

Capital Improvement Plan

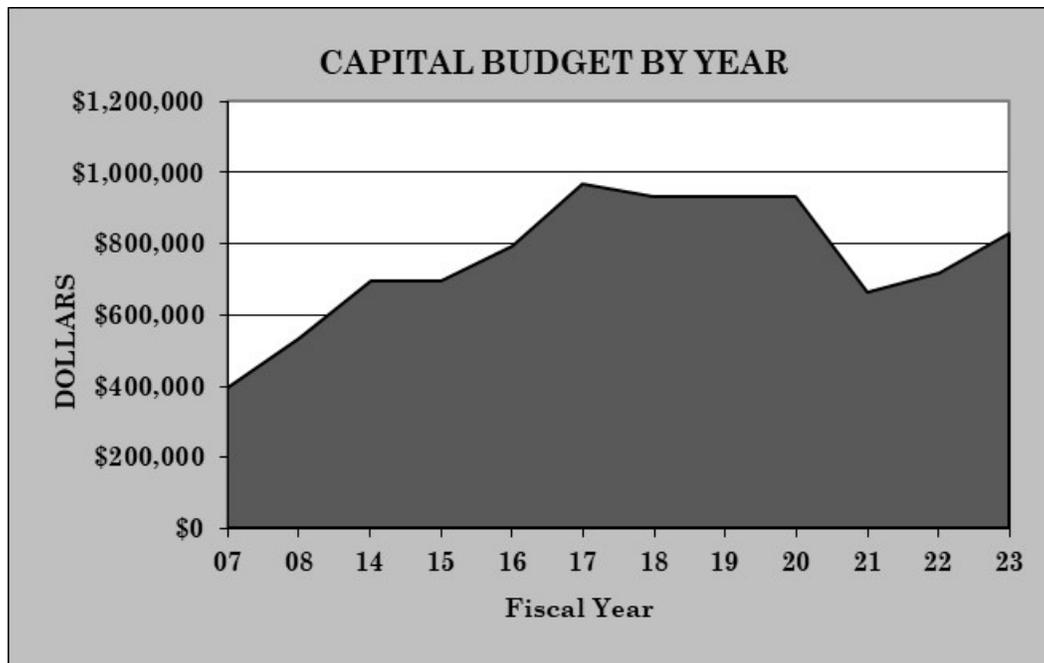
CAPITAL IMPROVEMENT PROGRAM: FY 2023-2027

PROGRAM DESCRIPTION

CAPITAL IMPROVEMENT PROGRAM BUDGET SUMMARY
FISCAL YEAR 22-23

Estimated Revenues	20/21	22/23	Change
General	\$ 720,030	\$ 828,500	\$ 108,470
Town Aid Road	300,000	300,000	-
LOCIP	100,000	100,000	-
Capital Non-Recurring Reserve	37,000	63,500	26,500
State & Federal Grants	3,360,000	1,739,500	(1,620,500)
Notes & Bonds	300,000	8,210,000	7,910,000
Other	237,000	60,000	(177,000)
Lease Purchase	658,500	95,000	(563,500)
TOTAL	\$ 5,712,530	\$ 11,396,500	\$ 5,683,970

Estimated Expenditures			
General Administration	\$ 111,000	\$ 103,000	\$ (8,000)
Public Safety	849,350	355,000	(494,350)
Public Works	4,135,180	4,750,500	615,320
Human Services	-	-	-
Culture & Recreation	457,000	193,000	(264,000)
Education	110,000	5,995,000	5,885,000
Reserve for Capital (CNREF)	50,000	-	(50,000)
TOTAL	\$ 5,712,530	\$ 11,396,500	\$ 5,683,970



CAPITAL IMPROVEMENT PROGRAM

The following Capital Project Funds are established to account for the resources used for the acquisition of capital facilities and infrastructure for the Town of Coventry with the exception of those items financed by Special Revenue Funds.

