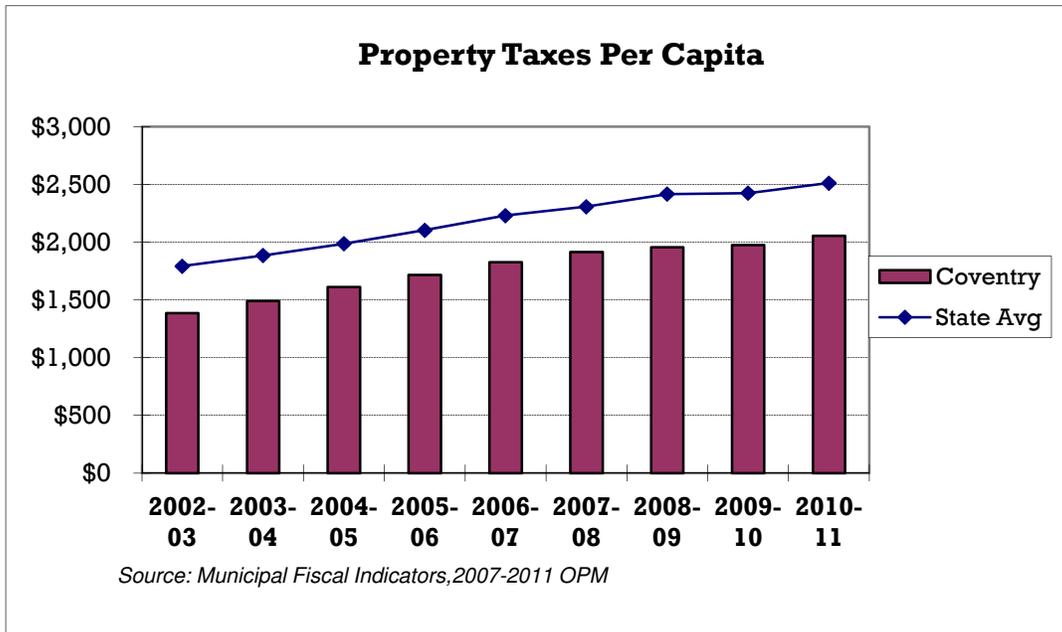
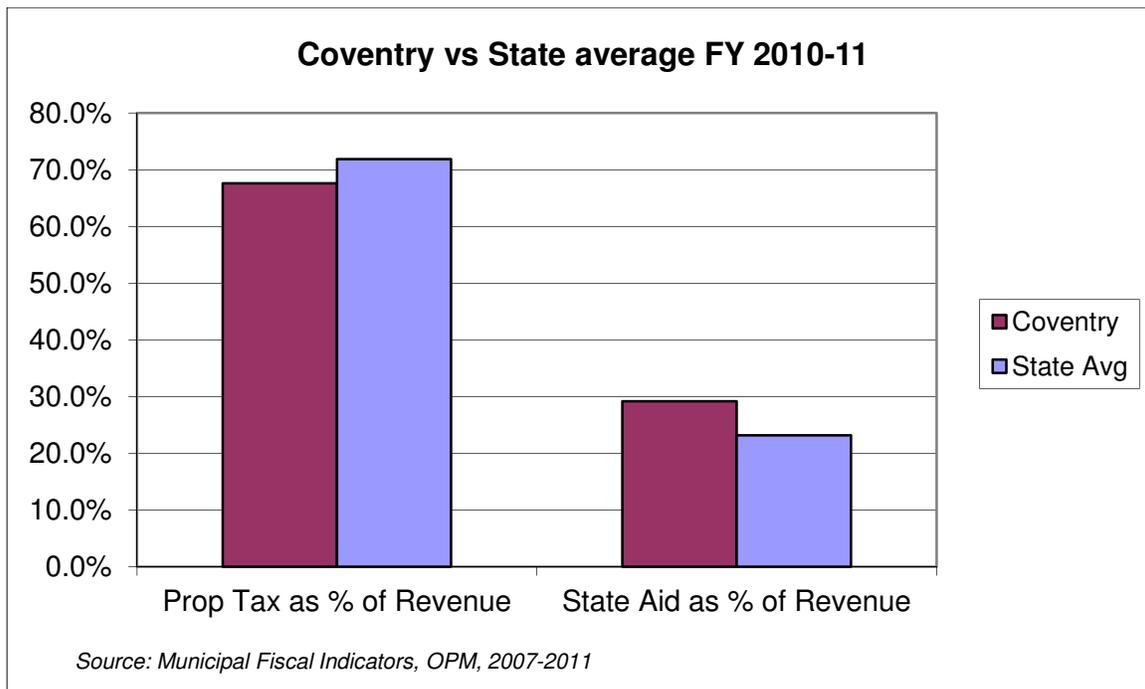


