7098.00	591.50	7098.00	-	-



## **Intergovernmental Revenues**

Intergovernmental revenues are the second largest source of revenues for Coventry. Fiscal Year 16/17 shows an increase in total State Aid of \$267,393 from the previous year. Estimates pertaining to State aid are taken from the Governor's proposed State budget. The chart on the previous page illustrates the trends for all revenue sources. State Aid is an amount which changes from year to year depending upon the climate at the State Capitol. This year State Aid for Education is projected to be \$9,058,892. Sewer Assessments are the payment from the sewer assessment fund to cover the scheduled sewer debt service payments. The debt service for sewers is fully funded by this interfund transfer except for \$25,000. The Pilot payment is a payment in lieu of taxes from the local Housing Authority.

## **Reserves and Transfers**

This budget does not propose a transfer of any funds from fund balance to offset fiscal year 16/17 expenditures. Fund balance is essential to maintain cash flow and maintain a good credit rating. Council policy sets a target of 15% for undesignated fund balance. Council policy states that "the undesignated fund balance will not be utilized to offset tax increases if the balance is less than 15%". Fiscal year 14/15 saw an increase in unassigned fund balance from 4,199,209(FY2013/14) to 4,257,666(FY2014/15). As a percentage of adopted budget appropriation, the balance is now 10.9%. No recommendation is being made to use fund balance as an offset to tax revenue. Bond rating agencies look at fund balance, and other factors, when rating a municipality's credit worthiness. Please see the Appendix for this calculation.

## **Other Local Revenues**

Other Local Revenues consist of a variety of fees for permits and services and interest earnings. This source of revenue is expected to decrease by \$5,800 and is 1.3% of the overall revenue estimates and is due to the reduction of a dividend payment from our insurance carrier. The Building Department continues to issue permits for new construction and renovations, and the Town Clerk reports steady real estate conveyance revenue. Investment income remains constant as rates are projected to remain at low levels through 2016.

## Three Year Revenue Comparison

Below is a three-year revenue comparison showing taxes, intergovernmental and local sources of revenue.

	Actual FY14-15	Estimated FY 15-16	Proposed FY 16-17
<b>Property Tax</b>			
Current Taxes	27,893,207	28,505,320	29,066,751
Delinquent Taxes	275,676	350,000	350,000
Interest & Penalties	179,131	200,000	200,000
Sup. Motor Veh.	271,342	250,000	250,000
<i>Subtotal</i>	<b>28,619,356</b>	<b>29,305,320</b>	<b>29,866,751</b>
<b>Intergovernmental</b>			
Sewer Assessment	580,832	555,834	555,834
State - Education	9,087,043	9,089,121	9,058,892
State - Gen Govt	230,635	221,153	518,775
PILOT	18,467	18,000	18,000
<i>Subtotal</i>	<b>9,916,977</b>	<b>9,884,108</b>	<b>10,151,501</b>
<b>Reserves</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Other Local</b>	<b>700,549</b>	<b>538,350</b>	<b>532,550</b>
<b>General Fund Total</b>	<b><u>39,236,882</u></b>	<b><u>39,727,778</u></b>	<b><u>40,550,802</u></b>