CAPITAL EXPENDITURES (General Fund):

This funding source relies on the use of Town cash, raised through taxes, to undertake necessary capital improvements or make capital purchases. This year, \$828,500 is requested, an increase of \$108,470 from last year's Capital Budget. \$149,000 is proposed for the Board of Education, a \$74,000 increase from the prior year. We have established a threshold of not lease purchasing items under \$50,000. Industry standards for capital replacement call for funding 10% of the annual operating budget for capital replacement. We fall short of that standard by over \$2,500,000. This means over time, we rely on borrowing to pay for projects and incur interest expenses which could have been avoided if we properly funded this account. Fifteen (14) projects are planned for this activity. They include:

1 Summer Road Program (partial-see also Town Aid)	\$	300,000
2 Network refresh		64,000
3 Education Computer Upgrades		50,000
4 Classroom Furniture		25,000
5 School Carpet Replacement		10,000
6 Town Hall Computer Upgrades		43,000
7 Police SUV Replacement (2)		100,500
8 SCBA Fire Paks		24,000
9 Fire Gear		25,000
10 Fire Hose/equipment		20,000
11 Open Space Fund		15,000
12 Lake Management		90,000
13 Pickup Truck Replacement		50,000
14 Replacement Dumptruck Body		12,000
TOTAL	\$	<u><u>828,500</u></u>

TOWN AID ROADS

The State of Connecticut grants money to the Town based upon the number of miles of improved and unimproved roads. The improved road funds supplement town tax dollars for the annual road resurfacing program. The unimproved road fund is designed to upgrade non-paved roads. We hope to receive \$300,000 in Town Aid for Roads (TAR) funds from the State. TAR funds are supplemented by \$300,000 of local funds for a total summer roads program of \$600,000.

LOCAL CAPITAL IMPROVEMENT PROGRAM (LOCIP)

The State of Connecticut has established a trust fund to promote local infrastructure repair. The State will reimburse the Town for 100% of eligible improvement projects to Town roadways, buildings and facilities. LOCIP, in general, cannot be utilized to purchase equipment or furnishings, or on school buildings. The Town will not receive these funds if the projects are not completed. The funds are not included in the revenue projections per auditor's advice. Instead a separate Special Revenue Fund has been created. A separate question at Town meeting is required. Annually the fund receives around \$100,000 and balances can be carried forward. Six project totaling \$100,000 has been proposed:

1	Patriots Park Improvements	\$20,000
2	Creaser Park Improvements	\$25,000
3	Fire Pond Maintenance	\$10,000
4	Guardrails	\$25,000
6	Large Drainage Projects	\$20,000
	Total	\$100,000

CAPITAL & NON-RECURRING EXPENDITURES FUND (CNREF)

The Town Charter provides for the establishment and funding of a Capital Non-Recurring Expenditures Fund for the purpose of paying the cost of capital improvements over multi-year periods. In accordance with Chapter 108 of the Connecticut General Statutes, the Town Council may levy an annual tax not to exceed two (2) mils for the benefit of CNREF. In addition, the Council may transfer to the CNREF any portion of resources of the General Fund not otherwise appropriated. In an effort to restore this fund, increasing appropriations are scheduled to get to the point where major equipment purchases can be made. This year no contribution is proposed for this fund. Three purchases out of this fund are proposed: A small zero-radius mower (\$13,500), an infield groomer (\$25,000) and exterior work at GHR (\$25,00). It is hoped that at year-end some funds may be appropriated to this fund.

STATE & FEDERAL GRANTS

Occasionally the Town becomes aware of opportunities to undertake special projects utilizing funds from government or private grants. Grants anticipated include:

1	Lake management	\$35,000
2	American Rescue Plan Funding	\$1,704,500
	Total	\$1,739,500

NOTES & BONDS

The Town borrows money from time to time to finance large expenditures beyond the Town's ability to pay on a cash basis. To borrow money or undertake a project of more than \$100,000, approval of a Town meeting and referendum is required in accordance with Section 9-3 of the Town Charter. A \$8,210,000 bond proposal is recommended for the May vote. This bond includes \$3,000,000 for road repairs, \$5,000,000 for school building energy efficiency upgrades and \$210,000 for a replacement Wheelloader.