Revenues – General Government



Coventry continues to remain below the state average in per capita taxes, ranking 122 out of the 169 Connecticut towns and cities. Coventry's per capita property taxes are 82% of (or \$456 less than) the average in Connecticut.

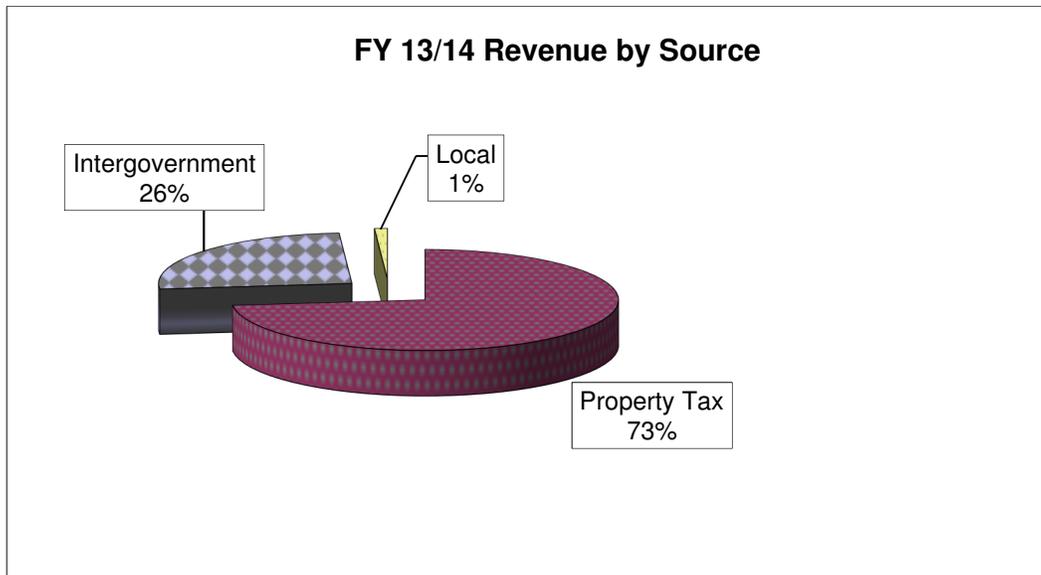


The Town receives more state aid than the state-wide average. In 2011 Coventry received 29.2% of our annual revenue from intergovernmental sources compared to the statewide average of 23.2%.

REVENUES

The expenditures proposed in the fiscal year 2013/2014 budget will require revenues equaling \$38,629,170. These revenues will be generated from local property taxes, intergovernmental grants, and other local revenues.