Town of Coventry  
Council Recommended Revenue Budget

Budget Fiscal Year: 2017 to 2017

Account# and Description	2015 Actual	2016 Base Budget	2016 Actual YTD	2016 Est. Actual	Dept Head	Council	Inc/Dec	%
110 GENERAL FUND								
6010 GENERAL PROPERTY								
40211 CURRENT	27,893,207	28,505,320	28,328,527	28,505,320	29,163,815	29,066,751	561,431	1.97
40212 DELINQUENT	275,676	350,000	387,257	350,000	350,000	350,000	0	.00
40213 INT & PENALTIES	179,131	200,000	196,169	200,000	200,000	200,000	0	.00
40214 SUPP MOTOR VEHICLE	271,342	250,000	282,735	250,000	250,000	250,000	0	.00
Total 6010 GENERAL PROPERTY	28,619,356	29,305,320	29,194,688	29,305,320	29,963,815	29,866,751	561,431	1.92
6026 SEWER ASSMT REIMB DEBT SERVI								
40203 SEWER ASSESSMENT COLLECTIONS	580,832	555,834	459,472	555,834	555,834	555,834	0	.00
Total 6026 SEWER ASSMT REIMB DEBT	580,832	555,834	459,472	555,834	555,834	555,834	0	.00
6030 ST OF CT FOR EDUCATION								
40300 ED COST SHARING ECS GRANT	8,926,913	8,935,142	4,471,118	8,935,142	8,933,895	8,933,895	(1,247)	(.01)
40303 TRANSPORTATION	148,039	142,044	0	142,044	114,543	114,543	(27,501)	(19.36)
40306 ADULT EDUCATION	12,091	11,935	7,747	11,935	10,454	10,454	(1,481)	(12.41)
Total 6030 ST OF CT FOR EDUCATION	9,087,043	9,089,121	4,478,865	9,089,121	9,058,892	9,058,892	(30,229)	(.33)
6032 BOE LOCAL REVENUES								
40309 TUITION	16,102	0	34,939	0	0	0	0	.00
40311 MEDICAID REIMBURSEMENT	50,626	0	24,576	0	0	0	0	.00
Total 6032 BOE LOCAL REVENUES	66,728	0	59,515	0	0	0	0	.00
6040 ST OF CT FOR GEN GOV'T								
40401 ELDERLY CIRCUIT BREAKER	65,449	65,670	68,152	65,670	65,670	65,670	0	.00
40406 DISABILITY EXEMPT	1,725	1,500	1,811	1,500	1,500	1,500	0	.00
40407 GRANT IN LIEU OF TAXES	51,559	48,673	0	48,673	286	286	(48,387)	(99.41)
40409 CASINO FUNDS	48,216	48,068	15,880	48,068	44,477	44,477	(3,591)	(7.47)
40411 VETERANS ADDT TAX RELIEF	6,124	6,000	7,455	6,000	6,000	6,000	0	.00
40412 EMPG	6,209	6,209	0	6,209	6,209	6,209	0	.00
40414 TELEPHONE ACCESS GRANT	26,927	20,000	24,447	20,000	20,000	20,000	0	.00
40415 YOUTH SERVICES SALARY GRANT	14,520	14,500	14,464	14,500	0	0	(14,500)	(100.0)
40417 MRSA SALES TAX SHARING	0	0	0	0	364,100	364,100	364,100	.00
40428 MUNICIPAL REVENUE SHARING	9,906	10,533	0	10,533	10,533	10,533	0	.00
Total 6040 ST OF CT FOR GEN GOV'T	230,635	221,153	132,209	221,153	518,775	518,775	297,622	134.58
6046 HOUSING AUTHORITY P.I.L.O.T.								
40460 P I L O T	18,467	18,000	14,011	18,000	18,000	18,000	0	.00
Total 6046 HOUSING AUTHORITY P.I.	18,467	18,000	14,011	18,000	18,000	18,000	0	.00
6060 FINANCE								
40601 INVESTMENT INCOME	43,669	50,000	29,419	50,000	44,000	44,000	(6,000)	(12.00)
40602 INSURANCE REIMB & CLAIMS	90	18,900	18,909	18,900	0	0	(18,900)	(100.0)
40603 CONVEYANCE TAX	120,509	94,000	88,389	94,000	103,000	103,000	9,000	9.57
40604 SALE OF TOWN PROPERTY	0	50,000	0	50,000	50,000	50,000	0	.00