OTHER

Special project funds are established from time to time for specific projects. Several projects are envisioned this year. Verizon rental income from leases on the radio tower (\$30,000) will be used for the on-going operation of Verizon phones used by emergency responders, the Everbridge system, and vehicle location systems. Local LOCIP funds will be used to purchase picnic table and other amenities for the pavilion at Laidlaw park. The Cemetery Fund and Recreation Fund will both fund improvements of their respective locations. A power curber will be purchased for the Public Works department from our Miscellaneous Highway Fund.

1.	Laidlaw Park Improvements	Local Locip	\$10,000
2.	Tower equipment/communications	Radio Tower Fund	\$10,000
3.	Cemetery Expansion/Improvement	Cemetery Fund	\$15,000
4.	Power Curber	Misc. Highway Fund	\$25,000
	Total		\$60,000

LEASE PURCHASE

From time to time the Town decides to lease purchase equipment over time to lessen the immediate impact of the acquisition cost. These lease purchase agreements must contain a clause which releases the Town from the agreement if the payment is not funded. The annual payments are typically carried in the debt service portion of the budget. One lease purchase is proposed to purchase: 1) one five year lease purchases for a small fully equipped dump truck with a cost of \$95,000 (5 year lease for \$20,000 annually).

Town of Coventry
TOWN MANAGERS RECOMMENDED BUDGET

Budget Fiscal Year: 2023 to 2023

Account# and Description	2021 Actual	2022 Base Budget	2022 Budget	2022 Actual YTD	2022 Est. Actual	Dept Head	Town Manager	Mgr/Bud Inc/Dec	%
9201 CAPITAL EXPENDITUR									
110-9201-54190 OPEN SPACE	15,000	15,000	15,000	15,000	15,000	15,000	15,000	0	.00
110-9201-54300 CAPITAL & NON	87,000	50,000	50,000	50,000	50,000	0	0	(50,000)	(100.0)
110-9201-54910 CLASSROOM FUR	0	0	0	0	0	25,000	25,000	25,000	.00
110-9201-57980 LAKE MANAGEME	90,000	93,680	93,680	93,680	93,680	90,000	90,000	(3,680)	(3.93)
110-9201-58457 CARPET REPLAC	0	0	0	0	0	10,000	10,000	10,000	.00
110-9201-58540 COMPUTER REPL	40,000	42,000	42,000	42,000	42,000	43,000	43,000	1,000	2.38
110-9201-58541 GIS UPGRADES	0	10,000	10,000	10,000	10,000	0	0	(10,000)	(100.0)
110-9201-58542 ELECTRONIC DO	0	20,000	20,000	20,000	20,000	0	0	(20,000)	(100.0)
110-9201-58685 DUMP BODY REP	0	0	0	0	0	12,000	12,000	12,000	.00
110-9201-58702 POLICE CRUISE Staff cruiser, Unmarked vehicle	0	55,350	55,350	55,350	55,350	100,500	100,500	45,150	81.57
110-9201-58718 PICK UP TRUCK	0	0	0	0	0	50,000	50,000	50,000	.00
110-9201-58727 SCBA FIRE PAK	25,000	24,000	24,000	24,000	24,000	24,000	24,000	0	.00
110-9201-58730 FIRE EQUIPMEN	30,000	20,000	20,000	20,000	20,000	25,000	25,000	5,000	25.00
110-9201-58732 FIRE HOSE/EQU	0	15,000	15,000	15,000	15,000	20,000	20,000	5,000	33.33
110-9201-59880 SUMMER ROAD P	300,000	300,000	300,000	300,000	300,000	300,000	300,000	0	.00
110-9201-59910 EDUCATIONAL C	0	75,000	75,000	75,000	75,000	50,000	50,000	(25,000)	(33.33)
110-9201-59911 NETWORK REFRE	0	0	0	0	0	64,000	64,000	64,000	.00
Total 9201 CAPITAL EXPE	587,000	720,030	720,030	720,030	720,030	828,500	828,500	108,470	15.06
*** Grand Total ***	587,000	720,030	720,030	720,030	720,030	828,500	828,500	108,470	15.06