Source	Adopted Budget FY 12-13	Requested FY 13-14	Inc/Dec	% Change
Property Tax				
Current Taxes	25,927,249	27,213,682	1,286,433	5.0%
Delinquent Taxes	460,000	460,000	0	0.0%
Interest & Penalties	250,000	250,000	0	0.0%
Sup. MV	<u>200,000</u>	<u>200,000</u>	<u>0</u>	<u>0.0%</u>
Subtotal	26,837,249	28,123,682	1,286,433	4.8%
Intergovernmental				
Sewer Assessment	685,353	685,754	401	0.1%
State - Education	9,063,506	8,979,584	-83,922	-0.9%
State - Gen Govt	230,683	242,855	12,172	5.3%
PILOT	<u>16,500</u>	<u>17,500</u>	<u>1,000</u>	<u>6.1%</u>
Subtotal	9,996,042	9,925,693	-70,349	-0.7%
Other Local Revenues	405,638	412,838	7,200	1.8%
TOTAL REVENUES	37,238,929	38,462,213	1,223,284	3.3%

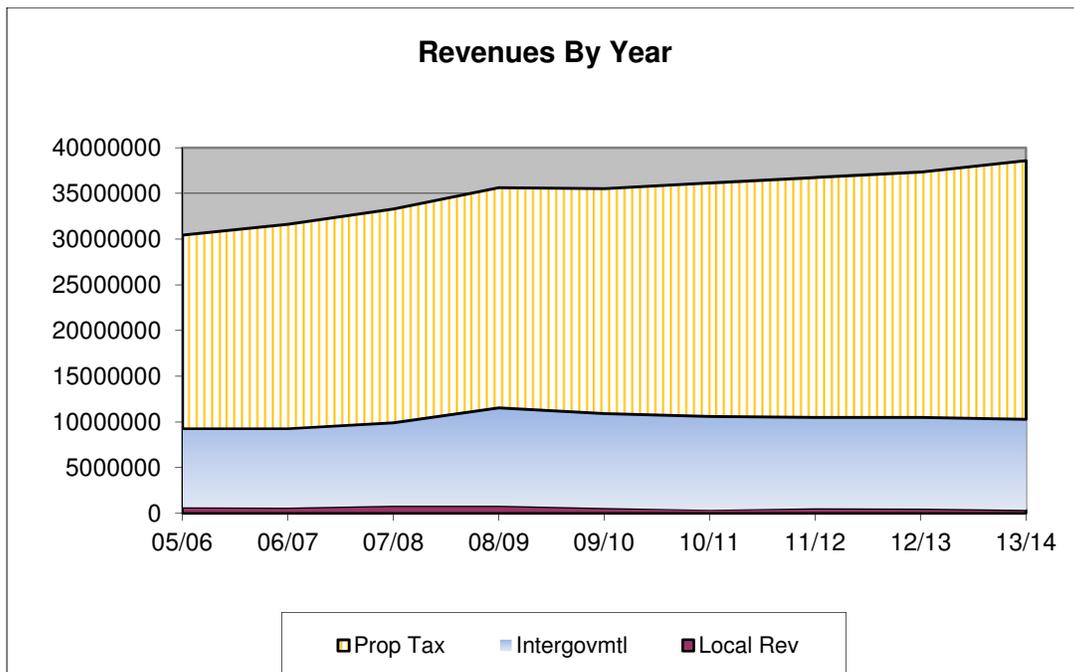


Property Taxes

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, 2012 amounted to \$994,973,795 -- an increase of 1.1% over the preceding year. Corrections by the Assessor reduced the increase by \$540,600. This revised increase in the grand list will generate new tax revenue of \$262,725 without an increase in the mil rate. Using a collection rate of 97.85%, one mil will now raise \$973,053 of taxes. The budget as proposed requires a mil rate of 27.97. This mil rate is an increase of .97 mils or 3.58%.

The chart below illustrates how the proposed mil rate would affect houses of differing assessed values. Assessed value is 70% of October 1, 2012 fair market value. It is estimated that the median house in Coventry is now assessed at \$139,600. This means that half the properties are above this point and half are below.