Council Recommended Revenue Budget

Budget Fiscal Year: 2017 to 2017

Account# and Description	2015 Actual	2016 Base Budget	2016 Actual YTD	2016 Est. Actual	Dept Head	Council	Inc/Dec	%
<b>Total 6060 FINANCE</b>	<b>164,268</b>	<b>212,900</b>	<b>136,717</b>	<b>212,900</b>	<b>197,000</b>	<b>197,000</b>	<b>(15,900)</b>	<b>(7.47)</b>
6062 TOWN CLERK								
40621 OFFICE RECEIPTS	95,940	95,000	68,059	95,000	95,000	95,000	0	.00
<b>Total 6062 TOWN CLERK</b>	<b>95,940</b>	<b>95,000</b>	<b>68,059</b>	<b>95,000</b>	<b>95,000</b>	<b>95,000</b>	<b>0</b>	<b>.00</b>
6063 ASSESSOR								
40631 COPY CHARGES	818	1,200	601	1,200	1,000	1,000	(200)	(16.67)
<b>Total 6063 ASSESSOR</b>	<b>818</b>	<b>1,200</b>	<b>601</b>	<b>1,200</b>	<b>1,000</b>	<b>1,000</b>	<b>(200)</b>	<b>(16.67)</b>
6064 DEVELOPMENT/PLANNING								
40641 ZONING PERMITS	11,100	11,000	9,000	11,000	11,000	11,000	0	.00
40642 PLANNING & ZONING	4,775	3,500	2,875	3,500	4,500	4,500	1,000	28.57
40643 ZONING BD OF APPEALS	3,678	1,600	2,625	1,600	2,500	2,500	900	56.25
40644 INLAND WETLANDS	2,135	1,200	1,130	1,200	1,800	1,800	600	50.00
40645 REGS AND MAPS	89	1,000	71	1,000	500	500	(500)	(50.00)
40646 10% PERMIT FEES	86	100	60	100	100	100	0	.00
<b>Total 6064 DEVELOPMENT/PLANNING</b>	<b>21,863</b>	<b>18,400</b>	<b>15,761</b>	<b>18,400</b>	<b>20,400</b>	<b>20,400</b>	<b>2,000</b>	<b>10.87</b>
6066 BUILDING DEPARTMENT								
40661 BLDG PERMITS/FEES	164,351	150,000	150,569	150,000	160,000	160,000	10,000	6.67
40662 FIRE INSPECTION	1,735	1,500	750	1,500	1,500	1,500	0	.00
40663 BLASTING PERMITS	0	50	60	50	50	50	0	.00
40665 PENALTY FEES	0	100	0	100	100	100	0	.00
<b>Total 6066 BUILDING DEPARTMENT</b>	<b>166,086</b>	<b>151,650</b>	<b>151,379</b>	<b>151,650</b>	<b>161,650</b>	<b>161,650</b>	<b>10,000</b>	<b>6.59</b>
6070 POLICE SERVICES								
40622 WARDEN RECEIPTS	955	1,000	835	1,000	1,000	1,000	0	.00
40625 DOG LICENSE	9,887	9,500	1,961	9,500	9,500	9,500	0	.00
40626 FINGERPRINTING	1,291	1,000	2,400	1,000	1,300	1,300	300	30.00
40701 SPECIAL DUTY	17,303	10,000	886	10,000	8,000	8,000	(2,000)	(20.00)
40702 LOCAL PARKING FINES	80	300	275	300	300	300	0	.00
40703 PERMITS	8,394	6,000	6,610	6,000	6,000	6,000	0	.00
40705 OTHER	213	400	690	400	400	400	0	.00
40707 MUNICIPAL SURCHARGE	4,804	4,000	3,088	4,000	4,000	4,000	0	.00
<b>Total 6070 POLICE SERVICES</b>	<b>42,927</b>	<b>32,200</b>	<b>16,745</b>	<b>32,200</b>	<b>30,500</b>	<b>30,500</b>	<b>(1,700)</b>	<b>(5.28)</b>
6078 RENTS/MISCELLANEOUS								
40781 RENTS/STATE LEASES	27,227	27,000	28,043	27,000	27,000	27,000	0	.00
40782 UNANTICIPATED REVENUE	114,692	0	43,581	0	0	0	0	.00
<b>Total 6078 RENTS/MISCELLANEOUS</b>	<b>141,919</b>	<b>27,000</b>	<b>71,624</b>	<b>27,000</b>	<b>27,000</b>	<b>27,000</b>	<b>0</b>	<b>.00</b>
<b>Total 110 GENERAL FUND</b>	<b>39,236,882</b>	<b>39,727,778</b>	<b>34,799,646</b>	<b>39,727,778</b>	<b>40,647,866</b>	<b>40,550,802</b>	<b>823,024</b>	<b>2.07</b>

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