Market Value	Assessed Value	FY 12/13 Monthly	FY 12/13 Annually *	FY 13/14 Monthly	FY 13/14 Annually	Annual Increase	Monthly Increase
100000	70000	157.50	1,890	163.16	1,958	67.90	5.66
125000	87500	196.88	2,363	203.95	2,447	84.88	7.07
150000	105000	236.25	2,835	244.74	2,937	101.85	8.49
175000	122500	275.63	3,308	285.53	3,426	118.83	9.90
199429	139600	314.10	3,769	325.39	3,905	135.41	11.28
225000	157500	354.38	4,253	367.11	4,405	152.78	12.73
250000	175000	393.75	4,725	407.90	4,895	169.75	14.15
275000	192500	433.13	5,198	448.69	5,384	186.73	15.56
300000	210000	472.50	5,670	489.48	5,874	203.70	16.98
325000	227500	511.88	6,143	530.26	6,363	220.68	18.39



Intergovernmental Revenues

Intergovernmental revenues are the second largest source of revenues for Coventry. Fiscal Year 13/14 shows a decrease in State aid of .9% over the previous year. Estimates pertaining to State aid are taken from the Governor’s proposed State budget. The chart above illustrates the trends for all revenue sources. State aid is an increasingly smaller portion of our budget. This year State aid for education is projected to be \$8,979,584. Sewer Assessments are the payment from the sewer assessment fund to cover the scheduled sewer debt service payments. This is a dollar for dollar pass through, to cover sewer debt. The debt service for sewers is fully funded by this interfund transfer. 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 13/14 expenditures. Fund balance is essential to maintain cash flow and maintain a good credit rating. Council policy establishes that fund balance shall not drop below 5%, and Council goals have set a target of 10%. Fiscal year 11/12 saw an increase in the unassigned fund balance from 2,788,992 in fiscal year 10/11 to 3,200,062. As a percentage of adopted budget appropriation, the balance is now 8.6%. 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 increase by \$7,200 and is 1% of the overall revenue estimates. The increase is a reflection of our current real estate and building climate. The Building Department continues to issue permits for new construction and renovations, and the Town Clerk reports steady conveyance revenue. Investment income remains constant since the rates are projected to remain at current levels through 2014.

Three Year Revenue Comparison

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

Source	Actual	Estimated	Proposed
	FY 11-12	FY 12-13	FY 13-14
Property Tax			
Current Taxes	25,634,954	25,927,249	27,213,682
Delinquent Taxes	391,627	460,000	460,000
Interest & Penalties	303,024	250,000	250,000
Sup. Motor Veh.	201,704	200,000	200,000
Subtotal	26,531,309	26,837,249	28,123,682
Intergovernmental			
Sewer Assessment	684,752	685,353	685,754
State - Education	8,974,120	9,063,506	8,979,584
State - Gen Govt	359,181	230,683	242,855
PILOT	17,775	17,500	17,500
Subtotal	10,035,828	9,997,042	9,925,693
Reserves	0	0	0
Other Local	545,657	405,638	412,838
General Fund Total	<u>37,112,794</u>	<u>37,239,929</u>	<u>38,462,213</u>

Town of Coventry
Council Recommended Revenue Budget

Budget Fiscal Year: 2014 to 2014

Account# and Description	2012 Actual	2013 Base Budget	2013 Actual YTD	2013 Est. Actual	Dept Head	Council	Inc/Dec	%
110 GENERAL FUND								
6010 GENERAL PROPERTY								
110-6010-40211 CURRENT	25,634,954	25,927,249	25,658,783	25,927,249	27,530,639	27,213,682	1,286,433	4.96
110-6010-40212 DELINQUENT	391,627	460,000	393,620	460,000	360,000	460,000	0	.00
110-6010-40213 INT & PENALTIES	303,024	250,000	206,906	250,000	200,000	250,000	0	.00
110-6010-40214 SUPP MOTOR VEHICLE	201,704	200,000	213,314	200,000	200,000	200,000	0	.00
Total 6010 GENERAL PROPERTY	26,531,309	26,837,249	26,472,623	26,837,249	28,290,639	28,123,682	1,286,433	4.79
6026 SEWER ASSMT REIMB DEBT SERVI								
110-6026-40203 SEWER ASSESSMENT COLLEC	684,752	685,353	468,965	685,353	685,754	685,754	401	.06
Total 6026 SEWER ASSMT REIMB DEBT	684,752	685,353	468,965	685,353	685,754	685,754	401	.06
6030 ST OF CT FOR EDUCATION								
110-6030-40300 ED COST SHARING ECS GRA	8,819,476	8,911,633	4,459,014	8,911,633	8,967,636	8,967,636	56,003	.63
110-6030-40303 TRANSPORTATION	143,598	140,358	0	140,358	0	0	(140,358)	(100.0)
110-6030-40306 ADULT EDUCATION	11,046	11,515	7,707	11,515	11,948	11,948	433	3.76
Total 6030 ST OF CT FOR EDUCATION	8,974,120	9,063,506	4,466,721	9,063,506	8,979,584	8,979,584	(83,922)	(.93)
6032 BOE LOCAL REVENUES								
110-6032-40311 MEDICAID REIMBURSEMENT	15,897	0	7,391	0	0	0	0	.00
Total 6032 BOE LOCAL REVENUES	15,897	0	7,391	0	0	0	0	.00
6040 ST OF CT FOR GEN GOV'T								
110-6040-40401 ELDERLY CIRCUIT BREAKER	58,182	66,000	57,901	66,000	70,000	70,000	4,000	6.06
110-6040-40406 DISABILITY EXEMPT	1,674	1,500	1,690	1,500	1,500	1,500	0	.00
110-6040-40407 GRANT IN LIEU OF TAXES	50,878	50,797	49,533	50,797	0	0	(50,797)	(100.0)
110-6040-40409 CASINO FUNDS	50,670	51,086	33,087	51,086	0	0	(51,086)	(100.0)
110-6040-40411 VETERANS ADDT TAX RELIE	7,469	7,700	7,223	7,700	7,700	7,700	0	.00
110-6040-40412 EMPG	6,102	6,100	6,154	6,100	6,100	6,100	0	.00
110-6040-40414 TELEPHONE ACCESS GRANT	41,056	25,000	34,927	25,000	20,000	20,000	(5,000)	(20.0)
110-6040-40415 YOUTH SERVICES SALARY G	14,511	14,500	14,511	14,500	14,500	14,500	0	.00
110-6040-40428 MUNICIPAL REVENUE SHARI	128,639	8,000	4,180	8,000	0	0	(8,000)	(100.0)
110-6040-40461 HOLD HARMLESS GRANT	0	0	0	0	123,055	123,055	123,055	.00
Total 6040 ST OF CT FOR GEN GOV'T	359,181	230,683	209,206	230,683	242,855	242,855	12,172	5.28
6046 HOUSING AUTHORITY P.I.L.O.T.								
110-6046-40460 P I L O T	17,775	16,500	13,497	16,500	17,500	17,500	1,000	6.06
Total 6046 HOUSING AUTHORITY P.I.	17,775	16,500	13,497	16,500	17,500	17,500	1,000	6.06
6060 FINANCE								
110-6060-40601 INVESTMENT INCOME	61,888	50,000	32,668	50,000	50,000	50,000	0	.00
110-6060-40602 INSURANCE REIMB & CLAIM	23,308	26,238	26,238	26,238	25,238	25,238	(1,000)	(3.81)
110-6060-40603 CONVEYANCE TAX	71,101	60,000	63,640	60,000	64,000	64,000	4,000	6.67
Total 6060 FINANCE	156,297	136,238	122,546	136,238	139,238	139,238	3,000	2.20

Town of Coventry
Council Recommended Revenue Budget

Budget Fiscal Year: 2014 to 2014

Account# and Description	2012 Actual	2013 Base Budget	2013 Actual YTD	2013 Est. Actual	Dept Head	Council	Inc/Dec	%
6062 TOWN CLERK								
110-6062-40621 OFFICE RECEIPTS	96,637	85,000	81,323	85,000	85,000	85,000	0	.00
Total 6062 TOWN CLERK	96,637	85,000	81,323	85,000	85,000	85,000	0	.00
6063 ASSESSOR								
110-6063-40631 COPY CHARGES	1,284	1,500	904	1,500	1,200	1,200	(300)	(20.00)
Total 6063 ASSESSOR	1,284	1,500	904	1,500	1,200	1,200	(300)	(20.00)
6064 DEVELOPMENT/PLANNING								
110-6064-40641 ZONING PERMITS	9,425	10,000	7,300	10,000	10,000	10,000	0	.00
110-6064-40642 PLANNING & ZONING	1,563	2,000	4,106	2,000	3,500	3,500	1,500	75.00
110-6064-40643 ZONING BD OF APPEALS	748	1,000	1,628	1,000	2,000	2,000	1,000	100.00
110-6064-40644 INLAND WETLANDS	1,390	1,500	2,775	1,500	3,000	3,000	1,500	100.00
110-6064-40645 REGS AND MAPS	597	1,000	318	1,000	1,000	1,000	0	.00
110-6064-40646 10% PERMIT FEES	88	100	56	100	100	100	0	.00
110-6064-40647 ROAD INSPECTION PROGRAM	0	1,000	0	1,000	1,000	1,000	0	.00
Total 6064 DEVELOPMENT/PLANNING	13,811	16,600	16,183	16,600	20,600	20,600	4,000	24.10
6066 BUILDING DEPARTMENT								
110-6066-40661 BLDG PERMITS/FEES	128,203	120,000	96,625	120,000	120,000	120,000	0	.00
110-6066-40662 FIRE INSPECTION	1,965	1,500	1,105	1,500	1,500	1,500	0	.00
110-6066-40663 BLASTING PERMITS	0	200	0	200	200	200	0	.00
110-6066-40665 PENALTY FEES	250	100	700	100	100	100	0	.00
Total 6066 BUILDING DEPARTMENT	130,418	121,800	98,430	121,800	121,800	121,800	0	.00
6070 POLICE SERVICES								
110-6070-40622 WARDEN RECEIPTS	825	1,200	868	1,200	1,200	1,200	0	.00
110-6070-40625 DOG LICENSE	9,761	10,500	3,013	10,500	10,500	10,500	0	.00
110-6070-40626 FINGERPRINTING	820	800	970	800	800	800	0	.00
110-6070-40701 SPECIAL DUTY	6,788	2,500	6,676	2,500	2,500	2,500	0	.00
110-6070-40702 LOCAL PARKING FINES	270	300	805	300	300	300	0	.00
110-6070-40703 PERMITS	4,700	3,000	4,945	3,000	3,000	3,000	0	.00
110-6070-40705 OTHER	379	200	353	200	200	200	0	.00
110-6070-40707 MUNICIPAL SURCHARGE	3,946	2,000	2,650	2,000	2,500	2,500	500	25.00
Total 6070 POLICE SERVICES	27,489	20,500	20,280	20,500	21,000	21,000	500	2.44
6078 RENTS/MISCELLANEOUS								
110-6078-40781 RENTS/STATE LEASES	27,316	24,000	25,664	24,000	24,000	24,000	0	.00
110-6078-40782 UNANTICIPATED REVENUE	92,405	0	26,818	0	0	0	0	.00
Total 6078 RENTS/MISCELLANEOUS	119,721	24,000	52,482	24,000	24,000	24,000	0	.00
Total 110 GENERAL FUND	37,128,691	37,238,929	32,030,551	37,238,929	38,629,170	38,462,213	1,223,284	3.29